

MONTHLY OPERATING REPORT

CHAPTER 11

2003 JUL 15 PM 2:43
DEBUTY

Case Name Mississippi Chemical Corporation

Case Numbers 03-2984 WEE 03-2986 WEE 03-2988 WEE 03-2990 WEE 03-2992 WEE
03-2985 WEE 03-2987 WEE 03-2989 WEE 03-2991 WEE 03-2993 WEE

For Period May 15, 2003 to May 31, 2003

Mark One Box For Each Required
Report/Document

This Report is Due 15 Days After the End of the Month

The debtor must attach each of the following reports unless the United States Trustee has waived the requirements in writing. File original with Clerk of Court and duplicate with UST with an original signature

Report/Document Attached	Previously Waived	Required Reports / Documents
X		Comparative Balance Sheets (FORM 2-B)
X		Profit and Loss Statement (FORM 2-C)
X		Cash Receipts & Disbursements Statement (FORM 2-D)
X		Supporting Schedules (FORM 2-E)
X		Narrative (FORM 2-F)
	X	Copies of Bank Statement(s) and Reconciliations of Bank Balance to Book Balance for all Account(s)

I declare under penalty of perjury that the following Monthly Financial report and any attachments thereto, are true and correct to the best of my knowledge and belief

Executed on 7/14/03

Debtor(s) Mississippi Chemical Corporation

By

Mickey W. Crane

Position Director of Accounting

Phone 662 746 4131

FORM 2-A

80.

MISSISSIPPI CHEMICAL CORPORATION
Combined Balance Sheets
Case Number 03-2984WEE

(Dollars in Thousands)

	05/15/2003	05/31/03	06/30/03	07/31/03	08/31/03	09/30/03	10/31/03	11/30/03	12/31/03
ASSETS									
Current assets									
Cash and cash equivalents	\$ 2 126	\$ 2 441							
Accounts receivable net of allowance for doubtful accounts	39 909	41 587							
Inventories									
Finished products	39 612	44 783							
Raw materials	5 958	6 660							
Replacement Parts	31 991	31 195							
Prepaid expenses and other current assets	7 801	9 199							
Deferred income taxes	5 388	6 474							
Total current assets	132 784	142 339							
Investments in affiliates	110 706	111 126							
Other assets	26 688	27 738							
Property plant and equipment net of accumulated depreciation	297 836	295 644							
	\$ 568,014	\$ 576 846							
LIABILITIES AND SHAREHOLDERS' EQUITY									
Current liabilities									
Long term debt due within one year									
Accounts payable	\$ (0)	\$ 12 276							
Accrued liabilities	614	1 780							
Deferred income taxes	0	0							
Total current liabilities	614	14 056							
Liabilities Subject to Compromise									
Secured									
Priority	159 033	159 729							
Unsecured	11 063	9 566							
	300 030	301 021							
	470 126	470 316							
Long term debt									
Other long term liabilities and deferred credits	15 197	14 289							
Deferred income taxes									
Shareholders equity									
Common stock	280	280							
Additional paid-in capital	306 063	306 063							
Retained earnings	(196 012)	(200 050)							
Accumulated other comprehensive income (loss)	221	367							
Treasury stock at cost	(28 474)	(28 474)							
Total Shareholders equity	82 078	78,185							
	\$ 568 014	\$ 576 846							

MISSISSIPPI CHEMICAL CORPORATION
Combined Profit & Loss Statements
Case Number 03-2984WEE

	Fiscal Year									
	To Date									
(Dollars in Thousands)	5/15/2003	05/31/03	06/30/03	07/31/03	08/31/03	09/30/03	10/31/03	11/30/03	12/31/03	
Revenues										
Net sales	\$ 379 708	\$ 18 651								
Other revenue	1 331	184								
	381 039	18 834								
Operating expenses										
Cost of products sold	368 401	21 249								
Selling general and administrative	28 082	1 828								
Impairment of long-lived assets	70 889	-								
Idle plant cost	14 107	358								
	481 480	23 436								
Operating income	(100 441)	(4 602)								
Other (expense) income										
Interest net	26 475	1 741								
Other	(5 023)	191								
(Loss) income before reorganization expenses and income taxes	(121 893)	(6 533)								
Reorganization items										
Legal & professional fees	2 794	-								
Financing fees	-	-								
Bankruptcy trustee fees	-	-								
Settlements with customers and vendors	-	-								
Rejected executory contracts	-	-								
	2 794	-								
(Loss) income before income taxes	(124 687)	(6 533)								
Income tax (benefit) expense	(31 908)	(2 059)								
Net (loss) income	\$ (92 779)	\$ (4 474)								

