U.S. Department of Justice

United States Trustee, Region 10
Northern & Southern Districts of Indiana

101 West Ohio Street, Suite 1000 317/226-6101
Indianapolis, Indiana 46204 FAX 317/226.6356

Office of the United States Trustee - Region 10
Indianapolis, Indiana

Quarterly Report
for
Debtors-in-Possession and Chapter 11 Trustees

Each quarter all Chapter 11 debtors must file two copies of this report with the Bankruptcy Clerk. The report must be filed with the attached reports identified below, ready for distribution to the U.S, Trustee no later than the 15th day of the month following the end of the quarter covered by this report.

Debtor Name: Kiel Bros. Oil Co., Inc. and KP Oil, Inc. Substantively Consolidated

For the quarter ended: September 30, 2008

Case Number: 04-11121-BHL-11 Date Bankruptcy filed: June 15, 2004

Required Documents	ATTACHED	SUBMITTED
1. Quarterly Income Statement (P&L1)		
2. Quarterly Cash Flow Report (CFI)	X	X
3. Statement of Operations (Oprept)		
4. Other reports/documents as required by the U.S. Trustee		

The undersigned certifies under penalty of perjury that the information contained in this and accompanying reports is complete, true and correct to the best of my knowledge, information, and belief.

By: [signature] Dated: 10-17-08

Title: Plan Officer Debtor's Telephone Number: 410-454-6815

OFFICE OF THE U.S. TRUSTEE - REGION 10
QUARTERLY CASH FLOW REPORT
AS OF SEPTEMBER 30, 2008

Debtor Name. **KIEL BROS. OIL CO., INC. / KP OIL, INC.**
Case Number **04-11121-BHL-11**

Reconciled bank balance and cash on hand from last quarter Includes combined beginning cash balances Kiel Bros. Oil Co., Inc. & KP Oil, Inc. (if this is the first report, insert the cash balance as of the petition date)		$1,620,459
CASH RECEIPTS		
from cash sales/receipts		
from collection of pre-petition accounts receivable		
from collection of post-petition accounts receivable	14,859	
from loans		
from contributions to capital or from gifts		
other receipts (itemize on a separate sheet, see attached)	10,000	
TOTAL RECEIPTS (Do not include beginning bank balance)		$ 24,859
CASH DISBURSEMENTS		
inventory purchases		
Net payments to officers/owners		
Net payments to other employees		
rent payments		
lease payments		
mortgage or note payments		
adequate protection payments		
insurance		
utilities/telephone		
Tax payments		
supplies	74	
outside labor		
travel/entertainment		
payments to professionals	73,584	
U.S. Trustee Quarterly Fee	5,059	
Claims Distributions	1,061,304	
other expenses (itemize on a separate sheet, see attached)	60	
TOTAL DISBURSEMENTS	7	$1,140,081
NET CASH FLOW (Total Receipts minus Total Disbursements)		$1,115,222
Bank Balance and cash on hand at the end of the quarter (beginning balance + cash receipts - cash disbursements)		$505,237

OFFICE OF THE U.S. TRUSTEE - REGION 10
QUARTERLY CASH FLOW REPORT
AS OF SEPTEMBER 30, 2008

Debtor Name. **KIEL BROS. OIL CO., INC. / KP Oil, INC.**
Case Number **04-11121-BHL-11**

Other Receipts:	Receipt from Oak Point Partners (Settlement)	$ 10,000.00
	Interest Earned	0.20
		$ 10,000.20
Other Expenses:	Bank Fee	60.00
		$ 60.00