

**UNITED STATES BANKRUPTCY COURT  
DISTRICT OF DELAWARE**

In re RathGibson, Inc. et al

Case No. 09-12452 (CSS)

Reporting Period: January 31, 2010

**MONTHLY OPERATING REPORT**

File with Court and submit copy to United States Trustee within 20 days after end of month.

Submit copy of report to any official committee appointed in the case.

<b>REQUIRED DOCUMENTS</b>	<b>Form No.</b>	<b>Document Attached</b>	<b>Explanation Attached</b>	<b>Affidavit/Supplement Attached</b>
Schedule of Cash Receipts and Disbursements	MOR-1	X		
Bank Reconciliation (or copies of debtor's bank reconciliations)	MOR-1a	X		
Schedule of Professional Fees Paid	MOR-1b	X		
Copies of bank statements				
Cash disbursement journals				
Statement of Operations	MOR-2	X		
Balance Sheet	MOR-3	X		
Status of Postpetition Taxes	MOR-4	X		
Copies of IRS Form 6123 or payment receipt				
Copies of tax returns filed during reporting period				
Summary of Unpaid Postpetition Debts	MOR-4	X		
Listing of aged accounts payable	MOR-4	X		
Accounts Receivable Reconciliation and Aging	MOR-5	X		
Debtor Questionnaire	MOR-5	X		

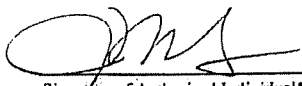
I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the attached documents are true and correct to the best of my knowledge and belief.

\_\_\_\_\_  
Signature of Debtor

\_\_\_\_\_  
Date

\_\_\_\_\_  
Signature of Joint Debtor

\_\_\_\_\_  
Date

  
\_\_\_\_\_  
Signature of Authorized Individual\*

2/19/10  
\_\_\_\_\_  
Date

\_\_\_\_\_  
Printed Name of Authorized Individual

\_\_\_\_\_  
Title of Authorized Individual

\*Authorized individual must be an officer, Director, or shareholder if debtor is a corporation; a partner if debtor is a partnership; a manager or member if debtor is a limited liability company

In re RathGibson, Inc. et al., Case No. 09-12452(CSS)  
Reporting Period: January 1, 2010 - January 31, 2010

## **NOTES TO THE MONTHLY OPERATING REPORT**

This Monthly Operating Report contains financial information that has been prepared by the Debtors' management and has not been audited or reviewed by independent registered public accountants. The financial information in the Monthly Operating Report has been prepared using standards consistent with generally accepted accounting principles and may be subject to future reconciliations and adjustments. Accordingly, the Monthly Operating Report does not include all of the information, eliminations and footnotes required by generally accepted accounting principles in the United States for complete financial statements. The financial information included herein reflects all adjustments (consisting only of normal recurring adjustments, except as noted elsewhere in the notes to financial statements), which, in the opinion of management, are necessary for a fair presentation of the results for interim periods.

While management of the Debtors has made every effort to ensure that the Monthly Operating Report is accurate and complete based on the information that was available at the time of preparation, inadvertent errors or omissions may exist and the subsequent receipt of information may result in material changes in the data contained in the Monthly Operating Report that would warrant amendment of the same. The Debtors reserve the right to amend the Monthly Operating Report as necessary or appropriate and expect to do so as new or additional information becomes available.

These financial statements are prepared for the sole purpose of meeting the Operational Guidelines with respect to debtor in possession companies as required by the Office of the United States Trustee.

The Debtors reserve the right to dispute, or assert offsets or defense to, any claim, including income taxes payable and income tax refunds, reflected on the Monthly Operating Report and any previous Monthly Operating Report as to amount, liability or classification.

