

UNITED STATES BANKRUPTCY COURT

In Re: Mesabi Metallics Company LLC f/k/a/ Essar Steel Minnesota LLC

Case No. Case #16-11626(BLS)

Reporting Period: February 2017

MONTHLY OPERATING REPORT

REQUIRED DOCUMENTS	Form no.	Document attached	Explanation attached	Affidavit / Supplement attached
Schedule of Cash Receipts and Disbursements	MOR-1		See Note # 1	
Bank Reconciliation (or copies of debtor's bank reconciliations)	MOR-1a		See Note # 1	
Schedule of Professional Fees Paid	MOR-1b		See Note # 2	
Copies of bank statements		Bank statements of all four accounts held with TD Bank.	See Note # 1	
Cash disbursements journals			See Note # 1	
Statement of Operations	MOR-2		See Note # 3	
Balance Sheet	MOR-3			
Status of Postpetition Taxes	MOR-4		See Note # 3	
Copies of IRS Form 6123 or payment receipt				
Copies of tax returns filed during reporting period		Sales & Use Tax return for Jan 2017 filed in February.		
Summary of Unpaid Postpetition Debts	MOR-4		See Note # 3	
Listing of aged accounts payable	MOR-4		See Note # 3	
Accounts Receivable Reconciliation and Aging	MOR-5		See Note # 3	
Debtor Questionnaire	MOR-5		See Note # 3	

Note

#1 - Schedules are attached for MMCL. Holdings does not maintain bank accounts

#2 - Expenses are paid by MMCL, subject to allocation at a later date.

#3 - Holdings has no separate operations and hence its consolidated statement is identical to that of MMCL

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



Signature of authorized individual



Date

Sanjay Bhartia

Name of authorized individual

Chief Financial Officer

Title of authorized individual

In Re: Mesabi Metallics Company LLC f/k/a/ Essar Steel Minnesota LLC

Case No. Case #16-11626(BLS)
Reporting Period: February 2017

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

MOR-1

		BANK ACCOUNTS			CURRENT MONTH		CUMULATIVE FILING TO DATE	
		OPER.	OPER.	OTHER	ACTUAL	PROJECTED	ACTUAL	PROJECTED
CASH BEGINNING OF MONTH		\$ 7,438,437	\$ 3,206	\$ 2	\$ 7,441,645		\$ 701,371	
RECEIPTS								
#1	CASH SALES	\$ -			\$ -		\$ -	
	ACCOUNTS RECEIVABLE	\$ -			\$ -		\$ 34,292	
	LOANS AND ADVANCES (DIP Funding)				\$ -		\$ 25,000,000	
	SALE OF ASSETS	\$ -			\$ -		\$ -	
	OTHER (ATTACH LIST)	\$ -			\$ -		\$ 119,583	
	TRANSFERS (FROM DIP ACCTS)	\$ -	\$ 5,100		\$ 5,100		\$ 15,100	
	Reconciling Item - Check Deposit from Pre-Petition	\$ -			\$ -		\$ (826)	
TOTAL RECEIPTS		\$ -	\$ 5,100	\$ -	\$ 5,100		\$ 25,168,149	
DISBURSEMENTS								
#4	NET PAYROLL	\$ (426,524)			\$ (426,524)		\$ (3,436,893)	
	PAYROLL TAXES	\$ (191,979)			\$ (191,979)		\$ (1,403,531)	
	SALES, USE, & OTHER TAXES	\$ (1,596)			\$ (1,596)		\$ (323,347)	
	INVENTORY PURCHASES	\$ -			\$ -		\$ -	
	SECURED/ RENTAL/ LEASES	\$ (75,536)			\$ (75,536)		\$ (403,449)	
#4	INSURANCE	\$ -			\$ -		\$ (3,112,909)	
	ADMINISTRATIVE	\$ (410,386)	\$ (2,561)		\$ (412,947)		\$ (3,896,486)	
#2	SELLING				\$ -		\$ -	
	OTHER (See Note/ List below)	\$ (945,903)			\$ (945,903)		\$ (7,863,995)	
					\$ -		\$ -	
OWNER DRAW *					\$ -		\$ -	
TRANSFERS (TO DIP ACCTS)		\$ (5,100)			\$ (5,100)		\$ (15,100)	
					\$ -		\$ -	
PROFESSIONAL FEES					\$ -		\$ -	
U.S. TRUSTEE QUARTERLY FEES		\$ -			\$ -		\$ (26,650)	
COURT COSTS		\$ -			\$ -		\$ -	
TOTAL DISBURSEMENTS		\$ (2,057,023)	\$ (2,561)	\$ -	\$ (2,059,584)		\$ (20,482,358)	
NET CASH FLOW		\$ (2,057,023)	\$ 2,539	\$ -	\$ (2,054,484)		\$ 4,685,790	
Reconciling items need to balance to books					\$ -		\$ -	
CASH - END OF MONTH		\$ 5,381,413	\$ 5,745	\$ 2	\$ 5,387,161		\$ 5,387,161	
DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES: (FROM CURRENT MONTH ACTUAL COLUMN)								
#3	TOTAL DISBURSEMENTS (this quarter)							\$ (4,883,327)
	LESS: TRANSFERS TO DEBTOR IN POSSESSION ACCOUNTS							\$ 5,100
	PLUS: ESTATE DISBURSEMENTS MADE BY OUTSIDE SOURCES (i.e. from escrow accounts)							\$ -
	TOTAL DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES							\$ (4,878,227)

Note:

#1 Other Deposits:

Total Other Deposits \$ -

#2 Restructing fees paid to various professionals / advisors (CRO, Directors)

Director Fees	\$ 57,490	
Restructing Professionals fees	\$ 601,823	
Chief Restructuring Officer	\$ 85,025	
SPL DIP Lender Expenses	\$ 201,566	
Total Restructuring Fees	\$ 945,903	

#3 Above mentioned disbursements exclude amounts adjusted by utility service providers Northern Natural Gas (NNG) and Minnesota Power (MP) from the collaterals held by them, pursuant to Court Order dt Sept 20, 2016 (in case of NNG) and Order dt. Sept. 8, 2016 (in case of MP).

