

UNITED STATES BANKRUPTCY COURT
DISTRICT OF Delaware

In re F-Squared Investment Management, LLC et al.Case No. 15-11469 (LSS)Reporting Period: October 1, 2015 through October 31, 2015**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.

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

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_____
/s/David N. Phelps_____
November 13, 2015_____
Signature of Authorized Individual*_____
Date_____
David N. Phelps_____
Chief Restructuring Officer_____
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.

F-SQUARED INVESTMENT MANAGEMENT, LLC AND SUBSIDIARIES

Case No. 15-11469 LSS

MOR -1

Reporting period: 10/1/15 - 10/31/15

Consolidating Schedules of Receipts and Disbursements

Operating Accounts		Case No. 15-11469 F-Squared Investment Management, LLC	Case No. 15-11470 F-Squared Investments, Inc	Case No. 15-11473 F-Squared Alternative Investments, LLC	Case No. 15-11475 F-Squared Institutional Advisors, LLC	Case No. 15-11474 F-Squared Solutions, LLC	Case No. 15-11471 F-Squared Retirement, LLC	Case No. 15-11476 F-Squared Capital, LLC	Case No. 15-11478 Active Index Solutions, LLC	Case No. 15-11477 Alphasector LLS GP1, LLC	TOTAL
Cash Receipts											
	Client payments	\$37,084.28	\$89,730.23					\$4,841.94			\$131,656.45
	Tax refund		\$900,542.15								\$900,542.15
	Cobra reimbursements		\$29,306.02								\$29,306.02
	Incubated strategy reduction										\$0.00
	Intercompany transfer	\$2,560,868.54	\$421,789.04					\$39,348.37			\$3,022,005.95
	Loan payment		\$1,454.05								\$1,454.05
	Other		\$821.35								\$821.35
	Sale Proceeds	\$25,000.00									\$25,000.00
Total Cash Receipts		\$2,622,952.82	\$1,443,642.84	\$0.00	\$0.00	\$0.00	\$0.00	\$44,190.31	\$0.00	\$0.00	\$4,110,785.97
Operating Disbursements											
	License fees & Commissions										\$0.00
	Employee Compensation		\$208,912.84								\$208,912.84
	Severance expense		\$0.00								\$0.00
	Vacation payout		\$0.00								\$0.00
	Employee Benefits including COBRA and 401k		\$22,041.36								\$22,041.36
	Data Subs, Licensing, and Research		\$60,314.05								\$60,314.05
	T&E Expense		\$932.98								\$932.98
	Public Relations Retainer		\$0.00								\$0.00
	Ordinary Course Professionals		\$38,978.03								\$38,978.03
	Consultants		\$0.00								\$0.00
	Accounting Fees		\$0.00								\$0.00
	Rent Expense		\$4,825.38								\$4,825.38
	Client Reimbursements		\$0.00					\$862.49			\$862.49
	Other Expenses and Contingencies		\$15,751.33								\$15,751.33
	Board Fees		\$52,445.65								\$52,445.65
	Voided checks		-\$327.76					-\$1,394.37			-\$1,722.13
	Intercompany transfers	\$2,519,689.97	\$141,477.44					\$360,898.54			\$3,022,065.95
Sub-Total Operating Disbursements		\$2,519,689.97	\$545,351.30	\$0.00	\$0.00	\$0.00	\$0.00	\$360,366.66	\$0.00	\$0.00	\$3,425,407.93
Restructuring											
	Restructuring Professionals		\$353,272.60								\$353,272.60
	US Trustee Fees	\$1,950.00	\$11,700.00								\$13,650.00
Sub-Total Restructuring		\$1,950.00	\$364,972.60	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$366,922.60
Total Disbursements		\$2,521,639.97	\$910,323.90	\$0.00	\$0.00	\$0.00	\$0.00	\$360,366.66	\$0.00	\$0.00	\$3,792,330.53
Beginning cash 10/1/2015		\$5,999,088.97	\$182,673.00	\$0.00	\$0.00	\$0.00	\$0.00	\$316,176.35	\$0.00	\$0.00	\$6,497,938.32
Ending Cash 10/31/2015		\$6,100,401.82	\$715,991.94	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$6,816,393.76
Total Disbursements		\$2,521,639.97	\$910,323.90	\$0.00	\$0.00	\$0.00	\$0.00	\$360,366.66	\$0.00	\$0.00	\$3,792,330.53
Less: Transfers to Debtor in Possession Accounts		-\$2,519,689.97	-\$141,477.44	\$0.00	\$0.00	\$0.00	\$0.00	-\$360,898.54	\$0.00	\$0.00	-\$3,022,065.95
Plus: Estate disbursements made by outside sources (escrow accounts)		\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Plus: Allocation of disbursements by entity for calculation of Trustee Fee only		\$502,248.24	-\$504,497.42	\$325.00	\$325.00	\$325.00	\$325.00	\$949.18	\$0.00	\$0.00	\$0.00
Total disbursements for calculating the US Trustee Quarterly Fees		\$504,198.24	\$264,349.04	\$325.00	\$325.00	\$325.00	\$325.00	\$417.30	\$0.00	\$0.00	\$770,264.58

F-Squared Investments Inc.
Folio House Account Bank Reconciliation
MOR-1a
Period ended October 31, 2015

Reconciliation Statement

Company: F-Squared Investments, Inc.

Case No. 15-11470

<u>Account #</u>	<u>Account</u>	<u>Date</u>	<u>G/L Balance</u>	<u>Bank Balance</u>	<u>Net Outstanding</u>
10050	Folio House Account	10/31/2015	0.03	0.03	0.00

F-Squared Investments Inc.
 People's Checking Account Bank Reconciliation
 MOR-1a
 Period ended October 31, 2015

Reconciliation Statement

Company: F-Squared Investments, Inc.
 Case No. 15-11470

<u>Account #</u>	<u>Account</u>	<u>Date</u>	<u>GL Balance</u>	<u>Bank Balance</u>	<u>Net Outstanding</u>
10090	People's Checking - INC	10/31/2015	0.00	30.00	(30.00)

<u>Mod.</u>	<u>Batch Nbr.</u>	<u>Tran. Type</u>	<u>Doc. Date</u>	<u>Ref. Nbr.</u>	<u>Ext. Ref.</u>	<u>Customer/Vendor</u>	<u>ID</u>	<u>Rec. Date</u>	<u>Rec. Nbr.</u>	<u>Receipt</u>	<u>Disbursement</u>
GL	044744	GL Entry	10/31/2015	044744		People's Bank Wire Fee					30.00
											30.00
										Difference:	(30.00)

F-Squared Investment Management, LLC
People's Checking Account Bank Reconciliation
MOR-1a
Period ended October 31, 2015