RathGibson, Inc.  
 Cash Receipts & Disbursements  
 January 1, 2010 through January 31, 2010  
 (USD thousands)

	RathGibson	Greenville	Total
<b>RECEIPTS</b>			
Receipts	\$ 12,250	\$ 2,240	\$ 14,490
Wires - in	-	-	-
Tax refunds	-	-	-
Other	1,028	-	1,028
<b>Total Receipts</b>	<b>13,278</b>	<b>2,240</b>	<b>15,518</b>
<b>Expenses</b>			
<b>Trade Payables</b>			
Metal Vendors	7,840	478	8,318
Freight Vendors	373	19	392
Industrial Gas Vendors	166	18	184
Other Vendors	430	-	430
Subtotal Trade Payables	8,809	515	9,324
Utilities	235	59	295
Rent	371	9	380
Employee Benefits	578	19	597
Insurance	67	-	67
Taxes	94	-	94
Payroll and Payroll Taxes	1,848	406	2,254
Capital Expenditures	13	6	19
Professional Fees (Ordinary Course)	34	-	34
Legal Fees - Union Discussions	-	-	-
Interests/Bank Fees	7	5	12
Misc.	578	120	698
<b>Chapter 11 Related</b>			
Professional Fees	143	-	143
Admin Claims	-	-	-
DIP Interest/Fees	700	-	700
Cure Payments/Claim Amounts	-	-	-
Other	-	-	-
<b>Total Expenses</b>	<b>\$ 13,478</b>	<b>\$ 1,139</b>	<b>\$ 14,617</b>

In re RathGibson, Inc. et al.  
Debtor

Case No. 09-12452 (CSS)

Reporting Period: January 31, 2010

Bank Name	Bank Account #	GL Balance	Deposits in Transit	Outstanding Checks	Transfers	Other	Bank Balance
<b>RathGibson, Inc.</b>							
<u>Janesville</u>							
Wells Fargo Bank, N.A.	0531	\$ 7,313,381	\$ -	\$ -	\$ -	-	\$ 7,313,381
Wells Fargo Bank, N.A.	6662	1,644,675	-	-	-	-	1,644,675
Wells Fargo Bank, N.A.	1280	143,590	-	-	-	-	143,590
Bank of China	1001	-	-	-	-	11,399	11,399
<u>North Branch</u>							
PNC Bank	6805	1,130	-	-	-	-	1,130
<u>Marreiro</u>							
JP Morgan Chase	7806	9,608,842	-	133,028	-	-	9,741,870
JP Morgan Chase	7814	10,003,310	-	-	-	-	10,003,310
<b>Greenville Tube Company</b>							
Bank of America	5347	5,522,696	#####	163,362	(4,958,315)	202	350,260
Bank of America	0826	-	-	-	4,958,315	-	4,958,315
First Security Bank	1774	4,709	-	-	-	-	4,709
<b>RG Tube Holdings LLC</b>							
Wells Fargo Bank, N.A.	5578	720,216	-	-	-	-	720,216
<b>Total</b>		<b>\$ 34,962,549</b>					<b>\$ 34,892,855</b>

FORM MOR-1a

In re RuthGibson, Inc. et al  
Debtor

Case No. 09-12452 (CSS)  
Reporting Period:

January 31, 2010

**SCHEDULE OF PROFESSIONAL FEES AND EXPENSES PAID**

This schedule is to include all retained professional payments from case inception to current month.

