

**United States Bankruptcy Court
District of Minnesota**

In re Petters Company, Inc.
Debtor

Case No. 08-45257 (GFK)
Chapter 11

SUMMARY OF SCHEDULES

Indicate as to each schedule whether that schedule is attached and state the number of pages in each. Report the totals from Schedules A, B, D, E, F, I, and J in the boxes provided. Add the amounts from Schedules A and B to determine the total amount of the debtor's assets. Add the amounts of all claims from Schedules D, E, and F to determine the total amount of the debtor's liabilities. Individual debtors also must complete the "Statistical Summary of Certain Liabilities and Related Data" if they file a case under chapter 7, 11, or 13.

NAME OF SCHEDULE	ATTACHED (YES/NO)	NO. OF SHEETS	ASSETS	LIABILITIES	OTHER
A - Real Property	YES	1	\$ 0.00		
B - Personal Property	YES	8	\$ 35,365,739.02		
C - Property Claimed as Exempt	NO				
D - Creditors Holding Secured Claims	YES	1		\$ 0.00	
E - Creditors Holding Unsecured Priority Claims (Total of Claims on Schedule E)	YES	2		\$ 8,033.41	
F - Creditors Holding Unsecured Nonpriority Claims	YES	8		\$ 2,025,606,001.67	
G - Executory Contracts and Unexpired Leases	YES	1			
H - Codebtors	YES	1			
I - Current Income of Individual Debtor(s)	NO	0			\$
J - Current Expenditures of Individual Debtor(s)	NO	0			\$
TOTAL		22	\$ 35,365,739.02	\$ 2,025,614,035.08	

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(If known)

SCHEDULE A - REAL PROPERTY

DESCRIPTION AND LOCATION OF PROPERTY	NATURE OF DEBTOR'S INTEREST IN PROPERTY	HUSBAND, WIFE, JOINT OR COMMUNITY	CURRENT VALUE OF DEBTOR'S INTEREST IN PROPERTY, WITHOUT DEDUCTING ANY SECURED CLAIM OR EXEMPTION	AMOUNT OF SECURED CLAIM
Total			0.00	

(Report also on Summary of Schedules.)

In re Petters Company, Inc.

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(If known)

SCHEDULE B - PERSONAL PROPERTY

TYPE OF PROPERTY	NONE	DESCRIPTION AND LOCATION OF PROPERTY	HUSBAND, WIFE, JOINT OR COMMUNITY	CURRENT VALUE OF DEBTOR'S INTEREST IN PROPERTY, WITHOUT DEDUCTING ANY SECURED CLAIM OR EXEMPTION
1. Cash on hand	X			
2. Checking, savings or other financial accounts, certificates of deposit, or shares in banks, savings and loan, thrift, building and loan, and homestead associations, or credit unions, brokerage houses, or cooperatives.		Business Checking account at Crown Bank #1102227 (Payroll Account).		10,284.76
Checking, savings or other financial accounts, certificates of deposit, or shares in banks, savings and loan, thrift, building and loan, and homestead associations, or credit unions, brokerage houses, or cooperatives.		Business Checking account at M&I Bank # 1959018 (operating account)		9,749.04
3. Security deposits with public utilities, telephone companies, landlords, and others.	X			
4. Household goods and furnishings, including audio, video, and computer equipment.	X			
5. Books, pictures and other art objects, antiques, stamp, coin, record, tape, compact disc, and other collections or collectibles.	X			
6. Wearing apparel.	X			
7. Furs and jewelry.	X			
8. Firearms and sports, photographic, and other hobby equipment.	X			
9. Interests in insurance policies. Name insurance company of each policy and itemize surrender or refund value of each.		Indianapolis Life Insurance Co (universal life policy # B05003367; face value \$2 million; Insured is Thomas J. Petters; cash value, if any, is unknown)		unknown
Interests in insurance policies. Name insurance company of each policy and itemize surrender or refund value of each.		Indianapolis Life Insurance Co (universal life policy B05005420; face value \$2 million; Insured is Thomas J. Petters, cash value,if any, is unknown)		unknown
Interests in insurance policies. Name insurance company of each policy and itemize surrender or refund value of each.		Indianapolis Life Insurance Co. (10-yr level term; Policy # 100051331; Insured is Thomas J. Petters; face value \$24 million)		unknown
Interests in insurance policies. Name insurance company of each policy and itemize surrender or refund value of each.		Indianapolis Life Insurance Co. (10-yr level term; Policy # 100053597; Insured is Thomas J. Petters; face value \$25 million)		unknown
Interests in insurance policies. Name insurance company of each policy and itemize surrender or refund value of each.		Prudential Life Insurance Co. (10-year term policy; Policy # 77-868-552; Insured is Thomas J. Petters; Face value \$5 million)		unknown
Interests in insurance policies. Name insurance company of each policy and itemize surrender or refund value of each.		Prudential Life Insurance Co. (annual renewable term policy, Policy # 77-826-024; Insured is Thomas J. Petters, face value \$5 million)		unknown

