

**United States Bankruptcy Court
Southern District of New York**

Voluntary Petition

Name of Debtor (if individual, enter Last, First, Middle): Jennifer Convertibles, Inc.	Name of Joint Debtor (Spouse) (Last, First, Middle):
All Other Names used by the Debtor in the last 8 years (include married, maiden, and trade names):	All Other Names used by the Joint Debtor in the last 8 years (include married, maiden, and trade names):
Last four digits of Soc. Sec. or Individual-Taxpayer I.D. (ITIN)/Complete EIN(if more than one, state all): 11-2824646	Last four digits of Soc. Sec. or Individual-Taxpayer I.D. (ITIN)/Complete EIN(if more than one, state all):
Street Address of Debtor (No. & Street, City, and State): 417 Crossways Park Drive Woodbury, NY	Street Address of Joint Debtor (No. & Street, City, and State):
ZIP CODE 11797	ZIP CODE
County of Residence or of the Principal Place of Business: New York	County of Residence or of the Principal Place of Business:
Mailing Address of Debtor (if different from street address):	Mailing Address of Joint Debtor (if different from street address):
ZIP CODE	ZIP CODE

Location of Principal Assets of Business Debtor (if different from street address above):
New York ZIP CODE **11797**

<p>Type of Debtor (Form of Organization) (Check one box.)</p> <p><input type="checkbox"/> Individual (includes Joint Debtors) <i>See Exhibit D on page 2 of this form.</i></p> <p><input checked="" type="checkbox"/> Corporation (includes LLC and LLP)</p> <p><input type="checkbox"/> Partnership</p> <p><input type="checkbox"/> Other (If debtor is not one of the above entities, check this box and state type of entity below.) _____</p>	<p>Nature of Business (Check one box)</p> <p><input type="checkbox"/> Health Care Business</p> <p><input type="checkbox"/> Single Asset Real Estate as defined in 11 U.S.C. § 101(51B)</p> <p><input type="checkbox"/> Railroad</p> <p><input type="checkbox"/> Stockbroker</p> <p><input type="checkbox"/> Commodity Broker</p> <p><input type="checkbox"/> Clearing Bank</p> <p><input checked="" type="checkbox"/> Other</p> <hr/> <p>Tax-Exempt Entity (Check box, if applicable)</p> <p><input type="checkbox"/> Debtor is a tax-exempt organization under Title 26 of the United States Code (the Internal Revenue Code.)</p>	<p>Chapter of Bankruptcy Code Under Which the Petition is Filed (Check one box)</p> <p><input type="checkbox"/> Chapter 7</p> <p><input type="checkbox"/> Chapter 9</p> <p><input checked="" type="checkbox"/> Chapter 11</p> <p><input type="checkbox"/> Chapter 12</p> <p><input type="checkbox"/> Chapter 13</p> <p><input type="checkbox"/> Chapter 15 Petition for Recognition of a Foreign Main Proceeding</p> <p><input type="checkbox"/> Chapter 15 Petition for Recognition of a Foreign Nonmain Proceeding</p> <hr/> <p>Nature of Debts (Check one box)</p> <p><input type="checkbox"/> Debts are primarily consumer debts, defined in 11 U.S.C. § 101(8) as "incurred by an individual primarily for a personal, family, or household purpose."</p> <p><input checked="" type="checkbox"/> Debts are primarily business debts.</p>
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<p>Filing Fee (Check one box)</p> <p><input checked="" type="checkbox"/> Full Filing Fee attached</p> <p><input type="checkbox"/> Filing Fee to be paid in installments (applicable to individuals only). Must attach signed application for the court's consideration certifying that the debtor is unable to pay fee except in installments. Rule 1006(b) See Official Form 3A.</p> <p><input type="checkbox"/> Filing Fee waiver requested (applicable to chapter 7 individuals only). Must attach signed application for the court's consideration. See Official Form 3B.</p>	<p>Chapter 11 Debtors</p> <p>Check one box:</p> <p><input type="checkbox"/> Debtor is a small business debtor as defined in 11 U.S.C. § 101(51D).</p> <p><input checked="" type="checkbox"/> Debtor is not a small business debtor as defined in 11 U.S.C. § 101(51D).</p> <p>Check if:</p> <p><input type="checkbox"/> Debtor's aggregate noncontingent liquidated debts (excluding debts owed to insiders or affiliates) are less than \$2,343,300 (amount subject to adjustment on 4/01/13 and every three years thereafter). -----</p> <p>Check all applicable boxes</p> <p><input type="checkbox"/> A plan is being filed with this petition</p> <p><input type="checkbox"/> Acceptances of the plan were solicited prepetition from one or more classes of creditors, in accordance with 11 U.S.C. § 1126(b).</p>
