

**eStyle, Inc.**  
**Cash Collateral Model (Forecast 04/22/08 15 store model)**

April

	Actual Week 1 3/23-3/29	Actual Week 2 3/30-4/05	Actual Week 3 4/06-4/12	Actual Week 4 4/13-4/19	Actual Week 5 4/20-4/26	Total April
Net Cash Receipts from DTC Sales	\$314,615	\$271,417	\$282,554	\$385,367	\$20,127	\$1,620,430
Liquid rcts from CLAW/warehouse/jobber	5,401	978	-	\$19,246	\$20,127	\$45,752
Total DTC receipts	320,017	272,394	282,554	404,613	386,604	1,665,182
Net Cash Receipts from Retail Sales	\$371,010	\$407,389	\$394,366	\$395,332	\$421,862	\$1,979,962
Liquidation receipts from 5 stores**** (MVJ, BRC, WFM, WIL, RFD)	118,394	170,897	209,836	198,966	152,023	850,105
Net Cash Receipts Total DTC & Stores	\$809,412	\$850,679	\$876,758	\$998,911	\$960,489	\$4,496,249
Other Cash Receipts						
List Rental & Misc Receipts, chase reserve*	(37,454)	30,965	(200,000)	-	80,500	(128,599)
Cash Payments:						
Inventory	-	285,155	334,378	287,114	284,731	1,171,378
UPS Freight Services (Imports)	29,000	56,330	12,652	64,470	83,969	246,421
Packing/Gift Supplies & Domestic Freight In	-	3,418	5,365	22,924	20,882	52,370
DTC Shipping (UPS & USPS)	-	-	51,494	82,146	72,430	206,070
New Breed/Bergen (Distribution center)	-	-	49,552	89,433	87,627	226,611
Freight to Stores	-	-	953	13,374	16,349	30,676
Salaries, Wages, Benefits	15,694	385,708	44,508	400,000	27,333	873,244
Credit Card Processing****	19,131	20,208	20,588	23,631	22,713	108,271
Rent	455,780	8,165	962	52,000	-	516,906
Direct Mail	-	-	21,800	-	-	33,600
Marketing	3,121	752	4,242	10,000	-	28,115
Technology & CAPEX & CAP Leases	-	-	13,960	35,081	-	70,470
Corporate/Homebase**	15,099	19,336	59,808	124,274	-	340,442
Retail Store Expenses*****	9,175	8,065	3,978	73,337	-	160,513
Sales & Use Tax	-	-	-	-	-	100,000
Administrative fees (see memo# 8 below)	-	-	-	-	-	5,000
Creditors administrative fee	-	-	-	-	-	5,000
Total Cash Payments	\$546,999	\$787,137	\$602,440	\$1,299,585	\$931,926	\$4,168,087
Net Cash Flow	\$224,948	\$93,908	\$74,489	(\$300,674)	\$109,063	\$201,734
Credit Line Availability	2,609,264	2,090,810	1,870,216	2,586,323	2,459,573	2,459,573
Loan Balance	2,059,161	2,083,856	2,083,856	2,076,992	2,070,128	2,070,128
Remaining Credit Line Available	\$540,104	\$6,954	(\$213,640)	\$489,332	\$389,446	\$389,446
Roll forward B/S cash (beg of wk)	908,947	1,133,895	1,227,803	1,302,292	994,754	908,947
Credit line change	-	-	-	(6,864)	(6,864)	(13,728)
+/- Cash flow	224,948	93,908	74,489	(300,674)	109,063	201,734
End of wk B/S cash test	1,133,895	1,227,803	1,302,292	994,754	1,096,953	1,096,953

**MEMO:**

- Ending Inventory
- Inventory @ retail (60.3% mark-up)
- Orderly liquidation @35% of retail
- Wachovia collateral inventory equity
- A/R Equity value
- Other estimated collateral (F&E, equip, etc.)
- Wachovia total collateral equity (4+5+6)
- Payment from prior retailer (not in model)
- Beginning month inventory at cost

6,508,679	6,197,564	6,049,525	5,899,275	5,738,504	
16,531,244	15,741,292	15,366,285	14,983,683	14,675,318	
5,810,530	5,532,872	5,400,710	5,286,574	5,123,046	
3,741,389	3,449,016	3,316,854	3,189,582	3,052,919	
381,810	445,966	496,284	519,988	665,967	
300,000	300,000	300,000	300,000	300,000	
4,423,179	4,194,982	4,113,138	4,009,550	4,018,886	
50,000	50,000	50,000	50,000	50,000	
6,660,446					