Reconciliation Statement

Company: F-Squared Investment Management, LLC

Case No. 15-11469

<u>Account #</u>	<u>Account</u>	<u>Date</u>	<u>G/L Balance</u>	<u>Bank Balance</u>	<u>Net Outstanding</u>
10100	People's Checking - LLC	10/31/2015	0.00	0.00	0.00

<u>Account #</u>	<u>Account</u>	<u>Date</u>	<u>GL Balance</u>	<u>Bank Balance</u>	<u>Net Outstanding</u>
10105	People's Checking - CAPLLC	10/31/2015	0.00	30.00	(30.00)

<u>Mod.</u>	<u>Batch Nbr.</u>	<u>Tran. Type</u>	<u>Doc. Date</u>	<u>Ref. Nbr.</u>	<u>Ext. Ref.</u>	<u>Customer/Vendor</u>	<u>ID</u>	<u>Disbursement</u>
GL	044746	GL Entry	10/31/2015	044746		People's Bank wire fee		30.00
								30.00
								Difference: (30.00)

F-Squared Investments, Inc.
People's Money Market Account Bank Reconciliation
MOR-1a
Period ended October 31, 2015

Reconciliation Statement

Company: F-Squared Investments, Inc.

Case No. 15-11470

<u>Account #</u>	<u>Account</u>	<u>Date</u>	<u>G/L Balance</u>	<u>Bank Balance</u>	<u>Net Outstanding</u>
10115	People's Money Market	10/31/2015	0.00	0.00	0.00

*** Restricted account back stopping irrevocable letter of credit cashed by John Hancock as security deposit on rejected non-residential real property lease.*

F-Squared Investments, Inc.
 Citizens Checking Account Bank Reconciliation
 MOR-1a
 Period ended October 31, 2015

Reconciliation Statement

Company: F-Squared Investments, Inc.
 Case No. 15-11470

<u>Account #</u>	<u>Account</u>	<u>Date</u>	<u>G/L Balance</u>	<u>Bank Balance</u>	<u>Net Outstanding</u>
10130	Citizens Checking Account	10/31/2015	715,991.94	729,765.79	(13,773.85)

<u>Mod.</u>	<u>Batch Nbr.</u>	<u>Tran. Type</u>	<u>Doc. Date</u>	<u>Ref. Nbr.</u>	<u>Ext. Ref.</u>	<u>Customer/Vendor</u>	<u>ID</u>	<u>Rec. Date</u>	<u>Rec. Nbr.</u>	<u>Receipt</u>	<u>Disbursement</u>
AP	044697	Check	10/28/2015	009033	1017	Omgeo LLC	OM7500				200.00
AP	044698	Check	10/28/2015	009034	1018	U.S. Trustee	US5500				11,700.00
AP	044699	Check	10/28/2015	009035	1019	Unum Life Insurance Company of America	UN6000				64.72
AP	044715	Check	10/29/2015	009053	1020	Alexandra Swirbalus	AL1000				1,809.13
											13,773.85
										Difference:	(13,773.85)

F-Squared Investment Management, LLC
People's Checking Account Bank Reconciliation
MOR-1a
Period ended October 31, 2015

Reconciliation Statement

Company: F-Squared Investment Management, LLC

Case No. 15-11469

<u>Account #</u>	<u>Account</u>	<u>Date</u>	<u>G/L Balance</u>	<u>Bank Balance</u>	<u>Net Outstanding</u>
10140	Citizens Checking Account - LLC	10/31/2015	6,100,401.82	6,100,401.82	0.00



F-SQUARED INVESTMENTS

To: United States Trustee

Re: Bank Account Attestation for F-Squared Investment, LLC and Subsidiaries as of October 31, 2015
Case No: 15-11469 LSS

I hereby attest to the following:

1. Bank statements for all of the accounts referenced below have been reconciled to the Debtor's books as of October 31, 2015:

Case No.	Debtor	Bank	Account Name	A/C #	Month End Book Balance	
15-11476	F-Squared Capital LLC	People's United Bank	Cash Management Checking	*0503	0.00	***
15-11470	F-Squared Investments, Inc.	People's United Bank	Business Money Market	*9385	0.00	*
15-11470	F-Squared Investments, Inc.	People's United Bank	Cash Management Checking	*0504	0.00	***
15-11470	F-Squared Investments, Inc.	People's United Bank	Cash Management Checking	*0502	0.00	***
15-11470	F-Squared Investments, Inc.	People's United Bank	Cash Management Checking	*0505	0.00	***
15-11470	F-Squared Investments, Inc.	Folio Institutional	House Account	*3006	0.03	
15-11470	F-Squared Investments, Inc.	Citizens Bank	Commercial Checking	*5743	715,991.94	
15-11469	F-Squared Investment Management, LLC	People's United Bank	Cash Management Checking	*0506	0.00	***
15-11469	F-Squared Investment Management, LLC	People's United Bank	Cash Management Checking	*0507	0.00	***
15-11469	F-Squared Investment Management, LLC	People's United Bank	Cash Management Checking	*0499	0.00	***
15-11469	F-Squared Investment Management, LLC	Citizens Bank	Commercial Checking	*6014	6,100,401.82	
15-11470	F-Squared Investments, Inc.	Charles Schwab	Seeded Investment Account	*6521	.06	
15-11470	F-Squared Investments, Inc.	Charles Schwab	Seeded Investment Account	*4491	.06	
15-11477	AlphaSector LLS GP 1, LLC	State Street Bank	State Street Bank	*4500	195,541.33	

The undersigned hereby certifies as to the accuracy of the information contained in this attestation.

F-Squared Investment Management, LLC and Subsidiaries

By: /s/David N. Phelps

Name: David N. Phelps

Title: Chief Restructuring Officer

**Restricted account back stopping irrevocable letter of credit cashed by John Hancock as security deposit on rejected non-residential real property lease.*

****Account closed with proceeds, if applicable, transferred to Citizens Bank.*

F-SQUARED INVESTMENT MANAGEMENT, LLC AND SUBSIDIARIES**Case No. 15-11469 LSS****MOR - 1b****Reporting period: 10/1/2015 - 10/31/2015**