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<p>Statistical/Administrative Information</p> <p><input checked="" type="checkbox"/> Debtor estimates that funds will be available for distribution to unsecured creditors.</p> <p><input type="checkbox"/> Debtor estimates that, after any exempt property is excluded and administrative expenses paid, there will be no funds available for distribution to unsecured creditors.</p>	<p>THIS SPACE IS FOR COURT USE ONLY</p>																				
<p>Estimated Number of Creditors</p> <table style="width:100%; text-align: center;"> <tr> <td><input checked="" type="checkbox"/></td> <td><input type="checkbox"/></td> <td><input type="checkbox"/></td> <td><input type="checkbox"/></td> <td><input type="checkbox"/></td> <td><input type="checkbox"/></td> <td><input type="checkbox"/></td> <td><input type="checkbox"/></td> <td><input type="checkbox"/></td> <td><input type="checkbox"/></td> </tr> <tr> <td>1-49</td> <td>50-99</td> <td>100-199</td> <td>200-999</td> <td>1,000-5,000</td> <td>5,001-10,000</td> <td>10,001-25,000</td> <td>25,001-50,000</td> <td>50,001-100,000</td> <td>Over 100,000</td> </tr> </table>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	1-49	50-99	100-199	200-999	1,000-5,000	5,001-10,000	10,001-25,000	25,001-50,000	50,001-100,000	Over 100,000	
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<p>Estimated Assets</p> <table style="width:100%; text-align: center;"> <tr> <td><input type="checkbox"/></td> <td><input type="checkbox"/></td> <td><input type="checkbox"/></td> <td><input type="checkbox"/></td> <td><input type="checkbox"/></td> <td><input checked="" type="checkbox"/></td> <td><input type="checkbox"/></td> <td><input type="checkbox"/></td> <td><input type="checkbox"/></td> <td><input type="checkbox"/></td> </tr> <tr> <td>\$0 to \$50,000</td> <td>\$50,001 to \$100,000</td> <td>\$100,001 to \$500,000</td> <td>\$500,001 to \$1 million</td> <td>\$1,000,001 to \$10 million</td> <td>\$10,000,001 to \$50 million</td> <td>\$50,000,001 to \$100 million</td> <td>\$100,000,001 to \$500 million</td> <td>\$500,000,001 to \$1 billion</td> <td>More than \$1 billion</td> </tr> </table>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	\$0 to \$50,000	\$50,001 to \$100,000	\$100,001 to \$500,000	\$500,001 to \$1 million	\$1,000,001 to \$10 million	\$10,000,001 to \$50 million	\$50,000,001 to \$100 million	\$100,000,001 to \$500 million	\$500,000,001 to \$1 billion	More than \$1 billion	
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**UNITED STATES BANKRUPTCY COURT
Southern District of New York**

Jennifer Convertibles, Inc.
Case Number: 10-

Exhibit P-1
Pending Bankruptcy Case Filed by Any Spouse, Partner, or Affiliate of the Debtor

Name of Debtor	Case Number	Date
Jennifer Convertibles Boylston MA, Inc.		
District	Relationship	Judge
Southern District of New York	Subsidiary	
Name of Debtor	Case Number	Date
Jennifer Chicago, Ltd.		
District	Relationship	Judge
Southern District of New York	Subsidiary	
Name of Debtor	Case Number	Date
Elegant Living Management, Ltd.		
District	Relationship	Judge
Southern District of New York	Subsidiary	
Name of Debtor	Case Number	Date
Hartsdale Convertibles, Inc.		
District	Relationship	Judge
Southern District of New York	Subsidiary	
Name of Debtor	Case Number	Date
Jennifer Management III Corp.		
District	Relationship	Judge
Southern District of New York	Subsidiary	