**Abbreviations:**

- DTC is short for Direct to consumer; CAPEX is short for Capital expenditures; CAP leases is short for Capital leases
- \*Placetholder reserve estimated incase processor withhold additional funds (not anticipated as necessary)
- \*\* (Factual Week 1) Estimate of chase reserve withheld this week (\$96k withheld of \$100k total due). Utility deposits reflected in cash payments
- \*\*\* Corporate/homebase includes non-payroll overhead expenses such as insurance, employee expense reports, temp help,
- \*\*\*\* Credit card processing fees are deducted from cash payments received
- \*\*\*\*\* Liquidation sales for Cadeau (Los Angeles) my happen in either the warehouse or in Cadeau (New York)
- \*\*\*\*\* Retail store expenses include \$25k/store for 6 closing stores spread week 3 thru week 5, \$7-10k per store is designated as retention pay
- \*\*\*\*\* Assumes additional return of Amex reserve of \$100k

**eStyle, Inc.**  
**Cash Collateral Model (Forecast 04/22/08 15 store model)**

May

	Week 1 4/27-5/03	Week 2 5/04-5/10	Week 3 5/11-5/17	Week 4 5/18-5/24	Total May
<b>Net Cash Receipts from DTC Sales</b>	\$366,405	\$392,367	\$356,689	\$425,272	\$1,520,713
Liquid rcpts from CL/Awarehouse/jobber	\$40,000	\$40,000	\$40,000	\$40,000	\$160,000
<b>Total DTC receipts</b>	\$386,405	\$432,367	\$396,689	\$465,272	\$1,680,713
<b>Net Cash Receipts from Retail Sales</b>	\$441,075	\$443,919	\$421,920	\$384,849	\$1,691,763
Liquidation rcpts from 3 stores (MVJ,GLN,WCH)	107,716	136,109	139,074	98,447	481,346
<b>Net Cash Receipts Total DTC &amp; Stores</b>	\$935,196	\$1,012,395	\$957,663	\$948,568	\$3,853,822
<b>Other Cash Receipts</b>	-	-	-	84,145	84,145
List Rental & Misc Receipts, chase reserve*	-	-	-	84,145	84,145
<b>Cash Payments:</b>					
Inventory	370,643	241,264	194,669	312,427	1,119,003
UPS Freight Services (Imports)	58,036	10,361	15,154	41,215	124,766
Packing/Gift Supplies & Domestic Freight In	10,445	11,792	10,854	10,284	43,375
DTC Shipping (UPS & USPS)	36,789	42,622	38,092	46,799	164,302
New Breed/Bergen (Distribution center)	47,914	51,926	48,999	50,506	199,345
Freight to Stores	6,071	6,417	6,206	5,347	24,041
Salaries, Wages, Benefits	356,230	11,638	359,230	20,971	748,068
Credit Card Processing***	22,137	24,026	22,674	22,759	91,596
Rent****	419,632	-	72,129	-	491,761
Direct Mail	2,250	2,250	2,250	2,250	9,000
Marketing	9,008	9,008	9,008	9,008	36,034
Technology & CAPEX & CAP Leases	13,069	15,802	13,636	17,367	59,674
Corporate/homebase**	56,408	54,781	27,161	32,195	170,545
Retail Store Expenses	95,643	26,538	5,993	23,768	151,942
Sales & Use Tax	90,000	-	-	210,455	300,455
Administrative fees (see memo# 8 below)	5,000	5,000	30,000	30,000	60,000
Creditors administrative fee	1,599,276	513,224	861,055	840,351	3,813,906
<b>Total Cash Payments</b>	<b>(\$564,079)</b>	<b>\$499,171</b>	<b>\$96,607</b>	<b>\$192,362</b>	<b>\$124,061</b>
<b>Net Cash Flow</b>	<b>2,424,911</b>	<b>2,325,078</b>	<b>2,158,944</b>	<b>2,089,246</b>	<b>1,096,953</b>
Credit Line Availability	2,082,487	1,904,940	1,770,316	1,727,543	1,096,953
Loan Balance	<b>\$362,423</b>	<b>\$420,138</b>	<b>\$388,628</b>	<b>\$361,703</b>	<b>\$361,703</b>
<b>Remaining Credit Line Available</b>	<b>1,096,953</b>	<b>425,233</b>	<b>766,857</b>	<b>728,840</b>	<b>728,840</b>
Roll forward B/S cash (beg of wk)	(7,640)	(157,547)	(134,624)	(42,773)	(342,585)
Credit line change	(864,079)	499,171	96,607	192,362	124,061
+/- Cash flow	425,233	766,857	728,840	878,429	878,429
<b>End of wk B/S cash fcst</b>	<b>425,233</b>	<b>766,857</b>	<b>728,840</b>	<b>878,429</b>	<b>878,429</b>
<b>Memo:</b>					
1. Ending inventory	5,820,683	5,564,478	5,303,525	5,142,724	5,142,724
2. Inventory @ retail (60.3% mark-up)	14,784,046	14,133,307	13,470,507	13,062,087	13,062,087
3. Orderly liquidation @35% of retail	5,196,411	4,967,685	4,734,719	4,591,164	4,591,164
4. Wachovia collateral inventory equity	3,133,924	3,062,745	2,964,403	2,863,621	2,863,621
5. A/R Equity value	417,851	446,121	410,464	421,166	421,166
6. Other estimated collateral (F&E, equip, etc.)	300,000	300,000	300,000	300,000	300,000
7. Wachovia total collateral equity (4+5+6)	3,851,775	3,808,865	3,674,867	3,584,787	3,584,787
8. Payment from prior retainer (not in model)	50,000	50,000	-	-	-

