

April 26, 2018

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FINAL COMMUNICATION  
CASE NOW CLOSED

To the Creditors and Shareholders of:

**CP OPCO, LLC, A DELAWARE LIMITED LIABILITY COMPANY**  
**Db a Classic Party Rentals**  
**CLASSIC TENTS, LLC, A DELAWARE LIMITED LIABILITY COMPANY**  
**901 Hillcrest**  
**Inglewood, CA 90301**

**Re: Assignment for the Benefit of Creditors**

Dear Sir or Madam:

As you were previously advised, CP OPCO, LLC, a Delaware limited liability company and Classic Tents, LLC, a Delaware limited liability company (together, the “Companies”) each made an assignment for the benefit of creditors pursuant to California law (the “General Assignments”), in favor of DSI Assignments, LLC, (the “Assignee”) on July 31, 2017.

The Companies had secured debt owing to Bank of Montreal, as agent (the “Agent”) for a group of lenders (the “Lenders”). The Companies pledged all their respective then-existing, as well as their future assets, as collateral for the credit facilities. Between April 2014 and July 31, 2017, the outstanding amount due the Lenders by the Companies under those credit facilities was as much as \$80,000,000.00. The secured debt was reduced through the sale of assets prior to the assignment to approximately \$53.5 million.

One of the major asset sales was to Bright Event Rentals. Escrows were established with monies put into the escrows to provide for post-sales working capital adjustments and other potential claims. The Assignee has worked with Bright Events, as well as with our counsel, to resolve issues that arose post-closing. Those issues have now been resolved with some of the escrowed funds being released to the Assignee and the remainder to Bright Events. The monies released to the Assignee will be paid to the secured lenders to be applied against the outstanding secured claims.

CP OpCo has been named as a defendant in a number of lawsuits. Those claims have been tendered to the company’s insurance carrier for defense. Any amounts that might be due from the company as a result of these litigation matters are general unsecured claims and will not have priority over the secured creditor claims.

LOS ANGELES

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CP OPCO, LLC, A DELAWARE LIMITED LIABILITY COMPANY  
Dba Classic Party Rentals  
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The Assignee has worked to collect the remaining outstanding receivables not sold to Bright Events or other asset purchasers, as well as security deposits for various leased locations and unearned insurance premiums. All of these recoveries are part of the secured lenders' collateral and will be payable to the secured lenders. The result of these activities however is such that the secured lenders' claims will not be retired in full and there no assets that are not free and clear of the lenders' liens. Therefore, unsecured creditors, including any priority tax claims, will not see a recovery.

Accompanying this notice creditors will find a Statement of Receipts and Disbursements, which summarizes all monies handled during the administration of this assignment estate. The Statement includes the monies recovered from the various escrows as noted above.

There remain administrative matters our office will be addressing, including the filing of all 2017 and 2018 state and federal tax returns and any pending insurance matters. None of these activities, however, will provide any recovery for unsecured creditors. Therefore, the Assignee is closing the administration of the assignment estate as far as unsecured creditors are concerned.

Very truly yours,

Development Specialists, Inc.  
Solely as Assignee for the Benefit of  
Creditors of CP Opco, LLC dba Classic Party Rentals and Classic Tents, LLC.



By

Geoffrey L. Berman  
Enclosure (Statement of Receipts and Disbursements)

**CP OPCO, LLC**  
**Receipts and Disbursements**

<b>Receipts</b>	
A/R	652,149.19
Interest	775.46
Misc. Income	300.00
Refunds	574,655.44
Rental Income	96,543.19
Sale of Assets	1,577,049.45
Settlements	23,421.52
Initial Transfer from Co. Bank Accounts	157,000.00
Transfer from Secured Lender	1,045,460.00
<b>Total Receipts</b>	<u>4,127,354.25</u>
<b>Disbursements</b>	
Administrative	2,829.61
Alarm	8,568.86
Bank Charges	28.19
Benefit Plan	1,750.00
Contract Employee	221,784.98
Dues/Subscriptions	1,000.00
Equipment Rental	15,522.39
Insurance	31,308.08
<b>Professional Fees &amp; Expenses</b>	
Accounting	80,875.00
Assignee	568,966.50
Legal Fees	156,943.17
Other Professionals	34,592.25
Professional Expenses	41,061.60
Propane	1,701.58
Refunds for Collections	44,181.97
Reimbursed Expenses	3,301.17
<b>Rent</b>	
CAM Charges	12,792.86
Rent	699,944.29
Property Taxes	25,709.53
Security	178.96
Secured Lender	1,855,335.98
Storage	6,662.29
<b>Taxes</b>	
Personal Property Taxes	7,835.98
Sales & Use Tax	159,976.48
<b>State Income Taxes</b>	
Year - 2016	27,236.00
Year - 2017	24,645.38
Title & Registration	4.00
Utilities	92,617.15
<b>Total Disbursements</b>	<u>4,127,354.25</u>
<b>Remaining Cash</b>	<u><u>0.00</u></u>