Payee	Period Covered	Amount Approved	Payor	Check Number	Check Date	Check Amount	Check Type	Check Status	Check Date	Check Amount	Check Type	Check Status	Check Date	Check Amount	Check Type	Check Status
Stroock & Stroock & Lavan LLP	6/22/09-7/31/09	\$ 369,885.57	RuthGibson, Inc.	172679	8/14/2009	\$ 363,440.46	Wire			\$ 363,440.46	Wire			\$ 6,445.11	Wire	
The Garden City Group, Inc.	7/13/09-7/31/09	\$ 66,668.29	RuthGibson, Inc.	172679	8/14/2009	\$ 64,019.09	Wire			\$ 64,019.09	Wire			\$ 2,649.20	Wire	
Stroock & Stroock & Lavan LLP	7/14/09-9/9/09	\$ 169,381.18	RuthGibson, Inc.		9/14/2009	\$ 168,954.50	Wire			\$ 168,954.50	Wire			\$ 426.68	Wire	
Stroock & Stroock & Lavan LLP	7/14/09-9/9/09	\$ 97,623.34	RuthGibson, Inc.		9/14/2009	\$ 95,941.50	Wire			\$ 95,941.50	Wire			\$ 1,681.84	Wire	
The Garden City Group, Inc.	9/21/09	\$ 8,274.75	RuthGibson, Inc.		9/22/2009	\$ 8,274.75	Wire			\$ 8,274.75	Wire			\$ -	Wire	
The Garden City Group, Inc.	8/1/09-8/31/09	\$ 90,600.71	RuthGibson, Inc.		9/28/2009	\$ 86,874.68	Wire			\$ 86,874.68	Wire			\$ 3,726.03	Wire	
The Garden City Group, Inc.	9/1/09-9/30/09	\$ 76,139.44	RuthGibson, Inc.		10/16/2009	\$ 68,622.21	Wire			\$ 68,622.21	Wire			\$ 7,517.23	Wire	
Ottelburg, Steindler, Houston & Rosen, P.C.	8/1/09-8/31/09	\$ 252,042.90	RuthGibson, Inc.		10/30/2009	\$ 252,105.30	Wire			\$ 252,105.30	Wire			\$ 2,937.70	Wire	
Huron Consulting Group	7/23/09-8/31/09	\$ 155,840.10	RuthGibson, Inc.		10/30/2009	\$ 154,838.71	Wire			\$ 154,838.71	Wire			\$ 1,001.39	Wire	
Dave Pudelsky	8/1/09-8/31/09	\$ 155.29	RuthGibson, Inc.	173844	10/30/2009	\$ -	Wire			\$ 155.29	Wire			\$ -	Wire	
ECCO Management LP	8/1/09-8/31/09	\$ 640.00	RuthGibson, Inc.	173847	10/30/2009	\$ -	Wire			\$ 640.00	Wire			\$ -	Wire	
Willkie Farr & Gallagher LLP	7/13/09-8/31/09	\$ 369,562.89	RuthGibson, Inc.		11/6/2009	\$ 360,611.20	Wire			\$ 360,611.20	Wire			\$ 8,951.69	Wire	
Young Conway Sturgatt & Taylor, LLP	7/13/09-7/31/09	\$ 40,183.92	RuthGibson, Inc.		11/6/2009	\$ 43,409.60	Wire			\$ 43,409.60	Wire			\$ 3,225.90	Wire	
Ottelburg, Steindler, Houston & Rosen, P.C.	9/1/09-9/30/09	\$ 96,115.30	RuthGibson, Inc.		11/20/2009	\$ 88,379.20	Wire			\$ 88,379.20	Wire			\$ 7,736.10	Wire	
The Garden City Group, Inc.	10/1/09-10/31/09	\$ 35,115.30	RuthGibson, Inc.		11/20/2009	\$ 34,707.81	Wire			\$ 34,707.81	Wire			\$ 409.49	Wire	
Huron Consulting Group	9/1/09-9/30/09	\$ 110,252.33	RuthGibson, Inc.		11/20/2009	\$ 109,333.34	Wire			\$ 109,333.34	Wire			\$ 918.99	Wire	
Willkie Farr & Gallagher LLP	9/1/09-9/30/09	\$ 193,395.00	RuthGibson, Inc.		12/4/2009	\$ 182,740.00	Wire			\$ 182,740.00	Wire			\$ 11,655.00	Wire	
Mesirov Financial Consulting, LLC	7/13/09-8/31/09	\$ 42,842.86	RuthGibson, Inc.		12/4/2009	\$ 39,675.20	Wire			\$ 39,675.20	Wire			\$ 3,167.66	Wire	
Jefferies & Company, Inc.	7/13/09-8/31/09	\$ 15,545.30	RuthGibson, Inc.		12/4/2009	\$ 13,354.84	Wire			\$ 13,354.84	Wire			\$ 2,190.46	Wire	