#4 Reconciling items of \$540 pertaining to prior months has been adjusted during the month in the Cumulative amount.

In Re: Mesabi Metallics Company LLC f/k/a/ Essar Steel Minnesota LLC

Case No. Case #16-11626(BLS)
Reporting Period: February 2017BANK RECONCILIATION
Continuation Sheet for MOR 1a

	Operating		Operating		Operating		Other	
	TD Bank		TD Bank		ABN Checking		TD Bank	
BALANCE PER BOOKS	\$ 5,381,414		\$ 5,745		\$ (657)		\$ 2	
BANK BALANCE	\$ 6,831,274		\$ 5,745		\$ -		\$ 2	
(+) DEPOSITS IN TRANSIT (ATTACH LIST)			\$ -					
(-) OUTSTANDING CHECKS (ATTACH LIST)	\$ (135,726)				\$ (657)			
OTHER (ATTACH EXPLANATION)	\$ (1,314,135)							
ADJUSTED BANK BALANCE *	\$ 5,381,414		\$ 5,745		\$ (657)		\$ 2	
* Adjusted bank balance must equal balance per books	\$ -		\$ -		\$ -			
DEPOSITS IN TRANSIT	Date	Amount	Date	Amount	Date	Amount	Date	Amount
CHECKS OUTSTANDING	Ck. #	Amount	Ck. #	Amount	Ch. #	Amount	Ck. #	Amount
	1189	\$ (130)			10886	\$ (42)		
	1540	\$ (145)			11292	\$ (615)		
	1229	\$ (145)						
	1197	\$ (232)						
	1261	\$ (145)						
	1577	\$ (25)						
	1593	\$ (653)						
	1597	\$ (500)						
	1580	\$ (1,730)						
	1599	\$ (7,500)						
	1600	\$ (45,900)						
	1601	\$ (5,363)						
	1602	\$ (350)						
	1603	\$ (1,590)						
	1604	\$ (1,060)						
	1605	\$ (4,970)						
	1606	\$ (7,500)						
	1607	\$ (396)						
	1608	\$ (2,334)						
	1609	\$ (105)						
	1610	\$ (918)						
	1611	\$ (11,663)						
	1612	\$ (4,250)						
	1613	\$ (14,800)						
	1614	\$ (1,144)						
	1615	\$ (329)						
	1616	\$ (3,518)						
	1618	\$ (574)						
	1619	\$ (47)						
	1620	\$ (425)						
	1621	\$ (8,114)						
	1622	\$ (1,496)						
	1623	\$ (12)						
	1624	\$ (2,563)						
	1625	\$ (5,100)						
	Total Cks O/S	\$ (135,726)				\$ (657)		
OTHER								

Note #1

Note #1:

Check deposited for Sales and Use tax refund \$1,313,334 and AFCO insurance refund \$800.61 were recorded in separate account as they related to pre-petition period, MN State tax \$9,682 received in January in error was refunded to MN Revenue.

In Re: Mesabi Metallics Company LLC f/k/a/ Essar Steel Minnesota LLC

Case No. Case #16-11626(BLS)
Reporting Period: February 2017

MOR 1 B

SCHEDULE OF PROFESSIONAL FEES AND EXPENSES PAID

Payee	Period Covered	Amount Approved	Payor	Check		Amount Paid during the month		Year-To-Date		Note Ref
				Number	Date	Fees	Expenses	Fees	Expenses	
Barr Engineering	for post petition services		MMCL	1560	2/13/2017	4,210	-			
Barr Engineering	for post petition services		MMCL	1583	2/20/2017	6,559	26	424,051	1,359	
Braun Intertec	for post petition services		MMCL			-		50,142	342	
Environmental Law Group	for post petition services		MMCL			-	-	16,590	43	
Epiq Bankruptcy Solutions	for post petition services		MMCL	WIRE	2/27/2017	16,940	1,605	150,042	32,473	
Fox Rothschild LLP	for post petition services		MMCL	WIRE	2/6/2017	18,985	6,015	209,968	15,032	
Fragonmen, Del Rey, Bersen & Loewy, LLP	for post petition services		MMCL			-	-	11,806	599	
Fredrikson & Byron PA	for post petition services		MMCL	1566	2/13/2017	188	-	3,167	67	
Fryberger, Buchanan, Smith, & Frederick, P.A.	for post petition services		MMCL			-	-	508	-	
Guggenheim Securities LLC	for post petition services		MMCL	WIRE	2/22/2017	90,000	-			
Guggenheim Securities LLC	for post petition services		MMCL	WIRE	2/23/2017	30,000	9,509	960,000	51,433	
Hogan McDaniel	for post petition services		MMCL	WIRE	2/15/2017	5,267	-	42,349	2,708	#2
Kasowitz, Benson, Torres, & Friedman	for post petition services		MMCL	WIRE	2/6/2017	65,966	5,034	630,422	8,578	
KNAV P.A.	for post petition services		MMCL	1612	2/27/2017	4,250	-	7,750	340	
Metal Strategies Inc.	for post petition services		MMCL			-	-	19,500	-	
Morrison Cohen LLP	for pre and post petition services		MMCL	WIRE	2/24/2017	94,530	470			#1
Morrison Cohen LLP	for pre and post petition services		MMCL	WIRE	2/27/2017	94,620	380			#1
Morrison Cohen LLP	for pre and post petition services		MMCL	WIRE	2/28/2017	11,130	361	533,560	8,215	#1
Paul Hastings LLP	for post petition services		MMCL	WIRE	2/6/2017	34,508	3,866	273,543	7,724	
Perella Weinberg Partners LP	for post petition services		MMCL			-	-	125,000	-	#1, #3
River Consulting LLC	for post petition services		MMCL			-	-	50,000	-	
White & Case LLP	for post petition services		MMCL	WIRE	2/3/2017	254,900	26,350	1,873,393	95,357	
Zolfo Cooper LLC	for post petition services		MMCL	WIRE	2/6/2017	22,748	5,942			#2
Zolfo Cooper LLC	for post petition services		MMCL	WIRE	2/15/2017	41,938	373	473,877	23,123	#2

Note #1: Professional fees paid to provider of D-I-P financing

Note #2: Professional fees paid to unsecured creditors committee

Note #3: Payment excludes \$125,000 paid as retainer during December.