**UNITED STATES BANKRUPTCY COURT
Southern District of New York**

Jennifer Convertibles, Inc.
Case Number: 10-

Exhibit P-1
Pending Bankruptcy Case Filed by Any Spouse, Partner, or Affiliate of the Debtor

Name of Debtor	Case Number	Date
Jennifer Purchasing Corp.		
District	Relationship	Judge
Southern District of New York	Subsidiary	
Name of Debtor	Case Number	Date
Jennifer Management II Corp.		
District	Relationship	Judge
Southern District of New York	Subsidiary	
Name of Debtor	Case Number	Date
Jennifer Management V Ltd.		
District	Relationship	Judge
Southern District of New York	Subsidiary	
Name of Debtor	Case Number	Date
Jennifer Convertibles Natick, Inc.		
District	Relationship	Judge
Southern District of New York	Subsidiary	
Name of Debtor	Case Number	Date
Nicole Convertibles, Inc.		
District	Relationship	Judge
Southern District of New York	Subsidiary	
Name of Debtor	Case Number	Date
Washington Heights Convertibles, Inc.		
District	Relationship	Judge
Southern District of New York	Subsidiary	

**UNITED STATES BANKRUPTCY COURT
Southern District of New York**

In re: **Jennifer Convertibles, Inc.**
Debtor

Case No. **10-**
Chapter **11**

Exhibit "A" to Voluntary Petition

1. If any of debtor's securities are registered under section 12 of the Securities and Exchange Act of 1934, the SEC file number is **001-09681**.

2. The following financial data is the latest available information and refers to debtor's condition on **July 16, 2010**.

a.	Total assets	\$ <u>0.00</u>
b.	Total debts (including debts listed in 2.c., below)	\$ <u>25,631,248.00</u>

Approximate
number of
holders

c. Debt securities held by more than 500 holders.

	secured	unsecured	subordinated		
d.	Number of shares of preferred stock			<u>54,479</u>	<u> </u>
e.	Number of shares of common stock			<u>7,073,466</u>	<u> </u>

Comments, if any:

3. Brief description of debtor's business:

Retail - Furniture

4. List the name of any person who directly or indirectly owns, controls, or holds, with power to vote, 5% or more of the voting securities of debtor:

**UNITED STATES BANKRUPTCY COURT
Southern District of New York**

Exhibit "C"

[If, to the best of the debtor's knowledge, the debtor owns or has possession of property that poses or is alleged to pose a threat of imminent and identifiable harm to the public health or safety, attach this Exhibit "C" to the petition.]

In re:

Case No.: **10-**

Jennifer Convertibles, Inc.

Chapter: **11**

Debtor(s)

Exhibit "C" to Voluntary Petition

1. Identify and briefly describe all real or personal property owned by or in possession of the debtor that, to the best of the debtor's knowledge, poses or is alleged to pose a threat of imminent and identifiable harm to the public health or safety (attach additional sheets if necessary):

N/A

2. With respect to each parcel of real property or item of personal property identified in question 1, describe the nature and location of the dangerous condition, whether environmental or otherwise, that poses or is alleged to pose a threat of imminent and identifiable harm to the public health or safety (attach additional sheets if necessary):

N/A

RESOLUTIONS OF THE BOARD OF JENNIFER CONVERTIBLES, INC.