Young Conway Sturgatt & Taylor, LLP	8/1/09-8/31/09	\$ 22,023.84	RuthGibson, Inc.		12/4/2009	\$ 18,920.80	Wire			\$ 18,920.80	Wire			\$ 3,103.04	Wire	
Young Conway Sturgatt & Taylor, LLP	9/1/09-9/30/09	\$ 21,389.33	RuthGibson, Inc.		12/4/2009	\$ 22,961.20	Wire			\$ 22,961.20	Wire			\$ 1,571.97	Wire	
Pepper Hamilton LLP	7/22/09-8/31/09	\$ 13,479.13	RuthGibson, Inc.	174600	12/4/2009	\$ 13,318.80	Wire			\$ 13,318.80	Wire			\$ 160.33	Wire	
Willkie Farr & Gallagher LLP	9/1/09-9/30/09	\$ 257,486.25	RuthGibson, Inc.		12/4/2009	\$ 254,297.20	Wire			\$ 254,297.20	Wire			\$ 3,189.05	Wire	
Young Conway Sturgatt & Taylor, LLP	10/1/09-10/31/09	\$ 231,309.52	RuthGibson, Inc.		12/18/2009	\$ 231,309.52	Wire			\$ 231,309.52	Wire			\$ -	Wire	
Mesirov Financial Consulting, LLC	9/1/09-9/30/09	\$ 208,566.20	RuthGibson, Inc.		12/18/2009	\$ 188,971.20	Wire			\$ 188,971.20	Wire			\$ 19,595.00	Wire	
Mesirov Financial Consulting, LLC	10/1/09-10/31/09	\$ 48,485.60	RuthGibson, Inc.		12/18/2009	\$ 48,389.60	Wire			\$ 48,389.60	Wire			\$ 96.00	Wire	
Jefferies & Company, Inc.	9/1/09-9/30/09	\$ 122,977.55	RuthGibson, Inc.		12/18/2009	\$ 100,035.20	Wire			\$ 100,035.20	Wire			\$ 22,942.35	Wire	
Jefferies & Company, Inc.	10/1/09-10/31/09	\$ 94,838.71	RuthGibson, Inc.		12/18/2009	\$ 94,838.71	Wire			\$ 94,838.71	Wire			\$ -	Wire	
Young Conway Sturgatt & Taylor, LLP	10/1/09-10/31/09	\$ 13,560.84	RuthGibson, Inc.		12/18/2009	\$ 12,048.00	Wire			\$ 12,048.00	Wire			\$ 1,512.84	Wire	
Kelley Drye & Warren LLP	7/13/09-10/31/09	\$ 51,305.99	RuthGibson, Inc.		12/18/2009	\$ 28,513.40	Wire			\$ 28,513.40	Wire			\$ -	Wire	
Ottelburg, Steindler, Houston & Rosen, P.C.	10/1/09-10/31/09	\$ 12,790.62	RuthGibson, Inc.		12/18/2009	\$ 12,790.62	Wire			\$ 12,790.62	Wire			\$ -	Wire	
Ottelburg, Steindler, Houston & Rosen, P.C.	10/1/09-10/31/09	\$ 98,169.30	RuthGibson, Inc.		12/18/2009	\$ 98,169.30	Wire			\$ 98,169.30	Wire			\$ -	Wire	
Huron Consulting Group	10/1/09-10/31/09	\$ 86,043.01	RuthGibson, Inc.		12/18/2009	\$ 80,000.00	Wire			\$ 80,000.00	Wire			\$ 6,043.01	Wire	
Pepper Hamilton LLP	10/1/09-10/31/09	\$ 10,453.94	RuthGibson, Inc.		12/18/2009	\$ 9,900.80	Wire			\$ 9,900.80	Wire			\$ 553.14	Wire	
The Garden City Group, Inc.	11/1/09-11/30/09	\$ 16,067.58	RuthGibson, Inc.		12/18/2009	\$ 11,545.20	Wire			\$ 11,545.20	Wire			\$ -	Wire	
Ottelburg, Steindler, Houston & Rosen, P.C.	11/1/09-11/30/09	\$ 39,983.90	RuthGibson, Inc.		12/18/2009	\$ 39,770.40	Wire			\$ 39,770.40	Wire			\$ 213.50	Wire	
Huron Consulting Group	12/1/09-12/31/09	\$ 48,186.00	RuthGibson, Inc.		12/18/2009	\$ 48,186.00	Wire			\$ 48,186.00	Wire			\$ -	Wire	
The Garden City Group, Inc.	11/1/09-11/30/09	\$ 12,508.20	RuthGibson, Inc.		12/18/2009	\$ 12,508.20	Wire			\$ 12,508.20	Wire			\$ -	Wire	
Pepper Hamilton LLP	11/1/09-11/30/09	\$ 8,325.48	RuthGibson, Inc.		12/18/2009	\$ 8,012.00	Wire			\$ 8,012.00	Wire			\$ 313.48	Wire	