ESML Holdings Inc.

MOR_2

Debtor in Possession Ch. 11 - Case #16-11626(BLS)

STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS

	(in US\$ '000)	(in US\$ '000)
	Monthly	Cumulative
	February 28,	Jul. 8 - Feb. 28
	2017	2016-2017
	Unaudited	Unaudited
MINING REVENUE	\$ -	\$ -
EXPENSES:		
Employee cost	\$ 411	\$ 3,448
Professional services	1,660	13,804
Depreciation and amortization	163	1,200
Office expenses	228	1,837
Other expenses	1,145	9,077
Total expenses	\$ 3,607	\$ 29,367
OPERATING LOSS	\$ (3,607)	\$ (29,367)
OTHER INCOME (EXPENSE):		
Interest income	\$ 3	17
Interest expense	-	-
Total other income (expense)	\$ 3	\$ 17
NET LOSS AND COMPREHENSIVE LOSS	\$ (3,604)	\$ (29,349)

Notes :

- 1 The Financial Statements have been prepared by management exercising best efforts to ensure accuracy and completeness. The Financial Statements are unaudited and were prepared with data reasonably available as of February 28, 2017.
- 2 Financial Statements do not purport to represent financial statements prepared in accordance with Generally Accepted Accounting Principles ("GAAP") and some adjustment may be required.
- 3 Figures as on petition date, i.e. July 8, 2016 have been regrouped or reclassified wherever necessary based on any additional information that has subsequently become available. Certain professional services costs, mainly related to bankruptcy process, have been reclassified as expense during the month of August as compared to carrying it as part of Deferred Financing Cost in the MOR for July 2016. Professional fees are accrued each month on the basis of DIP budget, actual invoices received or management's best estimate of value of services received.

ESML Holdings Inc.
Debtor in Possession Ch. 11 - Case #16-11626(BLS)

BALANCE SHEET AS ON FEBRUARY 28, 2017

MOR_3

	(in US\$ '000)	(in US\$ '000)
	February 28, 2017	July 08, 2016
	Unaudited	Unaudited
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 5,411	\$ 715
Prepaid expenses	5,194	2,861
Other Current Assets	10,120	10,120
Total current assets	\$ 20,725	\$ 13,696
Property , plant , equipment, mine development and mineral rights — Net	\$ 1,869,968	\$ 1,782,399
Prepaid Royalties	15,189	14,323
Restricted cash & deposits	35,508	43,686
Deferred financing cost	27,481	32,807
Other deferred cost	16,745	14,685
TOTAL ASSETS	\$ 1,985,617	\$ 1,901,595
LIABILITIES AND MEMBER'S EQUITY		
CURRENT LIABILITIES:		
Accounts payable	\$ 37,273	\$ 34,616
Accrued liabilities	42,327	28,762
Accrued interest	143,724	72,553
Retention fees payable	70,542	69,533
Current portion of long-term debt	1,044,082	1,019,113
Total current liabilities	\$ 1,337,947	\$ 1,224,576
ACCRUED LIABILITY	\$ 4,021	\$ 4,021
Total liabilities	\$ 1,341,968	\$ 1,228,597
COMMITMENTS AND CONTINGENCIES		
MEMBER'S EQUITY:		
Member's contribution	\$ 742,808	\$ 742,808
Deficit accumulated during development stage	(99,159)	(69,810)
Total member's equity	\$ 643,649	\$ 672,998
TOTAL LIABILITIES AND MEMBER'S EQUITY	\$ 1,985,617	\$ 1,901,595

Notes :

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Mesabi Metallics Company LLC f/k/a/ Essar Steel Minnesota LLC
Debtor in Possession Ch. 11 - Case #16-11626(BLS)

MOR_2

STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS

	(in US\$ '000)	(in US\$ '000)
	Monthly	Cumulative
	February 28,	Jul. 8 - Feb. 28
	2017	2016-2017
	Unaudited	Unaudited
MINING REVENUE	\$	\$
EXPENSES:		
Employee cost	\$ 411	\$ 3,448
Professional services	1,660	13,804
Depreciation and amortization	163	1,200
Office expenses	228	1,837
Other expenses	1,145	9,077
Total expenses	\$ 3,607	\$ 29,367
OPERATING LOSS	\$ (3,607)	\$ (29,367)
OTHER INCOME (EXPENSE):		
Interest income	\$ 3	\$ 17
Interest expense	-	-
Total other income (expense)	\$ 3	\$ 17
NET LOSS AND COMPREHENSIVE LOSS	\$ (3,604)	\$ (29,349)

Notes :

- 1 The Financial Statements have been prepared by management exercising best efforts to ensure accuracy and completeness. The Financial Statements are unaudited and were prepared with data reasonably available as of February 28, 2017.
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Mesabi Metallics Company LLC f/k/a/ Essar Steel Minnesota LLC
Debtor in Possession Ch. 11 - Case #16-11626(BLS)