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

Payee	Period Covered	Amount Covered	Payor	Debtor	Payment		Amount Paid		Year to Date	
					Number	Date	Fees	Expenses	Fees	Expenses
PL Advisors	8/1/2015 - 8/31/2015	\$43,997.79	F-squared Investments, Inc	F-squared Investment Management, LLC	ACH	8/17/2015	\$40,000.00	\$3,997.79		
PL Advisors	9/8/2015	\$48,791.41	Richards Layton & Finger, P.A.	F-squared Investment Management, LLC	Paid from Escrow	9/8/2015	\$48,791.41	\$0.00	\$88,791.41	\$3,997.79
Stillwater Advisory Group, LLC	7/8/2015 - 7/31/2015	\$76,351.31	F-squared Investments, Inc	F-squared Investment Management, LLC	Wire	8/14/2015	\$65,745.00	\$10,606.31		
Stillwater Advisory Group, LLC	8/1/2015 - 8/15/2015	\$42,494.61	F-squared Investments, Inc	F-squared Investment Management, LLC	Wire	8/20/2015	\$37,327.50	\$5,167.11		
Stillwater Advisory Group, LLC	8/16/2015-8/22/2015	\$21,856.60	F-squared Investments, Inc	F-squared Investment Management, LLC	Wire	9/3/2015	\$18,720.00	\$3,136.60		
Stillwater Advisory Group, LLC	8/23/2015-8/29/2015	\$21,865.71	F-squared Investments, Inc	F-squared Investment Management, LLC	Wire	9/3/2015	\$19,372.50	\$2,493.21		
Stillwater Advisory Group, LLC	8/31/2015-9/4/2015	\$23,777.33	F-squared Investments, Inc	F-squared Investment Management, LLC	Wire	9/15/2015	\$21,420.00	\$2,357.33		
Stillwater Advisory Group, LLC	9/6/2015-9/11/2015	\$20,935.89	F-squared Investments, Inc	F-squared Investment Management, LLC	Wire	9/21/2015	\$19,215.00	\$1,720.89		
Stillwater Advisory Group, LLC	9/21/2015-9/26/2015	\$20,198.53	F-squared Investments, Inc	F-squared Investment Management, LLC	Wire	10/7/2015	\$18,112.50	\$2,086.03		
Stillwater Advisory Group, LLC	9/28/2015-10/02/2015	\$16,013.80	F-squared Investments, Inc	F-squared Investment Management, LLC	Wire	10/8/2015	\$12,847.50	\$3,166.30		
Stillwater Advisory Group, LLC	10/04/2015-10/09/2015	\$14,745.49	F-squared Investments, Inc	F-squared Investment Management, LLC	Wire	10/15/2015	\$12,555.00	\$2,190.49		
Stillwater Advisory Group, LLC	10/12/2015-10/24/2015	\$25,201.97	F-squared Investments, Inc	F-squared Investment Management, LLC	Wire	10/29/2015	\$21,015.00	\$4,186.97	\$246,330.00	\$37,111.24
BMC Group, Inc.	7/8/2015-7/31/2015	\$56,369.09	F-squared Investments, Inc	F-squared Investment Management, LLC	ACH	9/3/2015	\$17,714.50	\$38,654.59		
BMC Group, Inc.	8/1/2015-8/31/2015	\$44,413.22	F-squared Investments, Inc	F-squared Investment Management, LLC	ACH	10/15/2015	\$16,494.50	\$27,918.72	\$34,209.00	\$66,573.31
Brown Rudnick LLP	7/8/2015-7/31/2015	\$51,682.92	F-squared Investments, Inc	F-squared Investment Management, LLC	Wire	9/23/2015	\$49,788.40	\$1,894.52		
Brown Rudnick LLP	8/1/2015-8/31/2015	\$76,306.18	F-squared Investments, Inc	F-squared Investment Management, LLC	Wire	10/29/2015	\$73,990.00	\$2,316.18	\$123,778.40	\$4,210.70
Richards, Layton & Finger, P.A.	7/8/2015-7/31/2015	\$142,225.79	F-squared Investments, Inc	F-squared Investment Management, LLC	ACH	10/7/2015	\$137,661.20	\$4,564.59	\$137,661.20	\$4,564.59
The Rosner Law Group, LLC	7/8/2015-8/31/2015	\$14,167.62	F-squared Investments, Inc	F-squared Investment Management, LLC	ACH	10/29/2015	\$12,962.00	\$1,205.62	\$12,962.00	\$1,205.62

