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| OMB APPROVAL |
| --- |
| OMB Number: 32135-0327 |
| Expires: January 31, 2005 |
| Estimated average burden hours per response...0.10 |

RECD S.E.C. 2 1088

**IN ACCORDANCE WITH RULE 311 OF REGULATION S-T, THESE EXHIBITS ARE BEING FILED IN PAPER**

**UNITED STATES**
**Securities and Exchange Commission**
**Washington, D.C. 20549**

RECD S.E.C. AUG 2 2 2002 1086

**FORM SE**

**FORM FOR SUBMISSION OF PAPER FORMAT EXHIBITS**

**BY ELECTRONIC FILERS**

| | |
| --- | --- |
| THE IT GROUP, INC. | 0000731190 |
| Exact name of registrant as specified in charter | Registrant CIK Number |
| FOR 8/22/02<br>FORM 8-K (filed on August 21, 2002) | 1-09037 |
| Electronic report, schedule or registration statement of which the documents are a part (give period of report) | SEC file number, if available |

PROCESSED
AUG 2 8 2002
P THOMSON FINANCIAL

Name of Person Filing the Document (if other than the Registrant)

PAGE 1 OF 74 PAGES
EXHIBIT INDEX ON PAGE 3

**SIGNATURES**

*Filings Made By the Registrant:*

The Registrant has duly caused this form to be signed on its behalf by the undersigned, thereunto duly authorized, in the City of Pittsburgh, State of Pennsylvania, August 22, 2002.

THE IT GROUP, INC.
(Registrant)

By: /s/ Harry J. Soose, Jr., Chief Operating Officer

(Name and Title)

## Exhibit Index

IN THE UNITED STATES BANKRUPTCY COURT

FOR THE DISTRICT OF DELAWARE

| | | |
|---|---|---|
| In re: | : | Chapter 11 |
| The IT Group, Inc., *et al.*, | : | Case No. 02-10118 (MFW) |
| | : | Jointly Administered |
| Debtors. | : | |

**NOTICE OF FILING OF MONTHLY OPERATING REPORT FOR PERIOD FROM MARCH 30, 2002 THROUGH MAY 3, 2002**

PLEASE TAKE NOTICE that on July 2, 2002, the debtors and debtors-in-possession in the above-captioned cases filed with the Court the Monthly Operating Report of The IT Group Inc. et al., for the period from March 30, 2002 through May 3, 2002 (the "Monthly Operating Report"), which is attached hereto as Exhibit A.

PLEASE TAKE FURTHER NOTICE that contemporaneously herewith, the Monthly Operating Report was trans-



DKT. NO. 1788
DT. FILED 7/2/02

mitted to the parties listed on Exhibit B attached hereto in the manner provided thereon.

Dated: Wilmington, Delaware
July 2, 2002

*/s/ Marion M. Quirk*
Gregg M. Galardi (I.D. No. 2991)
Marion M. Quirk (I.D. No. 4136)
Gary A. Rubin (I.D. No. 4140)
SKADDEN, ARPS, SLATE, MEAGHER
& FLOM LLP
One Rodney Square
P.O. Box 636
Wilmington, Delaware 19899
(302) 651-3000

- and -

Timothy R. Pohl
SKADDEN, ARPS, SLATE, MEAGHER
& FLOM (ILLINOIS)
333 West Wacker Drive
Chicago, Illinois 60606
(312) 407-0700

Attorneys for Debtors and
Debtors-in-Possession

# Exhibit A

**The IT Group, Inc.**
**Case No. 02-10118**

**Activity for the period March 30, 2002 thru May 3, 2002**

## Table of Contents

IN THE UNITED STATES BANKRUPTCY COURT

FOR THE DISTRICT OF DELAWARE

| | |
|---|---|
| In re: | Chapter 11 |
| The IT Group, Inc., et al., | Case No. 02-10118 (MFW) |
| Debtors. | Jointly Administered |

**DECLARATION OF HARRY J. SOOSE IN SUPPORT OF THE MONTHLY OPERATING REPORT FOR THE PERIOD FROM MARCH 30, 2002 THROUGH MAY 3, 2002 FILED ON BEHALF OF THE ABOVE-REFERENCED DEBTORS**

I, Harry J. Soose, Jr. hereby declare under penalty of perjury that the following is true and correct to the best of my knowledge, information, and belief.