WHEREAS, the Board of Directors (the “**Board**”) of Jennifer Convertibles, Inc. (the “**Company**”), a Delaware corporation, acting pursuant to the laws of the State of Delaware, has considered the financial and operational aspects of the Company’s business;

WHEREAS, the Board has reviewed the historical performance of the Company, the market for the Company’s services and operations, and the current and long-term liabilities of the Company;

NOW, THEREFORE, BE IT RESOLVED, that in the judgment of the Board, it is desirable and in the best interests of the Company, its creditors, employees, stockholders and other interested parties that a petition be filed by the Company seeking relief under the provisions of chapter 11 of title 11 of the United States Code (the “**Bankruptcy Code**”);

RESOLVED, that the Company authorizes its subsidiaries (including those that are limited liability companies) to seek relief under the provisions of chapter 11 of the Bankruptcy Code;

RESOLVED, that Harley Greenfield, chief executive officer of the Company, and Rami Abada, President and chief financial officer of the Company, are hereby authorized and directed to take all necessary, desirable and proper actions, including, without limitation, an election of the directors and/or managers of the subsidiary companies, to effectuate the purposes of the prior resolution;

RESOLVED, that the officers of the Company (each, an “**Authorized Officer**”) be, and each of them hereby is, authorized on behalf of the Company to execute, verify and file all petitions, schedules, lists, and other papers or documents, and to take and perform any and all further actions and steps that any such Authorized Officer deems necessary, desirable and proper in connection with the Company’s chapter 11 case, with a view to the successful prosecution of such case;

RESOLVED, that the Authorized Officers, on behalf of the Company, are authorized, empowered and directed to retain the law firm of Olshan Grundman Frome Rosenzweig & Wolosky LLP (“**Olshan**”) as bankruptcy counsel to represent and assist the Company in carrying out its duties under chapter 11 of the Bankruptcy Code, and to take any and all actions to advance the Company’s rights in connection therewith, and the Authorized Officers are hereby authorized and directed to execute appropriate retention agreements, pay appropriate retainers prior to and immediately upon the filing of the bankruptcy, and to cause to be filed an appropriate application for authority to retain the services of Olshan;

RESOLVED, that the Authorized Officers, on behalf of the Company, are authorized, empowered and directed to retain the services of TM Capital (“**TM Capital Corp.**”), in accordance with the terms of their Engagement Letter, to continue to provide financial advisory and consulting services for the Company in the Company’s chapter 11 case, effective as of the date the petition is filed, and in connection therewith, the Authorized Officers are hereby authorized and directed to execute appropriate retention agreements, pay appropriate retainers

prior to and immediately upon the filing of the bankruptcy, and to cause to be filed an appropriate application for authority to retain the services of TM Capital;

RESOLVED, that the Authorized Officers, on behalf of the Company, are authorized, empowered and directed to retain the law firm of Mintz, Levin, Cohn, Ferris, Glovsky and Popeo P.C. (“**Mintz Levin**”) as special securities counsel, and the Authorized Officers are hereby authorized and directed to execute appropriate retention agreements, pay appropriate retainers prior to and immediately upon the filing of the bankruptcy, and to cause to be filed an appropriate application for authority to retain the services of Mintz Levin;

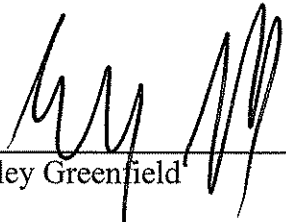
RESOLVED, that the Authorized Officers of the Company be, and hereby are, authorized and directed to employ any other professionals necessary to assist the Company in carrying out its duties under the Bankruptcy Code; and in connection therewith, the officers of the Company are hereby authorized and directed to execute appropriate retention agreements, pay appropriate retainers prior to or immediately upon the filing of the chapter 11 case and cause to be filed appropriate applications with the bankruptcy court for authority to retain the services of any other professionals, as necessary, and on such terms as are deemed necessary, desirable and proper;

RESOLVED, that the Authorized Officers of the Company be, and each of them hereby is, authorized and empowered to enter into critical vendor motions with Haining Mengnu Group and Ashley Furniture HomeStore, and to enter into any agreements as may be contemplated by or required under the terms of the critical vendor motions; and in connection therewith, the Authorized Officers of the Company are hereby authorized and directed to execute appropriate agreements and related ancillary documents;