RG Tube Holdings LLC and Subsidiaries  
 Consolidating Income Statement  
 For The Month Ended January 31, 2010

	RuthGibson	Greenville	RGCH	RG Tube	Eliminations/ Releases	Consolidated Total
<b>NET SALES:</b>						
Gross sales	\$ (13,078,924)	\$ (2,095,698)	\$ -	\$ -	\$ 47,851	\$ (15,126,771)
Less returns & allowances	24,813	1,551	-	-	-	26,364
Net sales	(13,054,111)	(2,094,147)	-	-	47,851	(15,100,407)
<b>COST OF GOODS SOLD:</b>						
Material	10,076,544	1,654,507	-	-	(48,851)	11,682,200
Plant labor	777,915	321,716	-	-	-	1,099,631
Fixed overhead	1,228,013	92,421	-	-	-	1,320,434
Variable overhead	1,413,937	486,896	-	-	-	1,900,833
Total cost of goods sold	13,496,409	2,555,540	-	-	(48,851)	16,003,098
Gross profit	442,298	461,393	-	-	(1,000)	902,691
<b>OPERATING EXPENSES:</b>						
Selling, general and administrative	49,137,155	39,253,185	-	146	-	88,390,486
Amortization	(626,192)	(764,696)	-	-	-	(1,390,888)
Total operating expenses	48,510,963	38,488,489	-	146	-	86,999,598
(Income) loss from operations	48,933,261	38,949,882	-	146	(1,000)	87,902,289
<b>INTEREST EXPENSE, NET</b>	1,264,475	(52,382)	-	-	-	1,212,093
(Income) loss from income taxes	50,217,736	38,897,500	-	146	(1,000)	89,114,382
<b>INCOME TAX EXPENSE (BENEFIT):</b>						
Federal income tax	100,000	(100,000)	-	-	-	-
State income tax	(63,339)	-	-	-	(16,236)	(79,575)
Deferred income tax	(9,074,661)	(9,354,000)	-	-	16,236	(18,412,425)
Total income tax expense (benefit)	(9,038,000)	(9,454,000)	-	-	-	(18,492,000)
Net (income) loss	\$ 41,179,736	\$ 29,443,500	\$ -	\$ 146	\$ (1,000)	\$ 70,622,382

RG Tube Holdings LLC and Subsidiaries  
 Consolidating Income Statement  
 For The Month Ended January 31, 2010

	RathGibson	Greenville	RGCH	RG Tube	Eliminations/ Reclasses	Consolidated Total
<b>SUPPLEMENTAL DATA:</b>						
Depreciation expense:						
Depreciation expense - COGS	\$ 563,011	\$ 67,707	\$ -	\$ -	\$ -	\$ 630,718
Depreciation expense - SG&A	26,173	8,366	-	-	-	34,539
	\$ 589,184	\$ 76,073	\$ -	\$ -	\$ -	\$ 665,257
<b>Salaries and wages</b>						
Salaries and wages - COGS	\$ 930,392	\$ 399,599	\$ -	\$ -	\$ -	\$ 1,329,991
Salaries and wages - SG&A	286,962	(84,997)	-	-	-	201,965
	\$ 1,217,354	\$ 314,602	\$ -	\$ -	\$ -	\$ 1,531,956
<b>Management fees</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Exceptional items:</b>						
Inventory adjustments - purchase accounting - COGS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Write off of deferred financing costs - SG&A	-	-	-	-	-	-
Equity compensation expense - SG&A	-	-	-	-	-	-
Restructuring fees - SG&A	931,770	-	-	-	-	931,770
Goodwill and trademark impairment-SG&A	47,183,547	39,257,403	-	-	-	86,440,950
Other - SGA	8,333	-	-	-	-	8,333
	\$ 48,123,650	\$ 39,257,403	\$ -	\$ -	\$ -	\$ 87,381,053
<b>Adjusted EBITDA:</b>						
Net income (loss)	\$ (41,179,736)	\$ (29,443,500)	\$ -	\$ (146)	\$ 1,000	\$ (70,622,382)
Income tax expense (benefit)	(9,038,000)	(9,454,000)	-	-	-	(18,492,000)
Interest expense	1,264,475	(52,382)	-	-	-	1,212,093
Depreciation and amortization	(37,008)	(688,623)	-	-	-	(725,631)
EBITDA	(48,990,269)	(39,638,505)	-	(146)	1,000	(88,627,920)
Management fees	-	-	-	-	-	-
Exceptional items	48,123,650	39,257,403	-	-	-	87,381,053
Adjusted EBITDA	(866,619)	(381,102)	\$ -	(146)	\$ 1,000	(1,246,867)