1. I am the Chief Financial Officer of The IT Group, Inc., a Delaware corporation with an office in Monroeville, Pennsylvania.

2. This declaration is submitted in conjunction with the filing of the monthly operating report.

3. The current operating status of all debtors (operating, limited activity, inactive) is outlined in the consolidating income statement and related footnote. All financial activity between the debtors and non-debtor foreign and domestic subsidiaries is outlined in the consolidating income and balance sheet. The bank reconciliations of the debtors are substantially completed as of May 3, 2002. All tax returns and taxes are current.

I declare under penalty of perjury that the foregoing is true and correct to the best of my knowledge, information, and belief.

Dated: Monroeville, PA
June 27, 2002

Harry J. Soose, Jr.

COO & CFO

C:\My Documents\bankruptcy\affidavit-0503.doc

The IT Group, Inc.
Consolidating Balance Sheet by Company
May 3, 2002

| | 02-10118 (Unconsolidated) The IT Group, Inc. (00) | 02-10165 IT Corporation (01) | 02-10157 Benecia North Gateway LLC | 02-10164 IT Baker LLC | 02-10167 IT Lake Herman Road LLC | 02-10168 IT Vine Hill LLC | 02-10178 Northern California Development Ltd | 02-10169 IT-Tulsa Holdings, Inc. (03) |
|---|---|---|---|---|---|---|---|---|
| *Current Assets:* | | | | | | | | |
| Cash | - | 14,051,321 | | | | | | |
| Accounts receivable | 13,111 | 293,065,300 | | | | | | |
| Allow for doubtful accts | - | (17,645,455) | | | | | | |
| Deferred income taxes | - | (10,479,402) | | | | | | |
| Other receivables | - | 10,572,950 | | | | | | |
| Prepaid expenses and other current assets | - | 5,504,735 | | | | | | |
| Total current assets | 13,111 | 295,069,448 | - | - | - | - | - | - |
| Property, plant and equipment, at cost | - | 89,378,566 | | | | | | |
| Accumulated depreciation and amortization | - | (50,056,022) | | | | | | |
| Net property, plant and equipment | - | 39,322,544 | - | - | - | - | - | - |
| Cost in excess of net assets of acquired business | - | - | | | | | | |
| Investments in affiliate | 9,815,598 | 35,708,646 | | | | | 25,800,000 | |
| Restricted cash | - | | | | | | | |
| Deferred Financing Costs | - | - | | | | | | |
| Other assets | 165 | 6,612,112 | | | | | | |
| Deferred taxes | - | (101,125,616) | | | | | | |
| Long-term assets of discontinued operations | - | 4,151 | 21,800,000 | 4,000,000 | - | - | | |
| Total assets | 9,828,874 | 275,591,285 | 21,800,000 | 4,000,000 | - | - | 25,800,000 | - |