MOR_3

BALANCE SHEET AS ON FEBRUARY 28, 2017

	(in US\$ '000)	(in US\$ '000)
	February 28, 2017	July 08, 2016
	Unaudited	Unaudited
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 5,411	\$ 715
Prepaid expenses	5,194	2,861
Other Current Assets	10,120	10,120
Total current assets	\$ 20,725	\$ 13,696
Property , plant , equipment, mine development and mineral rights — Net	\$ 1,869,968	\$ 1,782,399
Prepaid Royalties	15,189	14,323
Restricted cash & deposits	35,508	43,686
Deferred financing cost	27,481	32,807
Other deferred cost	16,745	14,685
TOTAL ASSETS	\$ 1,985,617	\$ 1,901,595
LIABILITIES AND MEMBER'S EQUITY		
CURRENT LIABILITIES:		
Accounts payable	\$ 37,273	\$ 34,616
Accrued liabilities	42,327	28,762
Accrued interest	143,724	72,553
Retention payable	70,542	69,533
Current portion of long-term debt	1,044,082	1,019,113
Total current liabilities	\$ 1,337,947	\$ 1,224,576
ACCRUED LIABILITY	\$ 4,021	\$ 4,021
LONG-TERM DEBT	-	-
Total liabilities	\$ 1,341,968	\$ 1,228,597
COMMITMENTS AND CONTINGENCIES		
MEMBER'S EQUITY:		
Member's contribution	\$ 803,728	\$ 803,728
Deficit accumulated during development stage	(160,079)	(130,730)
Total member's equity	\$ 643,649	\$ 672,998
TOTAL LIABILITIES AND MEMBER'S EQUITY	\$ 1,985,617	\$ 1,901,595

Notes :

- The Financial Statements have been prepared by management exercising best efforts to ensure accuracy and completeness. The Financial Statements are unaudited and were prepared with data reasonably available as of February 28, 2017.
- Financial Statements do not purport to represent financial statements prepared in accordance with Generally Accepted Accounting Principles ("GAAP") and some adjustment may be required.
- Figures as on petition date, i.e. July 8, 2016 have been regrouped or reclassified wherever necessary based on any additional information that has subsequently become available. Certain professional services costs, mainly related to bankruptcy process, have been reclassified as expense during the month of August as compared to carrying it as part of Deferred Financing Cost in the MOR for July 2016. Professional fees are accrued each month on the basis of DIP budget, actual invoices received or management's best estimate of value of services received.

In Re: Mesabi Metallics Company LLC f/k/a/ Essar Steel Minnesota LLC

Case No. Case #16-11626(BLS)
Reporting Period: February 2017STATUS OF POSTPETITION TAXES
MOR 4

Federal	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Date Paid	Check No. or EFT	Ending Tax Liability	Note Ref.
Withholding	-	85,729	(85,729)	02/03; 02/17	EFT	-	#1
FICA-Employee	-	32,554	(32,554)	02/03; 02/17	EFT	-	
FICA-Employer	-	32,554	(32,554)	02/03; 02/17	EFT	-	
Unemployment	-	404	(404)	02/03; 02/17	EFT	-	
Income	-	-	-			-	
Other:	-					-	
Total Federal Taxes	-	151,241	(151,241)			-	
State and Local							
Withholding	-	27,605	(27,605)	02/03; 02/17	EFT	-	
Sales	-	1,596	(1,596)	2/13/2017	EFT	-	
Excise	-	-	-		-	-	
Unemployment	-	10,331	(10,331)	02/03; 02/17	EFT	-	
Real Property	-	-	-		-	-	
Personal Property	-	-	-		-	-	
Other:	-	1,206	(1,206)	02/03; 02/17	EFT	-	
Total State and Local	-	40,738	(40,738)				
Total Taxes	-	191,979	(191,979)			-	

SUMMARY OF UNPAID POSTPETITION DEBTS

Number of Days Past Due	Current	0-30	31-60	61-90	Over 90	Total	
Accounts Payable	662,488	916,169	-	-	-	1,578,657	#2
Wages Payable	179,127	-	-	-	-	179,127	#3
Taxes Payable	-	-	-	-	-	-	
Rent/Leases-Building	-	-	-	-	-	-	
Rent/Leases-Equipment	-	-	-	-	-	-	
Professional Fees	1,202,840	-	-	-	-	1,202,840	#4
Amounts Due to Directors, officers and affiliates	107	-	-	-	-	107	
Other:	-	-	-	-	-	-	
<i>Subtotal (1)</i>	2,044,562	916,169	-	-	-	2,960,731	
Secured Debt/Adequate Protection Payments	25,000,000	-	-	-	-	25,000,000	
<i>Subtotal (2)</i>	25,000,000	-	-	-	-	25,000,000	
Total Postpetition Debts (1+2)	27,044,562	916,169	-	-	-	27,960,731	

Note #1: ADP payroll processing service acts as agent in making payments to federal/state/local taxing jurisdictions on behalf of Mesabi Metallics Company LLC. Tax deposits are made bi-weekly after payroll processing has been completed.

Note #2: Accounts Payable balances represent time period from July 8 through to February 28, 2017 and are subject to reconciliation with certain vendors

Note #3: Wages Payable balances represent time period as of February 28, 2017

Note #4: Professional fees excludes holdbacks and the payments are subject to Certificate of No Objection and budget constraints.

In Re: Mesabi Metallics Company LLC f/k/a/ Essar Steel Minnesota LLC**Case No. Case #16-11626(BLS)**
Reporting Period: February 2017**ACCOUNTS RECEIVABLE RECONCILIATION AND AGING**
MOR_5

Accounts Receivable Reconciliation		Amount	
Total Accounts Receivable at the beginning of the reporting period	-		
+ Amounts billed during the period	-		
- Amounts collected during the period	-		
Total Accounts Receivable at the end of the reporting period	-		
Accounts Receivable Aging		Amount	
0 - 30 days old	-		
31 - 60 days old	-		
61 - 90 days old	-		
91+ days old	-		
Total Accounts Receivable	-		
Amount considered uncollectible (Bad Debt)	-		
Accounts Receivable (Net)	-		

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
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 (See note #1 below)	
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

Note #1: Disbursements exclude amounts adjusted by utility service providers Northern Natural Gas (NNG) and Minnesota Power (MP) from the collaterals held by them, pursuant to Court Order dt Sept 20, 2016 (in case of NNG) and Order dt. Sept. 8, 2016 (in case of MP).