RESOLVED, that the Authorized Officers be, and each of them hereby is, authorized on behalf of the Company to take any and all actions, to execute, deliver, certify, file and/or record and perform any and all documents, agreements, instruments, motions, affidavits, applications for approvals or rulings of governmental or regulatory authorities or certificates and to take any and all actions and steps deemed by any such Authorized Officer to be necessary or desirable to carry out the purpose and intent of each of the foregoing resolutions and to effectuate a successful chapter 11 case;

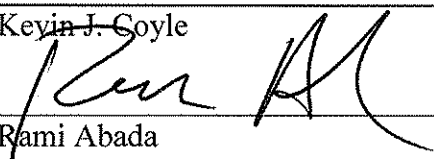
RESOLVED, that any and all actions heretofore taken by any Authorized Officer or the directors of the Company in the name and on behalf of the Company in furtherance of the purpose and intent of any or all of the foregoing resolutions be, and hereby are, ratified, confirmed, and approved in all respects.

**JENNIFER CONVERTIBLES, INC.
DIRECTORS**



Harley Greenfield

Edward G. Bohn

Keyin J. Coyle


Rami Abada

Mark Berman

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Harley Greenfield

Edward G. Bohn

Kevin J. Coyle

Rami Abada



Mark Berman

**OLSHAN GRUNDMAN FROME
ROSENZWEIG & WOLOSKY LLP**
Park Avenue Tower
65 East 55th Street
New York, New York 10022
Michael S. Fox, Esq.
Jordanna L. Nadritch, Esq.
212.451.2300

Proposed Counsel to the Debtors

**UNITED STATES BANKRUPTCY COURT
THE SOUTHERN DISTRICT OF NEW YORK**

In re:

JENNIFER CONVERTIBLES, INC.,¹

Debtors.

Chapter 11

Case No. 10-_____

(Motion for Joint Administration Pending)

**CONSOLIDATED LIST OF CREDITORS
HOLDING 30 LARGEST UNSECURED CLAIMS**

The following is a consolidated list of creditors holding the 30 largest unsecured claims against Jennifer Convertibles, Inc. and its affiliated debtors (“Jennifer Convertibles”). This list has been prepared based upon the unaudited books and records of Jennifer Convertibles. The list reflects amounts from Jennifer Convertibles’ books and records as of July 16, 2010. Except as set forth above, this list has been prepared in accordance with Rule 1007(d) of the Federal Rules of Bankruptcy Procedure. The list does not include (1) persons who come within the definition of “insider” set forth in 11 U.S.C. § 101, or (2) secured creditors unless the value of the collateral is less than the total amount of such creditor’s claim. The information herein shall not constitute an admission of liability by, nor is it binding on, Jennifer Convertibles. Moreover, nothing herein shall affect Jennifer Convertibles’ right to challenge the amount or characterization of any claim at a later date.

¹ The Debtors in these chapter 11 cases, along with the last four digits of each Debtor’s federal tax identification number, if applicable, are: (i) Jennifer Convertibles, Inc. (4646); (ii) Jennifer Convertibles Boylston MA, Inc. (7904); (iii) Jennifer Chicago Ltd. (0505); (iv) Elegant Living Management, Ltd. (5049); (v) Hartsdale Convertibles, Inc. (1681); (vi) Jennifer Management III Corp. (3552); (vii) Jennifer Purchasing Corp. (7319); (viii) Jennifer Management II Corp. (9177); (ix) Jennifer Management V Ltd. (9876); (x) Jennifer Convertibles Natick, Inc. (2227); (xi) Nicole Convertibles, Inc. (5985); (xii) Washington Heights Convertibles, Inc. (0783).