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| | 02-10118 (Unconsolidated) The IT Group, Inc. (00) | 02-10165 IT Corporation (01) | 02-10157 Benecia North Gateway LLC | 02-10164 IT Baker LLC | 02-10167 IT Lake Herman Road LLC | 02-10168 IT Vine Hill LLC | 02-10178 Northern California Development Ltd | 02-10169 IT-Tulsa Holdings, Inc. (03) |
|---|---|---|---|---|---|---|---|---|
| Current Liabilities (Prepetition): | | | | | | | | |
| Accounts payable-unsecured | - | 56,642,621 | | | | | | 628 |
| Accrued wages and related liabilities-unsec | 421 | 14,021,657 | | | | | | (157) |
| Billings in excess of revenues-unsecured | - | 3,851,848 | | | | | | - |
| Other accrued liabilities-unsecured | 7,204,124 | 26,904,249 | | | | | | (138) |
| Long-term debt due within 1 year-unsecure | 225,000,000 | - | | | | | | - |
| Long-term debt due within 1 year-secured | 52,558,951 | 358,049,153 | | | | | | - |
| Current Liabilities (Postpetition): | | | | | | | | |
| Accounts payable-unsecured | 30,992 | 86,561,890 | | | | | | (628) |
| Accrued wages and related liabilities-unsec | 220 | 7,315,193 | | | | | | (82) |
| Other accrued liabilities-unsecured | 878,480 | 3,280,739 | | | | | | (17) |
| DIP Financing | 40,000,000 | - | | | | | | |
| Long-term debt due within 1 year-unsecure | - | - | | | | | | - |
| Long-term debt due within 1 year-secured | - | - | | | | | | - |
| Net current liabilities of discontinued operations | - | (0) | 1,100,656 | 201,955 | - | - | | |
| Total current liabilities | 325,673,188 | 556,627,349 | 1,100,656 | 201,955 | - | - | - | (394) |
| | | | | | | | | |
| Long-term debt | - | - | | | | | | |
| Long-term liabilities of discontinued operations | - | | | | | | | |
| Other l-t accrued liabilities-prepetit | - | 3,652,735 | | | | | | |
| Minority interest in subsidiary | - | | | | | | | |
| | | | | | | | | |
| Stockholders' Equity: | | | | | | | | |
| Preferred stock | 6,665,152 | | | | | | | |
| Common stock | 230,583 | 36,185 | | | | | | 2,500 |
| Treasury stock | (4,866,900) | - | | | | | | |
| Unearned Compensation-Restricte | (543,568) | | | | | | | |
| Additional paid-in capital | (280,802,276) | 735,550,186 | 20,699,344 | 3,798,045 | - | - | 25,800,000 | (19,861,256) |
| Retained earnings (deficit) | (36,527,305) | (1,015,216,158) | | | | | | 19,859,149 |
| Cumulative translation adj. | - | (5,059,012) | | | | | | |

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| | | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| Total stockholders' equity | (315,844,314) | (284,688,799) | 20,699,344 | 3,798,045 | - | - | 25,800,000 | 394 |
| Total liabilities and stockholders' equity | 9,828,874 | 275,591,285 | 21,800,000 | 4,000,000 | - | - | 25,800,000 | - |

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Consolidating Balance Sheet by Company
May 3, 2002

| | 02-10166 IT Corporation of North Carolina, Inc. (13) | 02-10143 LandBank, Inc. (15) | 02-10162 Gradient Corporation (18) | 02-10150 PHR Environmental Consultants, Inc. (19) | 02-10181 Pacific Environmental Group, Inc. (20) | Nondebtor Universal Professional Insurance Company (21) | Nondebtor IT/Davy, A Joint Venture (Sikes) (23) |
|---|---|---|---|---|---|---|---|
| Current Assets: | | | | | | | |
| Cash | | 768,317 | - | (100) | 1,000 | 278,017 | 12,105 |
| Accounts receivable | | 70,940 | - | 569,921 | 1,515,858 | | |
| Allow for doubtful accts | | | - | (418,343) | | | |
| Deferred income taxes | | | | | (713,817) | | |
| Other receivables | | 876,590 | - | | - | 233,248 | |
| Prepaid expenses and other current assets | | 28,838,021 | - | 12,757 | - | 5,754 | |
| Total current assets | - | 30,553,868 | - | 164,235 | 803,041 | 517,019 | 12,105 |
| Property, plant and equipment, at cost | | 229,001 | - | - | 261,361 | | |
| Accumulated depreciation and amortization | | (148,601) | - | - | (161,904) | | |
| Net property, plant and equipment | - | 80,400 | - | - | 99,458 | - | - |
| Cost in excess of net assets of acquired business | | | | - | | | |
| Investments in affiliate | | | | | | | |
| Restricted cash | | | | | | | |
| Deferred Financing Costs | | | | | | | |
| Other assets | | 6,265 | - | | 20,115 | | |
| Deferred taxes | | | | | | | |
| Long-term assets of discontinued operations | | | | | | | |
| Total assets | - | 30,640,533 | - | 164,235 | 922,614 | 517,019 | 12,105 |