**Abbreviations:**

DTC is short for Direct to consumer, CAPEX is short for capital expenditures, CAP leases is short for Capital leases

\*Placcholder reserve estimated increase processor withhold additional funds (not anticipated as necessary)

\*\* Corporate/homebase includes non-payroll overhead expenses such as insurance, employee expense reports, temp help, professional fees, samples, office supplies

\*\*\*Credit card processing fees are deducted from cash payments received

\*\*\*\* Miscellaneous receipts in week 4 includes \$15k/store for receipts from sale of fixture etc for 6 closing stores

\*\*\*\*\* Added \$100k for 5 store \$40k in week 1 and corporate office \$20k in week 3

had cleared at the time of preparing this cash collateral model.  
 This is therefore an estimate of cash

**eStyle, Inc.**  
**Cash Collateral Model (Forecast 04/22/08 15 store model)**

June

	Week 1 5/25-5/31	Week 2 6/01-6/07	Week 3 6/08-6/14	Week 4 6/15-6/21	Total June
<b>Net Cash Receipts from DTC Sales</b>	\$319,567	\$334,895	\$306,892	\$367,225	\$1,328,579
Liquid rcts from CLAWarehouse/jobber	\$0	\$0	\$0	\$0	\$0
<b>Total DTC receipts</b>	\$319,567	\$334,895	\$306,892	\$367,225	\$1,328,579
<b>Net Cash Receipts from Retail Sales</b>	365,230	379,875	353,474	354,288	1,452,867
Liquidation receipts from 3 stores	89,784	-	-	-	89,784
<b>Net Cash Receipts Total DTC &amp; Stores</b>	\$774,582	\$714,770	\$660,366	\$721,513	\$2,871,231
<b>Other Cash Receipts</b>	-	-	-	-	-
List Rental & Misc Receipts, chase reserve*	-	-	-	\$4,269	\$4,269
<b>Cash Payments:</b>					
Inventory	156,599	228,228	218,169	420,927	1,023,923
UPS Freight Services (Imports)	19,775	29,775	24,774	46,600	120,924
Packing/Gift Supplies & Domestic Freight In	8,519	7,193	6,219	7,153	29,083
DTC Shipping (UPS & USPS)	33,221	35,167	31,612	39,270	139,270
New Breed/Bergien (Distribution center)	43,429	41,684	38,974	42,791	166,878
Freight to Stores	6,653	5,821	5,529	5,538	23,542
Salaries, Wages, Benefits	333,393	10,770	312,842	10,770	667,773
Credit Card Processing***	18,356	17,112	15,784	17,411	68,663
Rent	314,245	52,000	-	-	366,245
Direct Mail	2,250	2,250	2,250	2,250	9,000
Marketing	5,342	5,342	5,342	5,342	21,370
Technology & CAPEX & CAP Leases	11,944	12,754	11,208	14,517	50,424
Corporate/Homebase**	36,725	65,350	63,295	40,222	205,593
Retail Store Expenses	58,331	33,180	796	632	92,939
Sales & Use Tax	145,000	-	-	29,373	174,373
Administrative fees	30,000	30,000	30,000	30,000	120,000
Creditors administrative fee	5,000	5,000	5,000	5,000	20,000
<b>Total Cash Payments</b>	1,228,733	581,625	771,796	717,797	3,300,011
<b>Net Cash Flow</b>	<b>(\$454,201)</b>	<b>\$133,145</b>	<b>(\$111,430)</b>	<b>\$57,985</b>	<b>(\$374,501)</b>
Credit Line Availability	1,941,862	1,930,030	1,893,250	2,019,015	
Loan Balance	1,589,777	1,605,498	1,565,574	1,500,000	
<b>Remaining Credit Line Available</b>	<b>\$324,085</b>	<b>\$324,532</b>	<b>\$327,676</b>	<b>\$519,016</b>	
Roll forward B/S cash (beg of wk)	878,429	286,463	435,329	283,974	878,429
Credit line change	(137,766)	15,721	(39,924)	(65,574)	(227,543)
+/- Cash Flow	(454,201)	133,145	(111,430)	57,985	(374,501)
<b>End of wk B/S cash fctst</b>	<b>286,463</b>	<b>435,329</b>	<b>283,974</b>	<b>276,385</b>	<b>276,385</b>
<b>Memo:</b>					
1. Ending inventory	4,966,935	4,916,846	4,891,782	5,089,590	
2. Inventory @ retail (60.3% mark-up)	12,615,588	12,488,375	12,424,715	12,927,132	
3. Orderly liquidation @35% of retail	4,434,229	4,389,511	4,367,135	4,543,729	
4. Wachovia collateral inventory equity	2,844,452	2,784,013	2,801,561	3,043,729	
5. A/R Equity value	361,676	374,889	350,641	377,502	
6. Other estimated collateral (F&E, equip, etc.)	300,000	300,000	300,000	300,000	
7. Wachovia total collateral equity (4+5+6)	3,506,128	3,458,902	3,452,202	3,721,231	

