ANACOMP, INC.

CONSOLIDATED BALANCE SHEET

(In thousands, except share amounts)

Assets	*June 30,* **2015**	September 30, **2014**
Current assets:		
Cash and cash equivalents	**$ 5,269**	**$ 4,776**
Accounts receivable, net of allowance for doubtful accounts of $0	**1,058**	**1,301**
Restricted short-term certificates of deposit	**300**	**300**
Prepaid expenses and other current assets	**188**	**133**
Total current assets	**6,815**	**6,510**
Property and equipment, net	**249**	**338**
Other assets	**42**	**42**
Pension assets	**5,703**	**5,385**
Total Assets	**$ 12,809**	**$ 12,275**
Liabilities and Stockholders' Deficit		
Current liabilities:		
Accounts payable	**40**	**91**
Accrued compensation, benefits and withholdings	**202**	**248**
Other accrued liabilities	**(41)**	**72**
Current portion of long-term promissory note, net of debt discount	**1,844**	**2,014**
Current portion of capital lease obligations	**26**	**99**
Total current liabilities	**2,071**	**2,524**
Capital lease obligations, less current portion	**-**	**9**
Long-term promissory note, net of debt discount	**-**	**511**
Pension obligation	**8,463**	**8,788**
Total Liabilities	**10,534**	**11,832**
Stockholders' Deficit:		
Common stock, $.000001 par value; 10,000,000 shares authorized; 3,702,510 shares issued and outstanding at December 31, 2013	**-**	**-**
Additional paid-in capital	**94,065**	**94,016**
Accumulated other comprehensive loss	**(1,382)**	**(2,025)**
Accumulated deficit	**(90,408)**	**(91,548)**
Total Stockholders' Deficit	**2,275**	**443**
Total Liabilities and Stockholders' Deficit	**$ 12,809**	**$ 12,275**

ANACOMP, INC.

CONSOLIDATED STATEMENT OF INCOME

(In thousands)

	Three Months Ended		Nine Months Ended	
	June 30, 2015	**June 30, 2014**	**June 30, 2015**	**June 30, 2014**
Revenues	**$ 2,502**	**$ 1,733**	**$ 7,653**	**$ 5,651**
Cost of revenues	**1,380**	**904**	**4,144**	**3,302**
Gross profit	**1,122**	**829**	**3,509**	**2,349**
Operating expenses:				
Selling, general and administrative	**817**	**577**	**2,305**	**1,731**
Restructuring charges				
Income from operations	**305**	**252**	**1,204**	**618**
Other income (expense):				
Interest income	**-**	**-**	**1**	**-**
Amortization of debt discount	**(21)**	**(27)**	**(64)**	**(83)**
Interest expense	**-**	**-**	**(2)**	**-**
Other expense, net	**-**	**-**	**-**	**-**
Income before income taxes	**284**	**225**	**1,139**	**535**
Income tax provision	**-**	**-**	**-**	**-**
Net income	**$ 284**	**$ 225**	**$ 1,139**	**$ 535**

ANACOMP, INC.

CONSOLIDATED STATEMENT OF CASH FLOWS

(In thousands)

	Three Months Ended		Nine Months Ended	
	June 30, 2015	**June 30, 2014**	**June 30, 2015**	**June 30, 2014**
Cash flows from operating activities:				
Net income	**$ 284**	**$ 225**	**$ 1,139**	**$ 535**
Adjustments to reconcile net income to net cash provided by operating activities:				
Depreciation and amortization	**51**	**(52)**	**150**	**58**
Amortization of debt discount	**21**	**(30)**	**64**	**26**
Stock-based compensation	**16**	**-**	**49**	
Recoveries of doubtful accounts	**-**	**-**	**-**	**-**
Loss on disposal of property and equipment	**-**	**-**	**-**	**-**
Change in assets and liabilities:	**-**	**-**	**-**	**-**
Accounts receivables	**790**	**94**	**243**	**(103)**
Restricted short-term certificates of deposit	**-**	**-**	**-**	**-**
Prepaid expenses and other assets	**(6)**	**158**	**(55)**	**188**
Accounts payable	**(61)**	**106**	**(51)**	**54**
Accrued compensation, benefits and withholdings	**13**	**(55)**	**(46)**	**(59)**
Other accrued liabilities	**(338)**	**(92)**	**(113)**	**(133)**
Net cash provided by operating activities	**770**	**354**	**1,380**	**566**
Cash flows from investing activities:				
Proceeds from sale of former divisions	**-**	**-**	**-**	**-**
Purchases of property and equipment	**(32)**	**(64)**	**(61)**	**(159)**
Net cash used in investing activities	**(32)**	**(64)**	**(61)**	**(159)**
Cash flows from financing activities:				
Principal payments on promissory note	**(470)**	**3**	**(745)**	**(433)**
Principal payments on capital lease obligations	**(28)**	**12**	**(82)**	**(52)**
Net cash used in financing activities	**(498)**	**15**	**(827)**	**(485)**
Effect of exchange rate changes on cash and cash equivalents	**-**	**1**	**-**	**1**
Increase in cash and cash equivalents	**239**	**305**	**492**	**(78)**
Cash and cash equivalents at beginning of year	**5,029**	**4,196**	**4,776**	**4,579**
Cash and cash equivalents at end of year	**$ 5,268**	**$ 4,502**	**$ 5,268**	**$ 4,502**