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| | 02-10166 IT Corporation of North Carolina, Inc. (13) | 02-10143 - LandBank, Inc. (15) | 02-10162 Gradient Corporation (18) | 02-10150 PHR Environmental Consultants, Inc. (19) | 02-10181 Pacific Environmental Group, Inc. (20) | Nondebtor Universal Professional Insurance Company (21) | Nondebtor IT/Davy, A Joint Venture (Sikes) (23) |
|---|---|---|---|---|---|---|---|
| Current Liabilities (Prepetition): | | | | | | | |
| Accounts payable-unsecured | - | 722,924 | - | 21,537 | 288,412 | - | - |
| Accrued wages and related liabilities-unsec | - | - | - | - | 17,403 | - | - |
| Billings in excess of revenues-unsecured | - | - | - | - | - | - | - |
| Other accrued liabilities-unsecured | - | (32,579) | - | (6,632) | (64,508) | 813,993 | (708) |
| Long-term debt due within 1 year-unsecure | - | - | - | - | - | - | - |
| Long-term debt due within 1 year-secured | - | 3,907,520 | - | - | - | - | - |
| Current Liabilities (Postpetition): | | | | | | | |
| Accounts payable-unsecured | - | 636,789 | - | 159,840 | 162,915 | 2,020,381 | 20,432 |
| Accrued wages and related liabilities-unsec | - | - | - | - | 9,079 | - | - |
| Other accrued liabilities-unsecured | - | 23,275 | - | (809) | (7,867) | 99,259 | (86) |
| DIP Financing | | | | | | | |
| Long-term debt due within 1 year-unsecure | - | - | - | - | - | - | - |
| Long-term debt due within 1 year-secured | - | - | - | - | - | - | - |
| Net current liabilities of discontinued operations | | | | | | | |
| Total current liabilities | - | 5,257,928 | - | 173,936 | 405,434 | 2,933,633 | 19,638 |
| Long-term debt | | - | | | | | |
| Long-term liabilities of discontinued operations | | | | | | | |
| Other l-t accrued liabilities-prepetit | | | | | | | |
| Minority interest in subsidiary | | - | | | | | |
| Stockholders' Equity: | | | | | | | |
| Preferred stock | | | | | | | |
| Common stock | | 5,000 | - | 1 | 254,216 | 200,000 | |
| Treasury stock | | | - | | | | |
| Unearned Compensation-Restricte | | | | | | | |
| Additional paid-in capital | - | 26,528,373 | - | (27,203) | (1,566,532) | (14,751,549) | (18,660,778) |
| Retained earnings (deficit) | - | (1,150,768) | - | 17,501 | 1,829,496 | 12,134,935 | 18,653,246 |
| Cumulative translation adj. | | | | | | | |
| | | | - | | | | |



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| | | | | | | | |
|---|---|---|---|---|---|---|---|
| Total stockholders' equity | - | 25,382,605 | - | (9,701) | 517,180 | (2,416,614) | (7,533) |
| Total liabilities and stockholders' equity | - | 30,640,533 | - | 164,235 | 922,614 | 517,019 | 12,105 |