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SCHEDULE B - PERSONAL PROPERTY

(Continuation Sheet)

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10. Annuities. Itemize and name each issuer.	X			
11. Interests in an education IRA as defined in 26 U.S.C. § 530(b)(1) or under a qualified State tuition plan as defined in 26 U.S.C. § 529(b)(1). Give particulars. (File separately the record(s) of any such interest(s). 11 U.S.C. § 521(c).)	X			
12. Interests in IRA, ERISA, Keogh, or other pension or profit sharing plans. Give particulars.	X			
13. Stock and interests in incorporated and unincorporated businesses. Itemize.		As a result of a stock dividend from Entrepreneur's Place, Inc, Debtor owns and controls 125,000 shares of epShops, Inc., whose purpose is to launch retail websites. (Cost basis of debtor's investment is \$0.00)		unknown
Stock and interests in incorporated and unincorporated businesses. Itemize.		Debtor owns and controls 100% of the membership interests in Petters VB LLC. Petters VB, LLC holds patent in light and laser beam technology, which was licensed to Advanced Laser Technologies, Inc. in March, 2007. Debtor received royalty payment of \$50,000 in 2007 but has not received any such payments in 2008.		unknown
Stock and interests in incorporated and unincorporated businesses. Itemize.		Debtor owns and controls 100% of the membership interests in Regal Investors, LLC.		unknown
Stock and interests in incorporated and unincorporated businesses. Itemize.		Debtor owns and controls 100% of the membership interests in SPF Funding, LLC. SPF Funding filed a Ch. 11 Bankruptcy petition 10/15/2008, Case No. 08-45328.		unknown
Stock and interests in incorporated and unincorporated businesses. Itemize.		Debtor owns and controls 100% of the membership interests of Thousand Lakes, LLC. Thousand Lakes filed a Ch. 11 Bankruptcy petition 10/15/2008, Case No. 08-45327.		unknown
Stock and interests in incorporated and unincorporated businesses. Itemize.		Debtor owns and controls 100% of the membership interests in PC Funding, LLC. PC Funding filed a Ch. 11 Bankruptcy petition on October 15, 2008, Case No. 08-45326.		unknown
Stock and interests in incorporated and unincorporated businesses. Itemize.		Debtor owns and controls 100% of the membership interest in Edge One, LLC. Edge One filed Ch. 11 Bankruptcy Petition on October 15, 2008, Case No. 08-45330.		unknown
Stock and interests in incorporated and unincorporated businesses. Itemize.		Debtor owns and controls 100% of the membership interests in PAC Funding LLC. PAC Funding filed a Ch. 11 Bankruptcy petition on October 15, 2008, Case No. 08-45371.		unknown

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13. Stock and interests in incorporated and unincorporated businesses. Itemize.		Debtor owns and controls 100% of the shares of MGC Finance, Inc. MGC Finance filed a Ch. 11 Bankruptcy petition on Oct. 15, 2008, Case No. 08-45331.		unknown
Stock and interests in incorporated and unincorporated businesses. Itemize.		Debtor owns and controls 250,000 shares of Entrepreneur's Place, Inc., a non-affiliated entity which is an on-line business community that provides tools, education, information and resources for entrepreneurs. (cost basis \$250,000)		Unknown
Stock and interests in incorporated and unincorporated businesses. Itemize.		Debtor owns and controls 36.71% of the shares of Petters Warehouse Direct, Inc., a retail liquidation entity that is in the process of liquidating assets and winding down operations.		unknown
Stock and interests in incorporated and unincorporated businesses. Itemize.		Debtor owns and controls 55% of the membership interest in Central American Holdings, LLC.		Unknown
Stock and interests in incorporated and unincorporated businesses. Itemize.		Debtor owns and controls 98% of the membership interests in FAC Acquisition, LLC which was used to acquire select assets of Fingerhut and such assets have been liquidated.		unknown
Stock and interests in incorporated and unincorporated businesses. Itemize.		Debtor's record indicate an investment in an ethanol plant, but Debtors have been unable to locate any records to identify or determine the nature of its investment in the ethanol plant. Cost basis of investment was \$250,000.		unknown
14. Interests in partnerships or joint ventures. Itemize.	X			
15. Government and corporate bonds and other negotiable and nonnegotiable instruments.	X			
16. Accounts receivable.		Accounts receivable due from employees for personal expenses of the employee incurred by the company.		21,954.00
Accounts receivable.		Accounts Receivable from Metro Gem, Inc. in the amount of \$175,088,188. The assets of Metro Gem, Inc. have been seized by the United States in the case United States v. Petters, et. al., 08-CV-5348. The likelihood of collecting this receivable is questionable, and debtor estimates its value at \$0.00. Debtor's records also indicate a payable to this entity on Schedule F.		unknown
Accounts receivable.		Debtor owns and controls 100% of the shares of PL Ltd., Inc. PL Ltd. filed a Ch. 11 Bankruptcy petition on 10/15/2008, Case No. 08-45329.		unknown