In Re: Mesabi Metallics Company LLC f/k/a/ Essar Steel Minnesota LLC

Case No. Case #16-11626(BLS)
Reporting Period: February 2017

SUMMARY OF UNPAID POSTPETITION DEBTS

Vendor Code	Vendor Name	Note #	Amount (USD)	Comments
132424	BARR ENGINEERING CO		3,491	
134776	INSIGHT DIRECT USA INC		2,246	
137831	METRO SALES INC		2,228	
142161	Williams Crusher Co		75,484	
148210	UNITED RENTALS		(500)	Advance for services
152854	Acar Auto Rental		780	
152882	Nashwauk Public Utilities		308	
152899	Verizon Wireless		126	
154558	PROSPECT STEEL CO		10,000	
154793	THE GTI GROUP		6,012	
155071	AMPTEK ELECTRICAL CONTRACTING AND C		7,056	
156585	CONCRETE PLANTS INC		66,300	
156630	GRM INFORMATION MANAGEMENT SERVICES		19	
1000020	Fragomen,Del Rey,Bernsen&Loewy,LLP		2,486	
1000136	Wells Fargo Vendor Financial Services		1,252	
1000175	White & Case		675,507	
1000178	GUGGENHEIM SECURITIES LLC		123,787	
1000180	KNAV P.A.		1,125	
1000183	Perpetual Holdings	#1	107	
1000196	Fox Rothschild LLP		54,066	
1000213	HOGAN McDANIEL		8,009	
1000214	KASOWITZ		145,493	
1000215	ZOLFO COOPER		165,582	
1000217	NORRI DISTRIBUTING COMPANY INC		522	
1000220	Compass Point Resources LLC		17,686	
1000225	Perella Weinberg Partners		2,264	
4000028	LINCOLN NATIONAL LIFE INSURANCE COM		2,546	
4000032	MINNESOTA POWER	#2	913,483	
4000035	PAUL HASTINGS LLP		21,031	
4000049	WILLIS OF MINNESOTA, INC.		472,969	
4000070	UPS		12	
20000010	STUART BEAUREGARD		41	
20000098	PHILLIP DAIGLE		88	
	TOTAL		2,781,604	
	Less: (#1) PAYABLES TO DIRECTORS, OFFICERS AND AFFILIATES		107	
	TOTAL VENDOR BALANCE POSTPETITION (THIRD PARTIES)		2,781,497	
1000204	DIP Funding SPHL (PIK interest)		1,550,417	

#1 Payables to Directors, Officers and Affiliates

#2 Account is subject to reconciliation with the vendor.

#3 Excludes 20% holdback related to bankruptcy related professional fees. Such amounts are included in Retention payable amount disclosed in the Balance sheet.

In Re: Mesabi Metallics Company LLC f/k/a/ Essar Steel Minnesota LLC

Case No. Case #16-11626(BLS)