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# Consolidating Balance Sheet by Company
May 3, 2002

| | Nondebtor International Technology Europe, Ltd. (30) | Nondebtor IT-McGill Pollution Control Services, Ltd. (33) | 02-10131 IT International Holdings, Inc. (38) | 02-10129 IT E&C Operations, Inc. (40) | 02-10128 IT C&V Operations, Inc. (41) | 02-10134 IT Investment Holdings, Inc. (42) |
|---|---|---|---|---|---|---|
| Current Assets: | | | | | | |
| Cash | | | | | | |
| Accounts receivable | | | 80,004 | | | |
| Allow for doubtful accts | | | | | | |
| Deferred income taxes | | | | | | |
| Other receivables | - | | | | | |
| Prepaid expenses and other current assets | | | | | | |
| Total current assets | - | - | 80,004 | - | - | - |
| Property, plant and equipment, at cost | | | | | | |
| Accumulated depreciation and amortization | | | | | | |
| Net property, plant and equipment | - | - | - | - | - | - |
| Cost in excess of net assets of acquired business | | | | - | - | |
| Investments in affiliate | 1,999,517 | | | 1,592,056 | 1,622,526 | 130,076 |
| Restricted cash | | | - | | | |
| Deferred Financing Costs | | | | | | |
| Other assets | | | | | | |
| Deferred taxes | | | | | | |
| Long-term assets of discontinued operations | | | | | | |
| Total assets | 1,999,517 | - | 80,004 | 1,592,056 | 1,622,526 | 130,076 |

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| | Nondebtor International Technology Europe, Ltd. (30) | Nondebtor IT-McGill Pollution Control Services, Ltd. (33) | 02-10131 IT International Holdings, Inc. (38) | 02-10129 IT E&C Operations, Inc. (40) | 02-10128 IT C&V Operations, Inc. (41) | 02-10134 IT Investment Holdings, Inc. (42) |
|---|---|---|---|---|---|---|
| Current Liabilities (Prepetition): | | | | | | |
| Accounts payable-unsecured | - | - | 8,265 | - | - | - |
| Accrued wages and related liabilities-unsec | - | - | - | (2,851) | - | - |
| Billings in excess of revenues-unsecured | - | - | - | - | - | - |
| Other accrued liabilities-unsecured | - | - | 16,789 | (89) | (89) | 161,029 |
| Long-term debt due within 1 year-unsecure | - | - | - | - | - | - |
| Long-term debt due within 1 year-secured | - | - | - | - | - | - |
| Current Liabilities (Postpetition): | | | | | | |
| Accounts payable-unsecured | - | - | 30 | 30 | 30 | 30 |
| Accrued wages and related liabilities-unsec | - | - | - | (1,487) | - | - |
| Other accrued liabilities-unsecured | - | - | 2,047 | (11) | (11) | 19,636 |
| DIP Financing | | | | | | |
| Long-term debt due within 1 year-unsecure | - | - | - | - | - | - |
| Long-term debt due within 1 year-secured | - | - | - | - | - | - |
| Net current liabilities of discontinued operations | | | | | | |
| Total current liabilities | - | - | 27,132 | (4,409) | (70) | 180,695 |
| Long-term debt | | | | | | |
| Long-term liabilities of discontinued operations | | | | | | |
| Other l-t accrued liabilities-prepetit | | | | | | |
| Minority interest in subsidiary | | | | | | |
| Stockholders' Equity: | | | | | | |
| Preferred stock | | | | | | |
| Common stock | 76,900 | 966,259 | | 10 | | 100 |
| Treasury stock | | | | | | |
| Unearned Compensation-Restricte | | | | | | |
| Additional paid-in capital | 7,776,118 | | 2,038,610 | 2,337,290 | 2,646,947 | 382,611 |
| Retained earnings (deficit) | (5,853,501) | (966,259) | (1,985,738) | (740,835) | (1,024,351) | (433,331) |
| Cumulative translation adj. | | | | - | | |