Cash Disbursement Journal

Payer	Debtor	Ref. Nbr.	Status	Terms	Vendor Ref.	Date	Vendor Vendor Name	Branch	Currency	Original Amt.	Base Amt.
F-squared Investments, Inc	F-squared Investments, Inc	009010	Closed			10/2/2015	AD2000 ADP, Inc.	INC	USD	18.20	18.20
F-squared Investments, Inc	F-squared Investments, Inc	008998	Closed			10/2/2015	UP1000 UPS	INC	USD	6.67	6.67
F-squared Investments, Inc	F-Squared Capital, LLC	008999	Closed			10/2/2015	OM7500 Omgeo LLC	INC	USD	99.18	99.18
F-squared Investments, Inc	F-squared Investments, Inc	009000	Closed			10/7/2015	AN1000 Andrei Spassibojko	INC	USD	109.99	109.99
F-squared Investments, Inc	F-squared Investments, Inc	009002	Closed			10/7/2015	DE1000 Deborah Deskavich	INC	USD	122.22	122.22
F-squared Investments, Inc	F-squared Investments, Inc	009003	Closed			10/7/2015	MO2000 Morningstar Inc.	INC	USD	5,815.60	5,815.60
F-squared Investments, Inc	F-squared Investments, Inc	009004	Closed			10/7/2015	VA1000 Vadim Fishman	INC	USD	168.66	168.66
F-squared Investments, Inc	F-squared Investments, Inc	009005	Closed			10/7/2015	SU4000 Susan Murphy	INC	USD	187.04	187.04
F-squared Investments, Inc	F-squared Investment Management, LLC	009001	Closed			10/7/2015	BL1000 Bloomberg Finance LP	INC	USD	6,176.38	6,176.38
F-squared Investments, Inc	F-squared Investment Management, LLC	009006	Closed			10/7/2015	GO6000 Goulston & Storrs, PC	INC	USD	3,156.00	3,156.00
F-squared Investments, Inc	F-squared Investment Management, LLC	009011	Closed			10/7/2015	RI1200 Richards, Layton & Finger, P.A.	INC	USD	142,225.79	142,225.79
F-squared Investments, Inc	F-squared Investment Management, LLC	008995	Closed			10/7/2015	ST4100 Stillwater Advisory Group, LLC	INC	USD	20,198.53	20,198.53
F-squared Investments, Inc	F-squared Investment Management, LLC	008996	Closed			10/7/2015	HA4500 Hanson Bridgett LLP	INC	USD	13,814.00	13,814.00
F-squared Investments, Inc	F-squared Investment Management, LLC	009009	Closed			10/7/2015	GU4000 13 Guys Named Ed, LLC	INC	USD	21,836.80	21,836.80
F-Squared Capital, LLC	F-Squared Capital, LLC	009013	Closed			10/8/2015	CH5500 Charles Schwab & Co., Inc	INC	USD	862.49	862.49
F-squared Investments, Inc	F-squared Investments, Inc	009015	Closed			10/8/2015	CA7000 Capstone Insurance LLC	INC	USD	11,664.00	11,664.00
F-squared Investments, Inc	F-squared Investments, Inc	009019	Closed			10/8/2015	HS1000 The Bancorp Bank	INC	USD	1,250.00	1,250.00
F-squared Investments, Inc	F-squared Investments, Inc	009020	Closed			10/8/2015	ZA1000 Zachary Zeltsan	INC	USD	16.95	16.95
F-squared Investments, Inc	F-squared Investments, Inc	009012	Closed			10/8/2015	SA9800 Sanzone & McCarthy, LLP	INC	USD	438.75	438.75
F-squared Investments, Inc	F-squared Investments, Inc	009022	Closed			10/8/2015	IN9100 Interactive Data	INC	USD	345.94	345.94
F-squared Investments, Inc	F-squared Investments, Inc	044462	Closed			10/8/2015	AD2000 ADP, Inc.	INC	USD	49,074.68	49,074.68
F-squared Investments, Inc	F-squared Investments, Inc	044466	Closed			10/8/2015	AD2000 ADP, Inc.	INC	USD	264.22	264.22
F-squared Investments, Inc	F-squared Investments, Inc	044466	Closed			10/8/2015	AD2000 ADP, Inc.	INC	USD	36,750.07	36,750.07
F-squared Investments, Inc	F-squared Investment Management, LLC	009016	Closed			10/8/2015	LA4000 Laura Dagan	INC	USD	2,445.65	2,445.65
F-squared Investments, Inc	F-squared Investment Management, LLC	009017	Closed			10/8/2015	ST1300 Steve Ricci	INC	USD	25,000.00	25,000.00
F-squared Investments, Inc	F-squared Investment Management, LLC	009018	Closed			10/8/2015	TH2000 Thomas Mann	INC	USD	25,000.00	25,000.00
F-squared Investments, Inc	F-squared Investment Management, LLC	009021	Closed			10/8/2015	GI3000 Gibson, Dunn & Crutcher LLP	INC	USD	7,637.00	7,637.00
F-squared Investments, Inc	F-squared Investment Management, LLC	009014	Closed			10/8/2015	ST4100 Stillwater Advisory Group, LLC	INC	USD	16,013.80	16,013.80
F-squared Investments, Inc	F-squared Investment Management, LLC	009023	Closed			10/8/2015	RE6700 Regus Management Group	INC	USD	4,825.38	4,825.38
F-squared Investments, Inc	F-squared Investment Management, LLC	009024	Closed			10/8/2015	GU4000 13 Guys Named Ed, LLC	INC	USD	10,719.90	10,719.90
F-squared Investment Management, LLC	F-squared Investment Management, LLC	009025	Closed			10/15/2015	US5500 U.S. Trustee	INC	USD	1,950.00	1,950.00
F-squared Investments, Inc	F-squared Investments, Inc	009028	Closed			10/15/2015	BL2000 Blue Cross/Blue Shield of Mass	INC	USD	20,726.64	20,726.64
F-squared Investments, Inc	F-squared Investments, Inc	009026	Closed			10/15/2015	XP1000 Xpedite Systems, LLC	INC	USD	275.00	275.00
F-squared Investments, Inc	F-squared Investments, Inc	009030	Closed			10/15/2015	AM3300 Amazon Web Services , Inc.	INC	USD	110.10	110.10
F-squared Investments, Inc	F-squared Investment Management, LLC	009029	Closed			10/15/2015	GE3000 Gennari Aronson, LLP	INC	USD	11,235.53	11,235.53
F-squared Investments, Inc	F-squared Investment Management, LLC	009027	Closed			10/15/2015	ST4100 Stillwater Advisory Group, LLC	INC	USD	14,745.49	14,745.49
F-squared Investments, Inc	F-squared Investment Management, LLC	009031	Closed			10/15/2015	BM2000 BMC Group, Inc.	INC	USD	44,413.22	44,413.22
F-squared Investments, Inc	F-squared Investments, Inc	009032	Closed			10/16/2015	AD2000 ADP, Inc.	INC	USD	18.20	18.20
F-squared Investments, Inc	F-squared Investments, Inc	009059	Closed			10/16/2015	AD2000 ADP, Inc.	INC	USD	99.20	99.20
F-squared Investments, Inc	F-squared Investments, Inc	009052	Closed			10/16/2015	PE8000 People's United Bank	INC	USD	1,095.53	1,095.53
F-squared Investments, Inc	F-squared Investments, Inc	044632	Closed			10/22/2015	AD2000 ADP, Inc.	INC	USD	80,627.87	80,627.87
F-squared Investments, Inc	F-squared Investments, Inc	044633	Closed			10/22/2015	AD2000 ADP, Inc.	INC	USD	413.39	413.39
F-squared Investments, Inc	F-squared Investments, Inc	044633	Closed			10/22/2015	AD2000 ADP, Inc.	INC	USD	43,952.72	43,952.72
F-squared Investments, Inc	F-squared Investments, Inc	009051	Closed			10/23/2015	AD2000 ADP, Inc.	INC	USD	162.05	162.05
F-squared Investment Management, LLC	F-squared Investment Management, LLC	009038	Closed			10/28/2015	CI1000 Citizens Bank	INC	USD	123.69	123.69
F-squared Investments, Inc	F-squared Investments, Inc	009046	Closed			10/28/2015	AD2000 ADP, Inc.	INC	USD	12.16	12.16
F-squared Investments, Inc	F-squared Investments, Inc	009035	Closed			10/28/2015	UN6000 Unum Life Insurance Company of America	INC	USD	64.72	64.72
F-squared Investments, Inc	F-squared Investments, Inc	009063	Closed			10/28/2015	WI2500 William Thompson	INC	USD	19.91	19.91
F-squared Investments, Inc	F-Squared Investments, Inc	009034	Closed			10/28/2015	US5500 U.S. Trustee	INC	USD	9,750.00	9,750.00
F-squared Investments, Inc	F-Squared Capital, LLC	009033	Closed			10/28/2015	OM7500 Omgeo LLC	INC	USD	200.00	200.00
F-squared Investments, Inc	F-Squared Capital, LLC	009034	Closed			10/28/2015	US5500 U.S. Trustee	INC	USD	650.00	650.00
F-squared Investments, Inc	F-squared Investment Management, LLC	009044	Closed			10/28/2015	GU4000 13 Guys Named Ed, LLC	INC	USD	14,412.25	14,412.25
F-squared Investments, Inc	F-Squared Alternative Investments, LLC	009034	Closed			10/28/2015	US5500 U.S. Trustee	INC	USD	325.00	325.00
F-squared Investments, Inc	F-Squared Institutional Advisors	009034	Closed			10/28/2015	US5500 U.S. Trustee	INC	USD	325.00	325.00
F-squared Investments, Inc	F-Squared Solutions, LLC	009034	Closed			10/28/2015	US5500 U.S. Trustee	INC	USD	325.00	325.00
F-squared Investments, Inc	F-Squared Retirement, LLC	009034	Closed			10/28/2015	US5500 U.S. Trustee	INC	USD	325.00	325.00