MISSISSIPPI CHEMICAL CORPORATION
Cash Receipts & Cash Disbursements Statement
Case Number 03-2984WEE

(Dollars in Thousands)

Week Ending	05/31/03	06/30/03	07/31/03	08/31/03	09/30/03	10/31/03	11/30/03	12/31/03
Beginning Cash Balance	\$ 2 126							
<u>Operating Receipts</u>								
Deposits	17,576							
Intercompany Transfers	28,352							
Total Cash Receipts	45,928	-						
<u>Operating Disbursements</u>								
Raw Material Purchases	3,719							
Natural Gas	9,322							
Payroll & Benefits	2 409							
Taxes	809							
Interest	-							
Capital Expenditures	-							
Debtor/Creditor Fees	-							
Reorganization	698							
Intercompany Transfer	28,352							
Other	837							
Total Operating Disbursements	46,146	-	-	-	-	-	-	-
Net Cash Flows from Operations	(218)	-	-	-	-	-	-	-
Negative Cash Balance Reclassified to Payables	532							
Net DIP Advances (Payments)								
Ending Cash Balances	\$ 2 441							
<u>Loan Balances</u>								
DIP Balance Beginning	-	-	-	-	-	-	-	-
Net DIP Advances (Payments)	-	-	-	-	-	-	-	-
DIP Balance, Ending	-	-	-	-	-	-	-	-
Letters of Credit	-	-	-	-	-	-	-	-
Total DIP Loans	-	-	-	-	-	-	-	-
<u>Trustee Fees (Dollars)</u>								
Beginning Balance	\$ -							
Estimated Payment	56,500							
Ending Balance	\$ 56,500							

MISSISSIPPI CHEMICAL CORPORATION

 Supporting Schedule-Cash Receipts & Cash Disbursements Statement
 Case Number **03-2984WEE**

For the Period May 15, 2003 to May 31, 2003

	Case Numbers==>										
		03 2984	03-2985	03 2986	03 2987	03 2988	03 2989	03 2990	03 2991	03 2992	03 2993
	Total	Mississippi Chemical Corporation	Mississippi Nitrogen Inc	MissChem Nitrogen LLC	Mississippi Chemical Company LP	Mississippi Chemical Management Company	Mississippi Phosphates Corporation	Mississippi Potsh Inc	Eddy Potash Inc	Triad Nitrogen LLC	Melamine Chemicals Inc
(Dollars in Thousands)											
Beginning Cash Balance	\$ 2 126	\$ 1 724	\$	\$ 75	\$ 38	\$ 0	\$ 176	\$ 81	\$ 2	\$ 29	0
Operating Receipts											
Deposits	17 576										
Intercompany Deposits	28 352	16 207		6 200	10 491		2 685	4 400			
Total Cash Receipts	45 928	16 207	-	6 200	12 210	3	392	891		2 941	
Operating Disbursements											
Raw Material Purchases											
Natural Gas	3 719	0		76	3 105						
Payroll & Benefits	9 322			6 008			537				
Taxes	2 409	2 190		15	0		19	350		1	
Interest	809	665		75	1	8	48	143		2 945	
Capital Expenditures						3	1	62		4	
Debtor/Creditor Fees										1	
Reorganization											
Intercompany Payments	698	698									
Other	28 352	12 145			9 156						
Total Operating Disbursements	837	40	1	117	268	3	2 690	4 361			
Net Cash Flows from Operations	46 146	15 739	1	6 292	12 530	14	3	401	2	1	
Negative Cash Balance Reclassified to Payables	(218)	468	(1)	(92)	(321)	(11)	(222)	(27)	(2)	(11)	
Net DIP Advances (Payments)	532	90	1	18	324	10	52	37	0	0	0
Ending Cash Balances	\$ 2 441	\$ 2 282	\$	\$ 1	\$ 42	\$	\$ 6	\$ 92	\$ 0	\$ 18	\$
Loan Balances											
DIP Balance Beginning	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Net DIP Advances (Payments)	-	-	-	-	-	-	-	-	-	-	-
DIP Balance Ending	-	-	-	-	-	-	-	-	-	-	-
Letters of Credit											
Total DIP Loans	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Trustee Fees (Dollars)											
Beginning Balance	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Estimated	56 500	10 000	250	10 000	10 000	250	8 000	10 000	250	7 500	250
Payment											
Ending Balance	\$ 56 500	\$ 10 000	\$ 250	\$ 10 000	\$ 10 000	\$ 250	\$ 8 000	\$ 10 000	\$ 250	\$ 7 500	\$ 250