Reporting Period: February 2017

Schedule of Cash Receipts and Disbursements

TD Bank - XXXXX4295 - Operating Account - Main

TD Bank - XXXXXX1302 - Wire Account - Main

TD Bank - XXXXXX8143 - Money Market Account

TD Bank - XXXXXX8131 - Payroll Account

Posting Date	Amount (USD)	Sub Type	Type	Vendor / Category	Note Ref.
2/1/2017	27,228.00	Other G&A and Travel	Payroll and G&A	NYC DEPT OF FINA TAXPAYMENT	
2/1/2017	50.00	Salary and Benefits (incl. payroll taxes and insurance)	Payroll and G&A	WIRE TRANSFER FEE	
2/1/2017	145,841.33	Salary and Benefits (incl. payroll taxes and insurance)	Payroll and G&A	ADP TAX SERVICES	
2/1/2017	5,365.10	Salary and Benefits (incl. payroll taxes and insurance)	Payroll and G&A	DELTA DENTAL MN DEBITS	
2/2/2017	75.00	Salary and Benefits (incl. payroll taxes and insurance)	Payroll and G&A	WIRE TRANSFER FEE	
2/2/2017	98,554.32	Salary and Benefits (incl. payroll taxes and insurance)	Payroll and G&A	ADP TAX SERVICES	
2/2/2017	5,763.05	Salary and Benefits (incl. payroll taxes and insurance)	Payroll and G&A	LINCOLN NATLIFE PREMPAYMNT	
2/3/2017	25.00	Restructuring Related Professional Fees	Restructuring Costs	WIRE TRANSFER FEE	
2/3/2017	281,250.00	Restructuring Related Professional Fees	Restructuring Costs	WHITE AND CASE LLC	
2/3/2017	80.00	Storage	Other Costs	WIRE TRANSFER FEE	
2/3/2017	11,569.67	Storage	Other Costs	MATCOM INDUSTRIAL INSTALLATIONS	
2/3/2017	10,156.54	Storage	Other Costs	GTI GLOBAL FREIGHT SYSTEMS INC	
2/6/2017	25.00	Insurance	Payroll and G&A	WIRE TRANSFER FEE	
2/6/2017	8,929.94	Insurance	Payroll and G&A	WILLIS OF MINNESOTA INC.	
2/6/2017	25.00	Paul Hastings	Legal Costs	WIRE TRANSFER FEE	
2/6/2017	38,374.03	Paul Hastings	Legal Costs	PAUL HASTINGS LLP	
2/6/2017	75.00	Restructuring Related Professional Fees	Restructuring Costs	WIRE TRANSFER FEE	
2/6/2017	25,000.00	Restructuring Related Professional Fees	Restructuring Costs	FOX ROTHSCHILD LLP	
2/6/2017	71,000.00	Restructuring Related Professional Fees	Restructuring Costs	KASOWITZ BENSON TORRES & FRIED	
2/6/2017	28,689.56	Restructuring Related Professional Fees	Restructuring Costs	ZOLFO COOPER LLC	
2/6/2017	21,554.11	Salary and Benefits (incl. payroll taxes and insurance)	Payroll and G&A	VOYA NAT TRST182 SPNSR P/R	
2/6/2017	25.00	Third-Party Cost to Complete Analysis	Other Costs	WIRE TRANSFER FEE	
2/6/2017	16,135.54	Third-Party Cost to Complete Analysis	Other Costs	COMPASS POINT RESOURCES LLC	
2/8/2017	4,755.37	Salary and Benefits (incl. payroll taxes and insurance)	Payroll and G&A	SELECTACCOUNT SA	
2/9/2017	150.00	Other G&A and Travel	Payroll and G&A	MARK ANDERSON	
2/10/2017	538.03	Salary and Benefits (incl. payroll taxes and insurance)	Payroll and G&A	ADP PAYROLL FEE	
2/13/2017	104.88	IT & Communications	Payroll and G&A	VERIZON WIRELESS	
2/13/2017	3,798.85	IT & Communications	Payroll and G&A	INTRALINKS, INC.	
2/13/2017	25.00	Other G&A and Travel	Payroll and G&A	LONE PINE TOWNSHIP HALL	
2/13/2017	456.54	Other G&A and Travel	Payroll and G&A	NORRI DISTRIBUTING COMPANY INC	
2/13/2017	164.00	Other G&A and Travel	Payroll and G&A	DRIVER & VEHICLE SERVICES	
2/13/2017	1,596.00	Other G&A and Travel	Payroll and G&A	MN DEPT OF REVEN MN REV PAY	
2/13/2017	8,160.00	Storage	Other Costs	BENTLEY WORLD PACKAGING LTD	
2/14/2017	674.28	Asset preservation and snow plowing	Other Costs	HAMMERLUND CONSTRUCTION INC.	
2/14/2017	662.79	IT & Communications	Payroll and G&A	METRO SALES INC	
2/14/2017	63,873.12	Office / Warehouse Rental	Payroll and G&A	TEMCO PROPERTIES LLC	
2/14/2017	76.48	Other G&A and Travel	Payroll and G&A	MINNESOTA INDUSTRIES	
2/15/2017	690.00	IT & Communications	Payroll and G&A	RAPID ROOTER	
2/15/2017	75.00	Restructuring Related Professional Fees	Restructuring Costs	WIRE TRANSFER FEE	
2/15/2017	42,310.44	Restructuring Related Professional Fees	Restructuring Costs	ZOLFO COOPER LLC	
2/15/2017	5,267.44	Restructuring Related Professional Fees	Restructuring Costs	HOGAN MCDANIEL	
2/15/2017	25.00	Salary and Benefits (incl. payroll taxes and insurance)	Payroll and G&A	WIRE TRANSFER FEE	
2/15/2017	147,506.35	Salary and Benefits (incl. payroll taxes and insurance)	Payroll and G&A	ADP TAX SERVICES	
2/16/2017	18,802.89	Mining & Other Permits: Technical Consulting	Taxes and Royalties	MN DNR ECOLOGICAL & WATER RESOURCES	
2/16/2017	3,953.50	Other G&A and Travel	Payroll and G&A	MITCHELL BRUNFELT	
2/16/2017	50.00	Salary and Benefits (incl. payroll taxes and insurance)	Payroll and G&A	WIRE TRANSFER FEE	
2/16/2017	91,828.66	Salary and Benefits (incl. payroll taxes and insurance)	Payroll and G&A	ADP TAX SERVICES	
2/16/2017	18,870.97	Storage	Other Costs	PROSPECT STEEL CO	
2/17/2017	14,328.00	Mining & Other Permits: Technical Consulting	Taxes and Royalties	MINNESOTA POLLUTION CONTROL AGENCY	
2/17/2017	306.92	Minnesota Power / Other Utilities	Utilities	NASHWAUK PUBLIC UTILITIES	
2/17/2017	13,801.18	Minnesota Power / Other Utilities	Utilities	MINNESOTA POWER UTILITY	
2/17/2017	1,212.91	Other G&A and Travel	Payroll and G&A	ACAR AUTO RENTAL	
2/17/2017	450.00	Other G&A and Travel	Payroll and G&A	TIM ELLISON	
2/17/2017	1,200.54	Other G&A and Travel	Payroll and G&A	SINCLAIR EXPRESS MART	
2/17/2017	741.33	Salary and Benefits (incl. payroll taxes and insurance)	Payroll and G&A	ADP PAYROLL FEE	
2/20/2017	1,729.71	Other G&A and Travel	Payroll and G&A	WELLS FARGO BANK	
2/20/2017	652.85	Other G&A and Travel	Payroll and G&A	MED COMPASS	
2/20/2017	500.00	Other G&A and Travel	Payroll and G&A	UNITED RENTALS	
2/21/2017	25.00	Director Fees	Payroll and G&A	WIRE TRANSFER FEE	
2/21/2017	2,983.38	Director Fees	Payroll and G&A	BRUCE CAIRNDUFF	#1
2/21/2017	5,337.91	IT & Communications	Payroll and G&A	AT&T	
2/21/2017	25.00	Other G&A and Travel	Payroll and G&A	WIRE TRANSFER FEE	
2/21/2017	127.25	Other G&A and Travel	Payroll and G&A	NORRI DISTRIBUTING COMPANY INC	
2/21/2017	23.70	Other G&A and Travel	Payroll and G&A	UPS	
2/21/2017	514.54	Other G&A and Travel	Payroll and G&A	WASTE MANAGEMENT	
2/21/2017	130.31	Other G&A and Travel	Payroll and G&A	CLINT WORCESTER	
2/21/2017	75.00	Other G&A and Travel	Payroll and G&A	SUPER ONE FOODS	
2/21/2017	595.52	Other G&A and Travel	Payroll and G&A	SATYEN SINHA	
2/21/2017	8,354.87	Other G&A and Travel	Payroll and G&A	MATTHEW G. STOCK	#1