**Abbreviations:**  
DTC is short for Direct to consumer; CAPEX is short for capital expenditures; CAP leases is short for Capital leases

\* Placeholder reserve estimated In case processor withholds additional funds (not anticipated as necessary)  
\*\* Corporate/homebase includes non-payroll overhead expenses such as insurance, employee expense reports, temp help,  
\*\*\* Professional fees, shipping, office supplies

Cash collateral model prepared by: 4/23/2008 2:04 PM  
Credit card processing fees are deducted from cash payments received

Note: There was uncertainty as to whether some checks had cleared at the time of preparing this cash collateral model. This is therefore an estimate of cash.

**eStyle, Inc.**  
**Cash Collateral Model (Forecast 04/22/08 15 store model)**  
**July**

	Week 1 6/22-6/28
Net Cash Receipts from DTC Sales	\$397,362
Liquid rcts from CLAWarehouse/jobber	-
Total DTC receipts	\$397,362
Net Cash Receipts from Retail Sales	\$354,404
Liquidation receipts	-
Net Cash Receipts Total DTC & Stores	\$751,765
Other Cash Receipts	
List Rental & Misc Receipts	0
<b>Cash Payments:</b>	
Inventory	196,071
UPS Freight Services (Imports)	18,935
Packing/Gift Supplies & Domestic Freight In	13,391
DTC Shipping (UPS & USPS)	40,434
New Breed	37,723
Freight to Stores (Gilbert)	3,921
Salaries, Wages, Benefits	324,376
Credit Card Processing *	17,959
Rent	-
Direct Mail	1,300
Marketing	3,279
Technology & CAPEX & CAP Leases	11,932
Corporate/Homebase	24,156
Retail Store Expenses	10,146
Sales & Use Tax	145,000
Administrative fees	0
Creditors administrative fee	5,000
Total Cash Payments	853,622
Net Cash In/(Burn)	(\$101,857)
Credit Line Availability	1,967,472
Loan Balance	1,492,739
Remaining Credit Line Available	\$474,733
Roll forward B/S cash (beg of wk)	276,385
Credit line change	(7,261)
+/- Cash Flow	(101,857)
End of wk B/S cash fctst	167,267

**Memo:**

1. Ending inventory 5,024,323
2. Inventory @ retail (60.3% mark-up) 12,761,358
3. Orderly liquidation @35% of retail 4,485,461
4. Wachovia collateral inventory equity 2,992,723
5. A/R Equity value 358,592
6. Other estimated collateral (F&E, equip, etc.) 300,000
7. Wachovia total collateral equity (4+5+6) 3,651,315