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| | | | | | | |
|---|---|---|---|---|---|---|
| Total stockholders' equity | 1,999,517 | - | 52,873 | 1,596,465 | 1,622,596 | (50,619) |
| Total liabilities and stockholders' equity | 1,999,517 | - | 80,004 | 1,592,056 | 1,622,526 | 130,076 |

Consolidating Balance Sheet by Company
May 3, 2002

| | 02-10133 IT International Operations, Inc. (43) | 02-10135 IT Iron Mountain Operations, LLC (46) | 02-10127 IT Administrative Services, LLC (47) | 02-10171 Jellinek, Schwartz & Connolly, Inc. (50) | 02-10182 Sielken, Inc. (51) | 02-10172 JSC International, Inc. (53) |
|---|---|---|---|---|---|---|
| Current Assets: | | | | | | |
| Cash | | 76,719 | 100 | 15,905 | - | 152,237 |
| Accounts receivable | | 58,722 | | 626,798 | 378 | 1,285,479 |
| Allow for doubtful accts | | | | (272,040) | | |
| Deferred income taxes | | | | | - | |
| Other receivables | | | | (9,802) | | |
| Prepaid expenses and other current assets | | | | 161 | | 25,000 |
| Total current assets | - | 135,441 | 100 | 361,023 | 378 | 1,462,716 |
| Property, plant and equipment, at cost | | | | 229,160 | - | 67,510 |
| Accumulated depreciation and amortization | | | | (185,768) | - | (4,347) |
| Net property, plant and equipment | - | - | - | 43,392 | - | 63,163 |
| Cost in excess of net assets of acquired business | | | | | | |
| Investments in affiliate | 2,553,443 | | | | | |
| Restricted cash | | | | | | |
| Deferred Financing Costs | | | | | | |
| Other assets | | - | - | - | - | |
| Deferred taxes | | | | (354,760) | (17,399) | |
| Long-term assets of discontinued operations | | | | | | |
| Total assets | 2,553,443 | 135,441 | 100 | 49,655 | (17,021) | 1,525,879 |

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Consolidating Balance Sheet by Company
May 3, 2002

| | 02-10133 IT International Operations, Inc. (43) | 02-10135 IT Iron Mountain Operations, LLC (46) | 02-10127 IT Administrative Services, LLC (47) | 02-10171 Jellinek, Schwartz & Connolly, Inc. (50) | 02-10182 Sielken, Inc. (51) | 02-10172 JSC International, Inc. (53) |
|---|---|---|---|---|---|---|
| Current Liabilities (Prepetition): | | | | | | |
| Accounts payable-unsecured | - | - | - | 33,129 | 216 | - |
| Accrued wages and related liabilities-unsec | - | 33,122 | - | (57) | - | - |
| Billings in excess of revenues-unsecured | - | 28,689,913 | - | - | - | - |
| Other accrued liabilities-unsecured | (4,049) | (21,184) | (5,170) | (28,368) | (62,822) | 475,097 |
| Long-term debt due within 1 year-unsecure | - | - | - | - | - | - |
| Long-term debt due within 1 year-secured | - | - | - | - | - | - |
| Current Liabilities (Postpetition): | | | | | | |
| Accounts payable-unsecured | 2,540 | 854,888 | - | 82,570 | - | - |
| Accrued wages and related liabilities-unsec | - | 17,280 | - | (30) | - | - |
| Other accrued liabilities-unsecured | (494) | (2,583) | (630) | (3,459) | (7,660) | 57,934 |
| DIP Financing | | | | | | |
| Long-term debt due within 1 year-unsecure | - | - | - | - | - | - |
| Long-term debt due within 1 year-secured | - | - | - | - | - | - |
| Net current liabilities of discontinued operations | | | | | | |
| Total current liabilities | (2,002) | 29,571,436 | (5,800) | 83,785 | (70,266) | 533,031 |
| Long-term debt | | | | | | |
| Long-term liabilities of discontinued operations | | | | | | |
| Other l-t accrued liabilities-prepetit | | - | | | | |
| Minority interest in subsidiary | | | | | | |
| Stockholders' Equity: | | | | | | |
| Preferred stock | | | | | | |
| Common stock | 3,000 | | | 4,989 | | |
| Treasury stock | | | | (425,820) | | - |
| Unearned Compensation-Restricte | | | | | | |
| Additional paid-in capital | 2,552,445 | (27,864,664) | 5,949 | (1,325,515) | (1,173,797) | (947,792) |
| Retained earnings (deficit) | | (1,571,331) | (49) | 1,712,217 | 1,227,042 | 2,072,640 |
| Cumulative translation adj. | | | | | | (132,000) |