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16. Accounts receivable.		Inter-Company Accounts Receivable. Debtor's records indicate a balance due from affiliated entities of \$329,716. This balance is primarily for travel costs billed to Petters Company Inc. that have been allocated to individual affiliated Petters companies. However, due to the ongoing investigation, the likelihood of collecting these receivables has been called into question, and its current value is unknown.		unknown
17. Alimony, maintenance, support, and property settlements to which the debtor is or may be entitled. Give particulars.	X			
18. Other liquidated debts owed to debtor including tax refunds. Give particulars.		Inter-Company Note from Central American Holdings, LLC.		16,048,249.00
Other liquidated debts owed to debtor including tax refunds. Give particulars.		Inter-Company Note from FAC Acquisition, LLC in the amount of \$19,901,709. This affiliated entity is believed to have no assets.		0.00
Other liquidated debts owed to debtor including tax refunds. Give particulars.		Inter-Company note from MGC Finance in the amount of \$11,082,864. MGC Finance filed Ch. 11 bankruptcy petition Oct. 15, 2008, Case No. 08-45331 and Debtor does not anticipate being able to collect this receivable and estimates its current value at \$0.00.		0.00
Other liquidated debts owed to debtor including tax refunds. Give particulars.		Inter-Company Note from Petters Aircraft Leasing, LLC in the amount of \$1,200,000. As an affiliated entity, and the bankruptcy filings of MN Airlines, LLC (No. 08-35197; Minnesota Airline Holdings, Inc., No. 08-35198; Elite Landings, LLC, No. 08-45210; and Petters Aviation, LLC, No. 08-45136), the likelihood of collecting on this note has been called into question, and Debtor is unable to estimate its current value.		unknown
Other liquidated debts owed to debtor including tax refunds. Give particulars.		Inter-Company note from Petters Aviation, LLC. in the amount of \$4,310,933. Petters Aviation has filed a Ch. 11 case, No. 08-45136. Therefore, the likelihood of collecting on this note has been called into question, and Debtor is unable to estimate its current value.		unknown
Other liquidated debts owed to debtor including tax refunds. Give particulars.		Inter-Company Note from Petters Capital, LLC in the amount of \$109,805,182. As an affiliated entity, however, the likelihood of collecting on this note has been called into question, and Debtor is unable to estimate its current value.		unknown

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18. Other liquidated debts owed to debtor including tax refunds. Give particulars.		Inter-Company note from Petters Company, LLC in the amount of \$51,251,300. As an affiliated entity, however, the likelihood of collecting on this note has been called into question, and Debtor is unable to estimate its current value.		unknown
Other liquidated debts owed to debtor including tax refunds. Give particulars.		Inter-Company Note from Petters Fashion Group, a/k/a 2 J Group, in the amount of \$26,021,970. Note went into default and Debtor foreclosed, receiving all assets of Petters Fashion Group. Such assets were transferred to Petters Group Worldwide, LLC and were invested in Aaron Chang Lifestyle Brand.		0.00
Other liquidated debts owed to debtor including tax refunds. Give particulars.		Inter-Company note from Petters VB, LLC in the amount of \$10,468,819. As an affiliated entity, however, the likelihood of collecting on this note has been called into question, and Debtor is unable to estimate its current value.		Unknown
Other liquidated debts owed to debtor including tax refunds. Give particulars.		Inter-Company Note from Petters Warehouse Direct, Inc. in the amount of \$708,607. As an affiliated entity, however, the likelihood of collecting on this note has been called into question, and Debtor is unable to estimate its current value.		unknown
Other liquidated debts owed to debtor including tax refunds. Give particulars.		Inter-Company Note from PL Ltd, Inc. in the amount of \$5,211,889. As an affiliated entity, however, the likelihood of collecting on this note has been called into question, and Debtor is unable to estimate its current value.		unknown
Other liquidated debts owed to debtor including tax refunds. Give particulars.		Inter-Company note from Polaroid Consumer Electronics, f/k/a Petters Consumer Brands in the amount of \$5,465,040.		unknown
Other liquidated debts owed to debtor including tax refunds. Give particulars.		Inter-Company note from Polaroid Consumer Electronics and Thomas J. Petters in the amount of \$10,000,000.		unknown
Other liquidated debts owed to debtor including tax refunds. Give particulars.		Inter-Company Note from Polaroid in the amount of \$27,554,781		unknown
Other liquidated debts owed to debtor including tax refunds. Give particulars.		Inter-Company Note from Rainmaker Tribal Services, LLC in the amount of \$85,000. As an affiliated entity, however, the likelihood of collecting on this note has been called into question, and Debtor is unable to estimate its current value.		unknown