RG Tube Holding LLC and Subsidiaries  
 Consolidating Balance Sheet  
 As of January 31, 2010

	RuthGibson	Greenville	RGCH	RG Tube	Eliminations/ Reclasses	Consolidated Total
<b>CURRENT ASSETS:</b>						
Cash	\$ 28,716,821	\$ 5,527,406	\$ -	\$ 720,217	\$ -	\$ 34,964,444
Accounts receivable, net	21,846,618	3,144,611	-	-	-	24,991,229
Accounts receivable	(246,700)	(73,048)	-	-	-	(319,748)
Less reserve for bad debts	21,599,918	3,071,563	-	-	-	24,671,481
Intercompany accounts and notes receivable	3,417	13,872,743	-	-	(13,876,160)	-
Inventories						
Raw materials	20,599,440	5,772,088	-	-	-	26,371,528
Work-in-process	3,227,774	339,074	-	-	-	3,566,848
Finished goods	10,194,625	22,678	-	-	(8,000)	10,209,303
	34,021,839	6,133,840	-	-	(8,000)	40,147,679
Prepaid expenses and other	3,135,032	229,358	-	-	(97,000)	3,267,390
Refundable income taxes	286,250	2,153,000	3,033,000	-	(4,565,467)	906,783
Deferred income taxes	3,229,000	257,000	-	-	-	3,486,000
Total current assets	90,992,277	31,244,910	3,033,000	720,217	(18,546,627)	107,443,777
<b>PROPERTY, PLANT AND EQUIPMENT, NET:</b>						
Land and land improvements	-	-	-	-	-	-
Buildings and structures	-	-	-	-	-	-
Leasehold improvements	2,141,213	350,109	-	-	-	2,491,322
Machinery and equipment	53,671,321	7,291,254	-	-	-	60,962,775
Office furniture and fixtures	1,248,686	345,176	-	-	-	1,593,862
Construction in progress	682,653	3,875	-	-	-	686,528
Property, plant and equipment, gross	57,744,073	7,990,414	-	-	-	65,734,487
Less accumulated depreciation	(16,100,271)	(1,869,562)	-	-	-	(17,969,833)
Property, plant and equipment, net	41,643,802	6,120,852	-	-	-	47,764,654
<b>OTHER ASSETS:</b>						
Goodwill	-	-	-	-	-	-
Intangible assets, net	62,531,401	5,502,196	-	-	-	68,033,597
Deferred financing costs and other	709,930	31,573	-	-	-	741,503
Deferred income taxes	-	-	12,097,000	-	(12,097,000)	-
Total other assets	63,241,331	5,533,769	12,097,000	-	(12,097,000)	68,775,100
<b>INTERCOMPANY INVESTMENTS</b>						
	89,142,000	-	214,559,751	106,045,063	(409,746,814)	-
Total assets	\$ 285,019,410	\$ 42,899,531	\$ 229,689,751	\$ 106,765,280	\$ (440,390,441)	\$ 223,983,531

RG Tube Holding LLC and Subsidiaries  
 Consolidating Balance Sheet  
 As of January 31, 2010