MISSISSIPPI CHEMICAL CORPORATION

Supporting Schedules-Accounts Payable and Accounts Receivable Summary

For the Period May 15, 2003 to May 31, 2003

Case Number 03-2984WEE

(Dollars in Thousands)

	Total	0 - 30	31-60	61-90	Over 90
<u>Accounts Payable Aging</u>					
Taxes --					
FIT	\$ (0)	\$ (0)			
FICA	0	0			
FUTA	1	1			
SIT	(0)	(0)			
SUTA	2	2			
Other	386	386			
A/P Trade	2,175	2,175			
A/P Received not paid	5,481	5,481			
A/P Consignment parts	64	64			
A/P Freight	299	299			
A/P Contract retention	-				
A/P Competitive discounts	36	36			
A/P Medical claims - IBNR	(0)	(0)			
A/P Other	4,773	4,773			
Employee benefits & withholdings	854	854			
Accrued taxes - Federal & State	0	0			
Accrued interest	1,375	1,375			
	<u>\$ 15,446</u>	<u>\$ 15,446</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Accounts Receivable Aging

A/R Trade	\$ 39,969	39,763	224	35	(53)
A/R Miscellaneous Billings	750	745	2	2	2
A/R Other	1,234	1,234			
Notes Receivable-Employees	7	7			
	<u>\$ 41,961</u>	<u>\$ 41,749</u>	<u>\$ 226</u>	<u>\$ 37</u>	<u>\$ (51)</u>

MISSISSIPPI CHEMICAL CORPORATION**Supporting Schedules-Insurance Coverage Summary**

For the Period May 15, 2003 to May 31, 2003

Case Number 03-2984WEE

Type	Carrier/Agent	Coverage (\$)	Date of Expiration	Premium Paid
<u>Insurance Schedule.</u>				
Excess Workers Compensation	National Union/Alembic Captive Arthur J Gallagher & Co	\$ 1 000 000	07/01/03	Yes
Workers' Compensation	National Union/Alembic Captive Arthur J Gallagher & Co	\$ 1 000 000	07/01/03	Yes
General Liability	National Union/Alembic Captive Arthur J Gallagher & Co	\$ 2 000 000	07/01/03	Yes
Automobile Liability	National Union/Alembic Captive Arthur J Gallagher & Co	\$ 2,000 000	07/01/03	Yes
Pollution Legal Liability	American International SLIC Arthur J Gallagher & Co	\$ 2 000 000	07/01/03	Yes
Maritime Liability	American Home Assurance Company Arthur J Gallagher & Co	\$ 2 000 000	07/01/03	Yes
Directors & Officers Liability	Federal Insurance Company Marsh Chicago	\$ 15 000 000	07/01/03	Yes
Fiduciary Liability	Federal Insurance Company Marsh Chicago	\$ 10 000,000	07/01/03	Yes
Excess Liability (1st Layer)	National union Fire insurance Company Arthur J Gallagher & Co	\$ 25,000 000	07/01/03	Yes
Excess Liability (2nd Layer)	XL Insurance Company Limited Arthur J Gallagher & Co and JLT Risk Solution (Bermuda)	\$100 000 000	07/01/03	Yes
Excess Liability (3rd Layer)	Starr Excess Arthur J Gallagher & Co	\$ 50 000 000	07/01/03	Yes
Property/Time Element insurance	Lloyd's of London and others Arthur J Gallagher & Co JLT Risk Solutions (London & Bermuda) and Creative Risk Solution	\$300 000 000	07/01/03	Yes
Transit Insurance	St Paul Fire & Marine Insurance Company Marsh Chicago	\$ 10,000,000	Until Cancelled	Yes
Crime insurance	Federal Insurance Company Marsh Chicago	\$ 5 000,000	07/01/03	Yes
Political Risk	Lloyd's of London and others Arthur J Gallagher & Co	\$364 015 278	07/01/05	Yes

MISSISSIPPI CHEMICAL CORPORATION

Supporting Schedules-Narrative

For the Period May 15, 2003 to May 31, 2003

Case Number **03-2984WEE**

DISCUSSION

No items of signifiante to report for the period May 15, 2003 through May 31, 2003