NAME OF CREDITOR	COMPLETE MAILING ADDRESS OF CREDITOR INCLUDING ZIP CODE AND PHONE NUMBER, FAX AND E-MAIL (IF KNOWN)	TYPE OF CLAIM (TRADE DEBT, BANK LOAN, GOVERNMENT CONTRACT, ETC.)	NATURE OF CLAIM (CONTINGENT, UNLIQUIDATED, DISPUTED OR SUBJECT TO SETOFF)	AMOUNT OF CLAIM (IF SECURED VALUE OF SECURITY)	ENTITIES LIABLE ON DEBT (IF KNOWN)
Haining Mengnu Group Co. Ltd.	101 Longxing Road Economic Development Zone Haining, Zhejiang 314400 China	Trade Debt	Undisputed	\$16,673,770	Jennifer Convertibles, Inc.
Creative Television Marketing	2550 North Hollywood Way, Ste 100 Burbank, CA 91505 (818) 748-4802	Trade Debt	Disputed	\$1,612,350	Jennifer Convertibles, Inc.
Ashley Furniture Industries, Inc.	PO Box 190 Arcadia, WI 54612	Trade Debt	Undisputed	\$1,396,598	Jennifer Convertibles, Inc.
Class Action Litigation	Case No.: C-09-3242-SI Ayisha Combs v. Jennifer Convertibles, Inc.	Settlement	Contingent	\$1,300,000	Jennifer Convertibles, Inc.
Klaussner Furniture Industries	PO Box 220 405 Lewallen St Asheboro, NC 247204	Trade Debt	Disputed	\$991,291	Jennifer Convertibles, Inc.
NBC Universal	PO Box 402971 Atlanta, GA 30384-2971 (212) 664-3012	Trade Debt	Disputed	\$416,284	Jennifer Convertibles, Inc.
PIC TV Incorporated	PO Box 59665 Chicago, IL 60659-0665 (818) 304-8205	Trade Debt	Disputed	\$406,957	Jennifer Convertibles, Inc.

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PS Promotion	10798 E. Las Posas Rd Camarillo, CA 93012	Trade Debt	Disputed	\$338,765	Jennifer Convertibles, Inc.
Stratford Company/Caye Uphols.	BOA Lockbox, 13933 Collection Drive Center Chicago, IL 60693	Trade Debt	Disputed	\$336,752	Jennifer Convertibles, Inc.
Brent Associates, Inc.	931 B Conklin Ave Farmingdale, NY 11735 (631) 420-0070	Trade Debt	Disputed	\$242,760	Jennifer Convertibles, Inc.
Fata Equities, LLC	360 West 125th St, Suite 10 New York, NY 10027 (212) 932-8331	Trade Debt	Disputed	\$210,571	Jennifer Convertibles, Inc.
376 Boylston St. Realty Trust	400 Boylston St, Boston, MA 02116 (617) 267-0899	Trade Debt	Disputed	\$164,049	Jennifer Convertibles, Inc.
Woodbury Office Seven	P.O. Box 422 Laurel, NY 11948-0422 (516) 364-1200	Trade Debt	Disputed	\$157,290	Jennifer Convertibles, Inc.
Newsday Inc.	235 Pinelawn Rd Melville, NY 11747 (631) 843-4050	Trade Debt	Disputed	\$144,620	Jennifer Convertibles, Inc.

NAME OF CREDITOR	COMPLETE MAILING ADDRESS OF CREDITOR INCLUDING ZIP CODE AND PHONE NUMBER, FAX AND E-MAIL (IF KNOWN)	TYPE OF CLAIM (TRADE DEBT, BANK LOAN, GOVERNMENT CONTRACT, ETC.)	NATURE OF CLAIM (CONTINGENT, UNLIQUIDATED, DISPUTED OR SUBJECT TO SETOFF)	AMOUNT OF CLAIM (IF SECURED VALUE OF SECURITY)	ENTITIES LIABLE ON DEBT (IF KNOWN)
Boston Globe	PO Box 415071 Boston, MA 02241-5071 (617) 929-8803	Trade Debt	Disputed	\$140,080	Jennifer Convertibles, Inc.
301 E 66th St Assoc Ltd Ptnshp	c/o Ossa Properties Inc 301 E 66th Street New York, NY 10021 (212) 879-6198	Trade Debt	Disputed	\$140,000	Jennifer Convertibles, Inc.
Zimmerman Advertising	PO Box 934130 Atlanta, GA 31193-4130 (954) 731-2900	Trade Debt	Disputed	\$137,967	Jennifer Convertibles, Inc.
Restful Furniture Corp	18 Wimbledon Ct. Jericho, NY 11753 (516) 287-7418 - Cell	Trade Debt	Disputed	\$137,544	Jennifer Convertibles, Inc.
WABC TV (CH7)	GPO - PO Box 5723 New York, NY 10087-5723 (212) 456-3043	Trade Debt	Disputed	\$130,538	Jennifer Convertibles, Inc.
Los Angeles Times	File 54221, A/C # 026729006 Los Angeles, CA 90074-4221	Trade Debt	Disputed	\$128,317	Jennifer Convertibles, Inc.
The Star Ledger	PO Box 5718 Hicksville, NY 11802-5718 (973) 392-5861	Trade Debt	Disputed	\$124,550	Jennifer Convertibles, Inc.