Payer	Debtor	Ref. Nbr.	Status	Terms	Vendor Ref.	Date	Vendor Vendor Name	Branch	Currency	Original Amt.	Base Amt.
F-squared Investments, Inc	F-squared Investments, Inc	009058	Closed			10/29/2015	AD2000 ADP, Inc.	INC	USD	51.85	51.85
F-squared Investments, Inc	F-squared Investments, Inc	009053	Closed			10/29/2015	AL1000 Alexandra Swirbalus	INC	USD	1,809.13	1,809.13
F-squared Investments, Inc	F-squared Investments, Inc	009036	Closed			10/29/2015	AL1000 Alexandra Swirbalus	INC	USD	49.00	49.00
F-squared Investments, Inc	F-squared Investments, Inc	009037	Closed			10/29/2015	BE4000 Betsy Amenta	INC	USD	66.98	66.98
F-squared Investments, Inc	F-squared Investments, Inc	009039	Closed			10/29/2015	DE1000 Deborah Deskavich	INC	USD	212.14	212.14
F-squared Investments, Inc	F-squared Investments, Inc	009040	Closed			10/29/2015	LA3000 LANDFALL Solutions LLC	INC	USD	912.50	912.50
F-squared Investments, Inc	F-squared Investments, Inc	009041	Closed			10/29/2015	NE9000 Newton Executive Park Limited Partnership	INC	USD	216.10	216.10
F-squared Investments, Inc	F-squared Investments, Inc	009042	Closed			10/29/2015	NY2000 NYSE Market, Inc.	INC	USD	708.00	708.00
F-squared Investments, Inc	F-squared Investments, Inc	009043	Closed			10/29/2015	PR2500 Princeton Office Center, LLC	INC	USD	2,307.83	2,307.83
F-squared Investments, Inc	F-squared Investment Management, LLC	009047	Closed			10/29/2015	ST4100 Stillwater Advisory Group, LLC	INC	USD	25,201.97	25,201.97
F-squared Investments, Inc	F-squared Investment Management, LLC	009048	Closed			10/29/2015	HA4500 Hanson Bridgett LLP	INC	USD	2,696.75	2,696.75
F-squared Investments, Inc	F-squared Investment Management, LLC	009049	Closed			10/29/2015	BR1800 Brown Rudnick LLP	INC	USD	76,306.18	76,306.18
F-squared Investments, Inc	F-squared Investment Management, LLC	009045	Closed			10/29/2015	RO5800 The Rosner Law Group LLC	INC	USD	14,167.62	14,167.62
F-squared Investments, Inc	F-squared Investment Management, LLC	009062	Closed			10/29/2015	KE4000 Kelley Sloane	PARENT	USD	20.00	20.00
F-squared Investments, Inc	F-squared Investments, Inc	009060	Closed			10/30/2015	AD2000 ADP, Inc.	INC	USD	18.20	18.20

F-SQUARED INVESTMENT MANAGEMENT, LLC AND SUBSIDIARIES
Case No. 15-11469 LSS

MOR - 2
Reporting period: 10/1/15 - 10/31/15

STATEMENT OF OPERATIONS

	Case No. 15-11469	Case No. 15-11470	Case No. 15-11473		Case No. 15-11475	Case No. 15-11474	Case No. 15-11471	Case No. 15-11476	Case No. 15-11478	Case No. 15-11477		
	<u>F-Squared Investment Management, LLC</u>	<u>F-Squared Investments, Inc</u>	<u>F-Squared Alternative Investments, LLC</u>	<u>ASLLS</u>	<u>F-Squared Institutional Advisors, LLC</u>	<u>F-Squared Solutions, LLC</u>	<u>F-Squared Retirement, LLC</u>	<u>F-Squared Capital, LLC</u>	<u>Active Index Solutions, LLC</u>	<u>Alphasector LLS GP1, LLC</u>	<u>ELIMINATIONS</u>	<u>TOTAL</u>
Total Revenue	\$ -	\$ (70,000)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 181	\$ -	\$ -	\$ -	\$ (69,819)
Cost of Revenue	-	-	-	-	-	-	-	-	-	-	-	-
Gross Profit	\$ -	\$ (70,000)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 181	\$ -	\$ -	\$ -	\$ (69,819)
Operating Expense												
Employee Compensation	\$ -	\$ 110,906	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 110,906
T&E Expense	-	41	20	-	-	-	-	-	-	-	-	61
Data Subs, Licensing, and Research	-	31,172	-	-	-	-	-	-	-	-	-	31,172
Conference/Event Expense	-	-	-	-	-	-	-	-	-	-	-	-
Marketing Expense	-	-	-	-	-	-	-	-	-	-	-	-
Rent & Office Expense	-	279,001	-	-	-	-	-	-	-	-	-	279,001
Legal Fees	-	16,938	-	-	-	-	-	-	-	-	-	16,938
Other Professional Fees	2,917	28,190	-	-	-	-	-	-	-	-	-	31,106
Depreciation & Amortization	-	2,286	-	-	-	-	-	-	-	-	-	2,286
Other Expense	-	53,929	0	-	(1)	-	(0)	4,496	-	-	-	58,424
Total Operating Expenses	\$ 2,917	\$ 522,463	\$ 20	\$ -	\$ (1)	\$ -	\$ (0)	\$ 4,496	\$ -	\$ -	\$ -	\$ 529,894
Income (Loss) from Operations	\$ (2,917)	\$ (592,463)	\$ (20)	\$ -	\$ 1	\$ -	\$ 0	\$ (4,314)	\$ -	\$ -	\$ -	\$ (599,712)
Other Income/Expenses:												
Interest and Dividend Income	\$ 3,873	\$ 11	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,883
Interest and dividend expense	-	-	-	-	-	-	-	-	-	-	-	-
Gain/(Loss) on bargain purchase	-	-	-	-	-	-	-	-	-	-	-	-
Gain/(Loss) on Long-Term Assets	-	(107,042)	-	-	-	-	-	-	-	-	-	(107,042)
Insurance Recovery	-	-	-	-	-	-	-	-	-	-	-	-
SEC penalty and disgorgement	-	-	-	-	-	-	-	-	-	-	-	-
Gain/(Loss) on sale of Investments	-	-	-	-	-	-	-	-	-	-	-	-
Gain/(Loss) on Asset Sale	-	-	-	-	-	-	-	-	-	-	-	-
Gain/(Loss) on Abandoned Property/Lease	-	-	-	-	-	-	-	-	-	-	-	-
Gain/(Loss) on foreign currency transactions	-	-	-	-	-	-	-	-	-	-	-	-
Net investment income from hedge fund operations	-	-	-	(20,000)	-	-	-	-	-	-	-	(20,000)
Total Other Income (Expense)	\$ 3,873	\$ (107,032)	\$ -	\$ (20,000)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (123,159)
REORGANIZATION ITEMS												
Restructuring Costs	\$ 211,517	\$ 173,343	\$ 325	\$ -	\$ -	\$ -	\$ 325	\$ -	\$ -	\$ -	\$ -	\$ 385,510
US Trustee Quarterly Fees	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL REORGANIZATION EXPENSES	\$ 211,517	\$ 173,343	\$ 325	\$ -	\$ -	\$ -	\$ 325	\$ -	\$ -	\$ -	\$ -	\$ 385,510
Income (Loss) from Continuing Operations before Income Taxes	\$ (210,561)	\$ (872,837)	\$ (345)	\$ (20,000)	\$ 1	\$ -	\$ (325)	\$ (4,314)	\$ -	\$ -	\$ -	\$ (1,108,381)
Income Tax Expense (Benefit)	-	(120,402)	-	-	-	-	-	-	-	-	-	(120,402)
Net Income	\$ (210,561)	\$ (752,435)	\$ (345)	\$ (20,000)	\$ 1	\$ -	\$ (325)	\$ (4,314)	\$ -	\$ -	\$ -	\$ (987,979)
Less: Net income attributable to Noncontrolling Interest	\$ -	\$ -	\$ -	\$ 13,404	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 13,404
Net Income Attributable to F-Squared Investment Management	\$ (210,561)	\$ (752,435)	\$ (345)	\$ (6,596)	\$ 1	\$ -	\$ (325)	\$ (4,314)	\$ -	\$ -	\$ -	\$ (974,575)
Unrealized Holdings Gains Attributable to F-Squared	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Plus: Accumulated Other Comprehensive	-	-	-	-	-	-	-	-	-	-	-	-
Comprehensive Income Attributable to F-Squared Investment Management	\$ (210,561)	\$ (752,435)	\$ (345)	\$ (6,596)	\$ 1	\$ -	\$ (325)	\$ (4,314)	\$ -	\$ -	\$ -	\$ (974,575)