In Re: Mesabi Metallics Company LLC f/k/a/ Essar Steel Minnesota LLC

Case No. Case #16-11626(BLS)

Reporting Period: February 2017

Schedule of Cash Receipts and Disbursements

TD Bank - XXXXX4295 - Operating Account - Main

TD Bank - XXXXXX1302 - Wire Account - Main

TD Bank - XXXXXX8143 - Money Market Account

TD Bank - XXXXXX8131 - Payroll Account

Posting Date	Amount (USD)	Sub Type	Type	Vendor / Category	Note Ref.
2/21/2017	188.00	Other Legal Costs	Legal Costs	FREDRIKSON	
2/21/2017	23,579.26	Salary and Benefits (incl. payroll taxes and insurance)	Payroll and G&A	VOYA NAT TRST182 SPNSR P/R	
2/22/2017	216.00	IT & Communications	Payroll and G&A	HURRICANE ELECTRIC LLC	
2/22/2017	4,210.00	Mining & Other Permits: Technical Consulting	Taxes and Royalties	BARR ENGINEERING CO	
2/22/2017	7,500.00	Minnesota Power / Other Utilities	Utilities	MINNESOTA POWER	
2/22/2017	1,385.91	Other G&A and Travel	Payroll and G&A	FILTHY CLEAN	
2/22/2017	25.00	Restructuring Related Professional Fees	Restructuring Costs	WIRE TRANSFER FEE	
2/22/2017	90,000.00	Restructuring Related Professional Fees	Restructuring Costs	GUGGENHEIM SECURITIES LLC	
2/22/2017	621.00	Salary and Benefits (incl. payroll taxes and insurance)	Payroll and G&A	SELECTACCOUNT SA	
2/22/2017	512.00	Salary and Benefits (incl. payroll taxes and insurance)	Payroll and G&A	BENEFIT ADMINISTRATION INC	
2/23/2017	25.00	Restructuring Related Professional Fees	Restructuring Costs	WIRE TRANSFER FEE	
2/23/2017	39,509.56	Restructuring Related Professional Fees	Restructuring Costs	GUGGENHEIM SECURITIES LLC	
2/23/2017	4,755.37	Salary and Benefits (incl. payroll taxes and insurance)	Payroll and G&A	SELECTACCOUNT SA	
2/24/2017	400.00	IT & Communications	Payroll and G&A	COMPUDYNE INC	
2/24/2017	538.03	Salary and Benefits (incl. payroll taxes and insurance)	Payroll and G&A	ADP PAYROLL FEE	
2/24/2017	33.00	Salary and Benefits (incl. payroll taxes and insurance)	Payroll and G&A	DISCOVERY BENEFIT DBI ADMIN	
2/24/2017	25.00	SPL DIP Lender Expenses	Restructuring Costs	WIRE TRANSFER FEE	
2/24/2017	95,000.00	SPL DIP Lender Expenses	Restructuring Costs	MORRISON COHEN LLP	
2/24/2017	40.00	Third-Party Cost to Complete Analysis	Other Costs	WIRE TRANSFER FEE	
2/24/2017	11,750.00	Third-Party Cost to Complete Analysis	Other Costs	CRU INTERNATIONAL LTD	
2/27/2017	997.28	Asset preservation and snow plowing	Other Costs	MINNESOTA INDUSTRIES	
2/27/2017	4,970.00	Asset preservation and snow plowing	Other Costs	BOUGALIS INC	
2/27/2017	75.00	Director Fees	Payroll and G&A	WIRE TRANSFER FEE	
2/27/2017	19,111.19	Director Fees	Payroll and G&A	BRUCE CAIRNDUFF	#1
2/27/2017	17,500.00	Director Fees	Payroll and G&A	PERPETUAL HOLDINGS LLC	#1
2/27/2017	17,795.00	Director Fees	Payroll and G&A	RIVERIA GROUP	#1
2/27/2017	16,657.70	IT & Communications	Payroll and G&A	VERIZON BUSINESS	
2/27/2017	396.21	IT & Communications	Payroll and G&A	METRO SALES INC	
2/27/2017	104.91	IT & Communications	Payroll and G&A	VERIZON WIRELESS	
2/27/2017	5,885.56	IT & Communications	Payroll and G&A	CAD TECHNOLOGY CENTER INC	
2/27/2017	2,333.99	IT & Communications	Payroll and G&A	COLOGIX	
2/27/2017	425.00	IT & Communications	Payroll and G&A	WHITE IVY DESIGN	
2/27/2017	7,500.00	Lobbyist	Other Costs	DOUGLAS JOHNSON	
2/27/2017	6,584.44	Mining & Other Permits: Technical Consulting	Taxes and Royalties	BARR ENGINEERING CO	
2/27/2017	8,113.61	Mining & Other Permits: Technical Consulting	Taxes and Royalties	VESTERHEIM GEOSCIENCE PLC	
2/27/2017	701.89	Minnesota Power / Other Utilities	Utilities	LAKE COUNTRY POWER	
2/27/2017	3,121.21	Minnesota Power / Other Utilities	Utilities	HIBBING PUBLIC UTILITIES	
2/27/2017	11,662.50	Office / Warehouse Rental	Payroll and G&A	SALAN CO.	
2/27/2017	25.00	Other G&A and Travel	Payroll and G&A	WIRE TRANSFER FEE	
2/27/2017	3,518.05	Other G&A and Travel	Payroll and G&A	EDWARDS OIL AND PROPANE	
2/27/2017	11.85	Other G&A and Travel	Payroll and G&A	UPS	
2/27/2017	574.31	Other G&A and Travel	Payroll and G&A	ACAR AUTO RENTAL	
2/27/2017	502.31	Other G&A and Travel	Payroll and G&A	SATELLITE SHELTERS, INC.	
2/27/2017	47.00	Other G&A and Travel	Payroll and G&A	DRIVER & VEHICLE SERVICES	
2/27/2017	7,641.22	Other G&A and Travel	Payroll and G&A	MATTHEW G. STOCK	#1
2/27/2017	72.13	Other G&A and Travel	Payroll and G&A	MATT MATTSO	
2/27/2017	54.72	Other G&A and Travel	Payroll and G&A	LATVALA SINCLAIR STATION	
2/27/2017	1,590.00	Other G&A and Travel	Payroll and G&A	J.HILL PSYCHOLOGICAL SERVICES LLC	
2/27/2017	1,060.00	Other G&A and Travel	Payroll and G&A	BRAID PROJECTS USA LLC	
2/27/2017	1,144.43	Other G&A and Travel	Payroll and G&A	A-1 SERVICES INC	
2/27/2017	1,496.00	Other G&A and Travel	Payroll and G&A	HIBBING AREA CHAMBER OF COMMERCE	
2/27/2017	25.00	Restructuring Related Professional Fees	Restructuring Costs	WIRE TRANSFER FEE	
2/27/2017	18,545.65	Restructuring Related Professional Fees	Restructuring Costs	EPIQ BANKRUPTCY SOLUTIONS	
2/27/2017	14,183.54	Site Security	Other Costs	GENERAL SECURITY SERVICES CORPORATI	
2/27/2017	25.00	SPL DIP Lender Expenses	Restructuring Costs	WIRE TRANSFER FEE	
2/27/2017	95,000.00	SPL DIP Lender Expenses	Restructuring Costs	MORRISON COHEN LLP	
2/27/2017	14,800.00	Storage	Other Costs	CLAUDIUS PETERS TECHNOLOGIES	
2/27/2017	2,562.86	Storage	Other Costs	BENTLEY WORLD PACKAGING LTD	
2/27/2017	350.00	Storage	Other Costs	NAGLE PUMPS INC	
2/27/2017	45,900.00	Storage	Other Costs	CONCRETE PLANTS INC	
2/27/2017	5,363.00	Storage	Other Costs	OMNITRANS CORP LTD	
2/27/2017	5,100.00	Storage	Other Costs	KINERGY CORPORATION	
2/27/2017	4,250.00	Tax / Other Advisory	Payroll and G&A	KNAV P.A.	
2/28/2017	25.00	Chief Restructuring Officer	Restructuring Costs	WIRE TRANSFER FEE	
2/28/2017	85,000.00	Chief Restructuring Officer	Restructuring Costs	DAVID AND LAURIE PAUKER	#2
2/28/2017	1,060.86	IT & Communications	Payroll and G&A	METRO SALES INC	
2/28/2017	1,321.72	IT & Communications	Payroll and G&A	NEXTERA	
2/28/2017	11.85	Other G&A and Travel	Payroll and G&A	UPS	
2/28/2017	176.02	Other G&A and Travel	Payroll and G&A	RYAN HEULE	