NAME OF CREDITOR	COMPLETE MAILING ADDRESS OF CREDITOR INCLUDING ZIP CODE AND PHONE NUMBER, FAX AND E-MAIL (IF KNOWN)	TYPE OF CLAIM (TRADE DEBT, BANK LOAN, GOVERNMENT CONTRACT, ETC.)	NATURE OF CLAIM (CONTINGENT, UNLIQUIDATED, DISPUTED OR SUBJECT TO SETOFF)	AMOUNT OF CLAIM (IF SECURED VALUE OF SECURITY)	ENTITIES LIABLE ON DEBT (IF KNOWN)
Daily News, LP	PO Box 5718 Hicksville, NY 11802-5718	Trade Debt	Disputed	\$124,550	Jennifer Convertibles, Inc.
The Star Ledger	125 Theodore Conrad Dr. Jersey City, NJ 07305-4698 Attn: Daniel Tobin	Trade Debt	Disputed	\$116,201	Jennifer Convertibles, Inc.
Robert J. Sabbagh, George A.	8107 Colonial Rd. Brooklyn, NY 11209	Trade Debt	Disputed	\$115,330	Jennifer Convertibles, Inc.
Jara Enterprises, Inc.	c/o Warner & Scheuerman 6 West 18th St - 10th Fl New York, NY 10011 (212) 924-7111	Contract	Disputed	\$110,000	Jennifer Convertibles, Inc.
83rd St. Investors LLC	c/o The Bromley Companies 120 5th Avenue, 11th Floor New York, NY 10011	Trade Debt	Disputed	\$108,658	Jennifer Convertibles, Inc.
Nam Won Paek or Soon M Paek	9217 Beech Hill Drive Bethesda, MD 20817	Trade Debt	Disputed	\$104,664	Jennifer Convertibles, Inc.
111 Realty Company Majestic Management	60 Cutter Mill Road -Suite 303, Great Neck, NY 11021	Trade Debt	Disputed	\$103,543	Jennifer Convertibles, Inc.
Dobbin Corner, LLC	c/o GDR Group, LLC P.O. Box 800 Beltsville, MD 20704	Trade Debt	Disputed	\$100,510	Jennifer Convertibles, Inc.

NAME OF CREDITOR	COMPLETE MAILING ADDRESS OF CREDITOR INCLUDING ZIP CODE AND PHONE NUMBER, FAX AND E-MAIL (IF KNOWN)	TYPE OF CLAIM (TRADE DEBT, BANK LOAN, GOVERNMENT CONTRACT, ETC.)	NATURE OF CLAIM (CONTINGENT, UNLIQUIDATED, DISPUTED OR SUBJECT TO SETOFF)	AMOUNT OF CLAIM (IF SECURED VALUE OF SECURITY)	ENTITIES LIABLE ON DEBT (IF KNOWN)
Edward E. Finch and Co. Inc.	1400 Old Country Rd # 420 Westbury, NY 11590	Trade Debt	Disputed	\$99,554	Jennifer Convertibles, Inc.
TOTAL				\$26,314,063.00	

DECLARATION UNDER PENALTY OF PERJURY

I, the undersigned authorized officer of Jennifer Convertibles, declare under penalty of perjury that I have read the foregoing consolidated list of creditors holding the thirty (30) largest unsecured claims against Jennifer Convertibles and that it is true and correct to the best of my information and belief.

Dated: July 18, 2010

By: /s/ Rami Abada
Name: Rami Abada
Title: Chief Financial Officer and President