F-SQUARED INVESTMENT MANAGEMENT, LLC AND SUBSIDIARIES

Case No. 15-11469 LSS

MOR-3

Reporting period: 10/1/15 - 10/31/15

Balance Sheet

	Case No. 15-11469	Case No. 15-11470	Case No. 15-11473		Case No. 15-11475	Case No. 15-11474	Case No. 15-11471	Case No. 15-11476	Case No. 15-11478	Case No. 15-11477		
	<u>F-Squared Investment Management, LLC</u>	<u>F-Squared Investments, Inc.</u>	<u>F-Squared Alternative Investments, LLC</u>	<u>ASLLS</u>	<u>F-Squared Institutional Advisors, LLC</u>	<u>F-Squared Solutions, LLC</u>	<u>F-Squared Retirement, LLC</u>	<u>F-Squared Capital, LLC</u>	<u>Active Index Solutions, LLC</u>	<u>Alphasector LLS GP1, LLC</u>	<u>ELIMINATIONS</u>	<u>TOTAL</u>
Assets												
Current Assets												
Cash and Cash Equivalents	\$ 6,100,402	\$ 715,992	\$ -	\$ 1,994,965	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	8,811,359
Accounts Receivable, Net of Allowance	313,684	129,558	-	-	80,101	-	0	44,677	-	-	-	568,020
Unbilled Accounts Receivable	-	3,204	-	-	-	-	-	-	-	-	-	3,204
Receivable for securities sold	-	-	-	-	-	-	-	-	-	-	-	-
Related party notes receivable, current	305,821	-	-	-	-	-	-	-	-	-	-	305,821
Other receivables	-	56,044	-	-	-	-	(228)	(56)	-	-	-	55,760
Dividends Receivable	-	-	-	-	-	-	-	-	-	-	-	-
Prepaid Expenses	378,659	1,910,923	-	-	-	-	-	-	-	-	-	2,289,582
Investments in Securities, at fair value	-	-	-	-	-	-	-	-	-	-	-	-
Deferred income taxes - current	-	4,710,311	-	-	-	-	-	-	-	-	-	4,710,311
Other Current Assets	-	(695)	-	-	-	-	-	(177)	-	-	-	(872)
Total Current Assets	\$ 7,098,566	\$ 7,525,336	\$ -	\$ 1,994,965	\$ 80,101	\$ -	\$ (228)	\$ 44,445	\$ -	\$ -	\$ -	\$ 16,743,185
Property, Equipment, and Improvements												
Construction WIP	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
Computer and Office Equipment	-	33,004	-	-	-	-	-	-	-	-	-	33,004
Furniture and fixtures	-	-	-	-	-	-	-	-	-	-	-	-
Leasehold Improvements	-	-	-	-	-	-	-	-	-	-	-	-
Total	\$ -	\$ 33,004	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 33,004
Accumulated Depreciation	\$ -	\$ (14,959)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (14,959)
Net Property, Equipment, and Improvements	\$ -	\$ 18,045	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 18,045
Other Assets												
Restricted Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
Deposits	-	95,095	-	-	-	-	-	-	-	-	-	95,095
Related party notes receivable	1,365,994	-	-	-	-	-	-	-	-	-	-	1,365,994
Financing fees, net	-	-	-	-	-	-	-	-	-	-	-	-
Intangible assets, net	-	-	-	-	-	-	-	-	-	-	-	-
Intangible Asset-Non Compete	-	-	-	-	-	-	-	-	-	-	-	-
Intercompany due from, net	-	-	10,985,860	-	67,207,411	-	-	1,903,440	-	-	(80,096,711)	-
Total Other Assets	\$ 1,365,994	\$ 95,095	\$ 10,985,860	\$ -	\$ 67,207,411	\$ -	\$ -	\$ 1,903,440	\$ -	\$ -	\$ (80,096,711)	\$ 1,461,089
Total Assets	\$ 8,464,560	\$ 7,638,476	\$ 10,985,860	\$ 1,994,965	\$ 67,287,512	\$ -	\$ (228)	\$ 1,947,885	\$ -	\$ -	\$ (80,096,711)	\$ 18,222,319