In Re: Mesabi Metallics Company LLC f/k/a/ Essar Steel Minnesota LLC

Case No. Case #16-11626(BLS)

Reporting Period: February 2017

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TD Bank - XXXXX4295 - Operating Account - Main

TD Bank - XXXXX1302 - Wire Account - Main

TD Bank - XXXXX8143 - Money Market Account

TD Bank - XXXXX8131 - Payroll Account

Posting Date	Amount (USD)	Sub Type	Type	Vendor / Category	Note Ref.
2/28/2017	25.00	Salary and Benefits (incl. payroll taxes and insurance)	Payroll and G&A	WIRE TRANSFER FEE	
2/28/2017	61,373.66	Salary and Benefits (incl. payroll taxes and insurance)	Payroll and G&A	HEALTHPARTNERS	
2/28/2017	25.00	SPL DIP Lender Expenses	Restructuring Costs	WIRE TRANSFER FEE	
2/28/2017	11,490.68	SPL DIP Lender Expenses	Restructuring Costs	MORRISON COHEN LLP	
	2,051,923.18	Operating account XXXXX4295			
2/1/2017	1,116.43	Asset preservation and snow plowing	Other Costs	Border State Electirc	
2/1/2017	153.00	Other G&A and Travel	Payroll and G&A	TCE Efile	
2/2/2017	481.93	IT & Communications	Payroll and G&A	Google services	
2/2/2017	151.99	Other G&A and Travel	Payroll and G&A	Ferguson Enterprises	
2/2/2017	54.94	Other G&A and Travel	Payroll and G&A	UPS	
2/3/2017	83.50	Other G&A and Travel	Payroll and G&A	UPS	
2/3/2017	90.84	Other G&A and Travel	Payroll and G&A	The Motor Shop	
2/6/2017	39.76	Other G&A and Travel	Payroll and G&A	UPS	
2/9/2017	50.18	Other G&A and Travel	Payroll and G&A	Border State Electirc	
2/9/2017	50.00	Other G&A and Travel	Payroll and G&A	UPS	
2/9/2017	15.99	Other G&A and Travel	Payroll and G&A	Stamps	
2/10/2017	8.00	Other G&A and Travel	Payroll and G&A	Erbert and Gerberts	
2/13/2017	24.18	Other G&A and Travel	Payroll and G&A	UPS	
2/13/2017	12.12	Other G&A and Travel	Payroll and G&A	Erbert and Gerberts	
2/16/2017	23.54	Other G&A and Travel	Payroll and G&A	UPS	
2/21/2017	20.69	Other G&A and Travel	Payroll and G&A	UPS	
2/27/2017	183.98	Other G&A and Travel	Payroll and G&A	UPS	
2/28/2017	(0.04)	Other G&A and Travel	Payroll and G&A	Interest paid	
	2,561.03	Wire account xxxxx1302/8143			
	2,054,484.21				#3

#1 Payments made to Directors, Officers and affiliates

#2 Payment made to CRO

#3 Above mentioned disbursements exclude amounts adjusted by utility service providers Northern Natural Gas (NNG) and Minnesota Power (MP) from the collaterals held by them, pursuant to Court Order dt Sept 20, 2016 (in case of NNG) and Order dt. Sept. 8, 2016 (in case of MP).