	Radt/Gibson	Greenville	RGCH	RG Tube	Eliminations/ Reclassifications	Consolidated Total
<b>CURRENT LIABILITIES:</b>						
Current installment of long-term debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
DIP facility	(80,000,000)	-	-	-	-	(80,000,000)
Accounts payable	(11,562,663)	(594,804)	-	-	-	(12,157,467)
Intercompany accounts and notes payable	(13,872,743)	(3,417)	(97,000)	-	13,973,160	-
Accrued expenses	-	-	-	-	-	-
Accrued compensation	(1,206,470)	(324,305)	-	-	-	(1,530,775)
Interest payable	(69,212)	(45,849)	-	-	-	(115,061)
Due to seller	-	-	-	-	-	-
Other accrued expenses	(9,008,520)	(324,871)	-	-	-	(9,333,391)
Income taxes payable	(10,284,202)	(695,025)	-	-	-	(10,979,227)
Deferred income taxes	(4,361,601)	(213,667)	(2,000)	(9,000)	4,583,703	(2,565)
Total current liabilities	(120,081,209)	(1,506,913)	(99,000)	(9,000)	18,556,863	(103,139,259)
<b>LIABILITIES SUBJECT TO COMPROMISE:</b>						
Pre-petition accounts payable	(1,647,556)	(304,876)	(61,750)	-	-	(2,014,182)
Pre-petition other accrued expenses	(1,058,999)	-	-	-	-	(1,058,999)
Interest payable	(9,250,000)	(2,900)	(4,108,796)	-	-	(13,361,696)
Bonds payable	(308,521,506)	-	-	-	-	(308,521,506)
ITB	-	(1,635,504)	-	-	-	(1,635,504)
PIK note payable	-	(148,064,724)	-	-	-	(148,064,724)
Total liabilities subject to compromise	(220,478,061)	(1,943,280)	(152,235,270)	-	-	(374,656,611)
<b>DEFERRED INCOME TAXES</b>	(11,417,339)	(1,304,000)	-	(15,000)	12,080,764	(655,575)
<b>MANDATORILY REDEEMABLE PREFERRED</b>	-	(2,100,000)	-	-	2,100,000	-
<b>STOCKHOLDERS' EQUITY</b>						
Common stock, A	(1)	(25)	(1)	-	27	-
Common stock, B	-	(1,015)	-	-	1,015	-
Unit interests	-	-	-	(106,718,921)	-	(106,718,921)
Additional paid-in capital	(214,559,750)	(87,040,960)	(106,045,063)	-	407,645,772	-
Retained earnings	200,758,393	20,346,062	19,642,192	(26,692)	(21,000)	240,740,955
Beginning of year	-	-	-	-	-	-
Dividends	-	-	-	-	-	-
Current year (income) loss	80,758,557	30,650,600	9,047,390	4,333	(15,000)	120,445,880
End of year	281,516,950	50,996,662	28,689,582	(22,359)	6,000	361,186,835
Total stockholders' equity	66,957,199	(36,045,338)	(77,355,481)	(106,741,280)	407,652,814	254,467,914
Total liabilities and stockholders' equity	(285,019,410)	(42,899,531)	(229,689,751)	(106,765,280)	440,390,441	(223,983,531)



In re RuthGibson, Inc. et al  
Debtor

Case No. 09-12452 (CSS)  
Reporting Period:

January 31, 2010

**ACCOUNTS RECEIVABLE RECONCILIATION AND AGING**

Accounts Receivable Reconciliation (in thousands)		Amount
Total Accounts Receivable at the beginning of the reporting period	\$	24,084.9
+ Amounts billed during the period		15,100.4
- Amounts collected during the period		(14,490.0)
+/- Change in collections unavailable to the company (float 1-2 days)		166.4
+/- Other		129.5
Total Accounts Receivable at the end of the reporting period	\$	24,991.2
Accounts Receivable Aging (in thousands)		Amount
Current	\$	16,271.3
1-30 days past due		7,225.3
31-60 days past due		1,150.1
61+days past due		344.5
Total Accounts Receivable		24,991.2
Amount considered uncollectible (Bad Debt)		(319.7)
Accounts Receivable (Net)	\$	24,671.5

**DEBTOR QUESTIONNAIRE**

Must be completed each month	Yes		No	
	Yes	No	Yes	No
1. Have any assets been sold or transferred outside the normal course of business this reporting period? If yes, provide an explanation below.				X
2. Have any funds been disbursed from any account other than a debtor in possession account this reporting period? If yes, provide an explanation below.				X
3. Have all postpetition tax returns been timely filed? If no, provide an explanation below.	X			
4. Are workers compensation, general liability and other necessary insurance coverages in effect? If no, provide an explanation below.	X			
5. Has any bank account been opened during the reporting period? If yes, provide documentation identifying the opened account(s). If an investment account had been opened provide the required documentation pursuant to the Delaware Local Rule 4001-2				X