F-SQUARED INVESTMENT MANAGEMENT, LLC AND SUBSIDIARIES

Case No. 15-11469 LSS

MOR-3

Reporting period: 10/1/15 - 10/31/15

Balance Sheet

Balance Sheet	Case No. 15-11469	Case No. 15-11470	Case No. 15-11473	Case No. 15-11475	Case No. 15-11474	Case No. 15-11471	Case No. 15-11476	Case No. 15-11478	Case No. 15-11477			
	<u>F-Squared Investment Management, LLC</u>	<u>F-Squared Investments, Inc</u>	<u>F-Squared Alternative Investments, LLC</u>	<u>ASLLS</u>	<u>F-Squared Institutional Advisors, LLC</u>	<u>F-Squared Solutions, LLC</u>	<u>F-Squared Retirement, LLC</u>	<u>F-Squared Capital, LLC</u>	<u>Active Index Solutions, LLC</u>	<u>Alphasector LLS GP1, LLC</u>	<u>ELIMINATIONS</u>	<u>TOTAL</u>
Liabilities and Members' Equity												
Current Liabilities												
Accounts Payable	\$ -	375,064	\$ -	\$ -	\$ -	\$ -	\$ -	43,321	\$ -	\$ -	\$ -	\$ 418,385
Payable to Broker	-	-	-	-	-	-	-	-	-	-	-	-
Payable for investments purchased	-	-	-	-	-	-	-	-	-	-	-	-
Dividend payable	-	-	-	-	-	-	-	-	-	-	-	-
Capital Contributions in Advance + Redemptions Payable	-	-	-	1,739,423	-	-	-	-	-	-	-	1,739,423
Related Party Payable	-	-	-	-	-	-	-	-	-	-	-	-
Accrued Expenses	-	11,004	-	-	-	-	-	12,267	-	-	-	23,271
Accrued Compensation and related taxes	-	43,863	-	-	-	-	-	-	-	-	-	43,863
Accrued Professional Fees	727,367	54,670	-	60,000	-	-	-	-	-	-	-	842,037
Contingent Consideration	-	-	-	-	-	-	-	-	-	-	-	-
Loans payable, current portion	-	-	-	-	-	-	-	-	-	-	-	-
Accrued Distributions to Members	-	-	-	-	-	-	-	-	-	-	-	-
Securities Sold Short, at fair value	-	-	-	-	-	-	-	-	-	-	-	-
Prepaid revenue	-	-	-	-	-	-	-	-	-	-	-	-
Total Current Liabilities	\$ 727,367	\$ 484,602	\$ -	\$ 1,799,423	\$ -	\$ -	\$ -	\$ 55,588	\$ -	\$ -	\$ -	\$ 3,066,980
Long Term Liabilities												
Loan payable, net of current portion	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Long-Term Liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Current Liabilities - Subject to compromise (Pre-petition)												
Accounts Payable	\$ 46,365	\$ 3,312,738	\$ -	\$ -	\$ -	\$ -	\$ -	1,199	\$ -	\$ -	\$ -	\$ 3,360,302
Payment Pursuant to Termination Agreement: Howard Present	-	500,000	-	-	-	-	-	-	-	-	-	500,000
Accrued Expenses	-	31,147	-	-	-	-	-	2,621	-	-	-	33,769
Accrued Compensation and related taxes	-	3,968,038	-	-	-	-	-	-	-	-	-	3,968,038
Accrued Professional Fees	-	491,138	-	-	-	-	-	-	-	-	-	491,138
Prepaid revenue	-	38,269	-	-	-	-	-	-	-	-	-	38,269
Total Current Liabilities - Subject to compromise (Pre-petition)	\$ 46,365	\$ 8,341,330	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,821	\$ -	\$ -	\$ -	\$ 8,391,516
Long Term Liabilities - Subject to compromise (Pre-petition)												
Member Deposits	1,938,835	-	-	-	-	-	-	-	-	-	-	1,938,835
Deferred Rent and Lease Incentives	-	-	-	-	-	-	-	-	-	-	-	-
Deferred Income Tax	-	75,000	-	-	-	-	-	-	-	-	-	75,000
Intercompany due to, net	55,399,348	11,412,714	-	195,541	-	5,211,064	7,878,044	-	-	-	(80,096,711)	-
Total Long-Term Liabilities - Subject to compromise (Pre-petition)	\$ 57,338,183	\$ 11,487,714	\$ -	\$ 195,541	\$ -	\$ 5,211,064	\$ 7,878,044	\$ -	\$ -	\$ -	\$ (80,096,711)	\$ 2,013,835
Commitments and Contingencies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Liabilities	\$ 58,111,915	\$ 20,313,646	\$ -	\$ 1,994,965	\$ -	\$ 5,211,064	\$ 7,878,044	\$ 59,408	\$ -	\$ -	\$ (80,096,711)	\$ 13,472,331
Members' Equity												
F-Squared Investment Management, LLC Members' Equity												
Members' Equity	\$ (49,647,355)	\$ (12,675,170)	\$ 10,985,860	\$ (0)	\$ 67,287,512	\$ (5,211,064)	\$ (7,878,271)	\$ 1,888,476	\$ -	\$ -	\$ -	\$ 4,749,988
Accumulated Other Comprehensive Income	-	-	-	-	-	-	-	-	-	-	-	-
Total F-Squared Investment Management, LLC Members' Equity	\$ (49,647,355)	\$ (12,675,170)	\$ 10,985,860	\$ (0)	\$ 67,287,512	\$ (5,211,064)	\$ (7,878,271)	\$ 1,888,476	\$ -	\$ -	\$ -	\$ 4,749,988
Noncontrolling Interest	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Members' Equity	\$ (49,647,355)	\$ (12,675,170)	\$ 10,985,860	\$ (0)	\$ 67,287,512	\$ (5,211,064)	\$ (7,878,271)	\$ 1,888,476	\$ -	\$ -	\$ -	\$ 4,749,988
Total Liabilities and Members' Equity	\$ 8,464,560	\$ 7,638,476	\$ 10,985,860	\$ 1,994,965	\$ 67,287,512	\$ -	\$ (228)	\$ 1,947,885	\$ -	\$ -	\$ (80,096,711)	\$ 18,222,319

F-SQUARED INVESTMENT MANAGEMENT, LLC AND SUBSIDIARIES

Case No. 15-11469 LSS

MOR-4

Reporting period: 10/1/15 - 10/31/15

STATUS OF POSTPETITION TAXES

The beginning balance tax liability should be the ending liability from the prior month or, if this is the first report, the amount should be zero. Attach photocopies of IRS Form 6123 or deposit of federal payroll taxes. Attach photocopies of any tax return filed during the reporting period.

Case No. 15-11470

Debtor	Federal	Beginning Tax Liability	Amount withheld or accrued	Amount Paid	Date Paid	Check No. or EFT	Amount Paid	Date Paid	Check No. or EFT	Amount Paid	Date Paid	Check No. or EFT	Ending Tax Liability
F-Squared Investments, Inc	Withholding	\$0.00	\$54,155.06				\$24,249.94	10/8/2015	ACH to ADP	\$29,905.12	10/22/2015	ACH to ADP	\$0.00
F-Squared Investments, Inc	FICA - Employee	\$0.00	\$7,855.31				\$3,814.89	10/8/2015	ACH to ADP	\$4,040.42	10/22/2015	ACH to ADP	\$0.00
F-Squared Investments, Inc	FICA - Employer	\$4,912.23	\$6,922.66				\$3,211.15	10/8/2015	ACH to ADP	\$3,711.51	10/22/2015	ACH to ADP	\$4,912.23
F-Squared Investments, Inc	Unemployment	\$0.00											\$0.00
	Income	\$0.00											\$0.00
	Other:	\$0.00											\$0.00
	Total Federal Taxes	\$4,912.23	\$68,933.03	\$0.00			\$31,275.98			\$37,657.05			\$4,912.23
	State and Local												
F-Squared Investments, Inc	Withholding	\$0.00	\$11,769.76				\$5,474.09	10/8/2015	ACH to ADP	\$6,295.67	10/22/2015	ACH to ADP	\$0.00
	Sales	\$0.00											\$0.00
	Excise	\$0.00											\$0.00
F-Squared Investments, Inc	Unemployment/Disability Ins	\$0.00											\$0.00
	Real Property	\$0.00											\$0.00
	Personal Property	\$0.00											\$0.00
	Other:	\$0.00											\$0.00
	Total State and Local	\$0.00	\$11,769.76	\$0.00			\$5,474.09			\$6,295.67			\$0.00
	Total Taxes	\$4,912.23	\$80,702.79				\$36,750.07			\$43,952.72			\$4,912.23

NOTE: Taxes are remitted with each payroll to ADP. Tax deposits and returns are prepared and filed by ADP.



F-SQUARED
INVESTMENTS

To: United States Trustee

Re: Post-petition Tax Attestation for F-Squared Investment, LLC and Subsidiaries as of October 31, 2015
Case No: 15-11469 LSS

I hereby attest to the following:

1. The Company has remitted the October employment taxes to ADP on each payroll submittal date.

The undersigned hereby certifies as to the accuracy of the information contained in this attestation.

F-Squared Investment Management, LLC and Subsidiaries

By: /s/David N. Phelps

Name: David N. Phelps

Title: Chief Restructuring Officer

Account Description	Current	0-30	31-60	61-90	Over 90	Total
Accounts Payable	53,330.12	230,429.56	1,462.17	1,180.33	(1,814.14)	284,588.04
Credit Card Payable		677.11				677.11
Payroll Tax payable	841.66					841.66
Accrued Vacation	11,061.35					11,061.35
Accrued professional Fees	417,537.06	364,500.00				782,037.06
Accrued expenses	5,779.57		4,200.00	1,024.91		11,004.48
Accrued trade errors			12,266.76			12,266.76
Accrued salaries	31,960.09					31,960.09
Accounts Payable other		133,120.28				133,120.28
						-
						-
						-
						-
						-
						-
						-
						-
						-
						-
						-
Total Postpetition Debts	520,509.85	728,726.95	17,928.93	2,205.24	(1,814.14)	1,267,556.83

F-SQUARED INVESTMENT MANAGEMENT, LLC AND SUBSIDIARIES**DEBTORS-IN-POSSESSION****MOR-5****Consolidated Listing of Aged Accounts Receivable****October 31, 2015****AR Aged Period Sensitive (Summary)**

Company: F-Squared Investment Managment, LLC

Fin. Period: 09-2015

Page: 1 of 1

User: ddarnell

Aged On: 9/30/2015

Date: 10/20/2015

Statement Cycle ID**AGING**

Customer	Days Past Due					Balance
	Current	1 To 30	30 To 60	60 To 90	Over 90	
AD4000	0.00	5,878.20	0.00	0.00	17,929.31	23,807.51
BR1600	0.00	0.00	0.00	0.00	110,695.36	110,695.36
CA1100	0.00	-22,274.71	0.00	0.00	0.00	-22,274.71
CA1500	0.00	0.00	0.00	0.00	58,868.20	58,868.20
CO8000	0.00	0.00	5,127.82	0.00	0.00	5,127.82
DB1000	0.00	0.00	0.00	0.00	517.80	517.80
FO5000	0.00	0.00	0.00	0.00	18,188.36	18,188.36
FO6000	0.00	-529.27	0.00	0.00	0.00	-529.27
GL1000	0.00	0.00	0.00	0.00	66,920.61	66,920.61
HA1100	0.00	-24,009.55	0.00	0.00	0.00	-24,009.55
HO3000	0.00	18,537.23	0.00	0.00	0.00	18,537.23
LA7000	0.00	0.00	0.00	0.00	301,039.03	301,039.03
MO1100	0.00	0.00	843.56	0.00	33.64	877.20
PA5000	0.00	0.00	77,309.67	0.00	0.00	77,309.67
PR6000	0.00	-45,990.26	0.00	0.00	0.00	-45,990.26
PR7000	0.00	8,760.49	0.00	0.00	0.00	8,760.49
RB1000	0.00	0.00	615.56	0.00	0.00	615.56
RE1500	0.00	0.00	25,066.50	0.00	0.00	25,066.50
RI8000	0.00	0.00	0.00	0.00	293,843.88	293,843.88
SC8000	0.00	181.27	132.05	115.95	5,397.68	5,826.95
ST2800	0.00	-4,244.15	809.25	0.00	17,807.68	14,372.78
WE2100	0.00	0.00	-3.82	6,885.01	30,902.28	37,783.47
	0.00	-63,690.75	109,900.59	7,000.96	922,143.83	975,354.63

975,354.63

F-SQUARED INVESTMENT MANAGEMENT, LLC AND SUBSIDIARIES**Case No. 15-11469 LSS****MOR-5****Reporting period: 10/1/15 - 10/31/15****DEBTOR QUESTIONNAIRE****Must be completed each month**

	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	
Asset sale to Grove Street Advisors, LLC previously approved by the bankruptcy court closed October 7, 2015.		
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 has been opened provide the required documentation pursuant to the Delaware Local Rule 4001-3.		X