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| | | | | | | |
|---|---|---|---|---|---|---|
| Total stockholders' equity | 2,555,445 | (29,435,995) | 5,900 | (34,130) | 53,245 | 992,847 |
| Total liabilities and stockholders' equity | 2,553,443 | 135,441 | 100 | 49,655 | (17,021) | 1,525,879 |

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The IT Group, Inc.
Consolidating Balance Sheet by Company
May 3, 2002

| | 02-10170 ITGtech (55) | 02-10121 E-Com Solutions, Inc. (56) | 02-10125 Evergreen Acquisition Sub I, Inc. (57) | 02-10184 W & H Pacific, Inc. (58) | 02-10160 Enterprise, Environmental & Earthworks, Inc. (59) | 02-10180 OHM Remediation Services Corporation (75) |
|---|---|---|---|---|---|---|
| Current Assets: | | | | | | |
| Cash | | (2,567) | | 40,557 | 26,793 | 87,706 |
| Accounts receivable | 1,456,140 | | | 887,803 | (14,755) | (47,549,800) |
| Allow for doubtful accts | (561,743) | | | - | | |
| Deferred income taxes | | | | 314,533 | | 2,838,235 |
| Other receivables | 1,804 | | | 14,847 | | 42,751 |
| Prepaid expenses and other current assets | | - | | 113,060 | | 514,708 |
| Total current assets | 896,201 | (2,567) | - | 1,370,801 | 12,038 | (44,066,399) |
| Property, plant and equipment, at cost | - | 224,292 | | 826,529 | | 13,559,360 |
| Accumulated depreciation and amortization | | (47,501) | | (223,027) | | (7,499,356) |
| Net property, plant and equipment | - | 176,791 | - | 603,503 | - | 6,060,004 |
| Cost in excess of net assets of acquired business | | - | - | | | - |
| Investments in affiliate | | 243,719 | 10,103,205 | | | |
| Restricted cash | | | | | | |
| Deferred Financing Costs | | | | | | |
| Other assets | - | | | 37,417 | | 185,862 |
| Deferred taxes | | 318,400 | | 1,246,505 | | 37,271,802 |
| Long-term assets of discontinued operations | | | | | | |
| Total assets | 896,201 | 736,342 | 10,103,205 | 3,258,226 | 12,038 | (548,731) |

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Consolidating Balance Sheet by Company
May 3, 2002

| | 02-10170 ITGtech (55) | 02-10121 E-Com Solutions, Inc. (56) | 02-10125 Evergreen Acquisition Sub I, Inc. (57) | 02-10184 W & H Pacific, Inc. (58) | 02-10160 Enterprise, Environmental & Earthworks, Inc. (59) | 02-10180 OHM Remediation Services Corporation (75) |
|---|---|---|---|---|---|---|
| Current Liabilities (Prepetition): | | | | | | |
| Accounts payable-unsecured | 97,588 | - | - | 73,414 | - | 1,705,762 |
| Accrued wages and related liabilities-unsec | - | 4,820 | - | 360,756 | - | (21,309) |
| Billings in excess of revenues-unsecured | - | - | - | - | - | 26,600 |
| Other accrued liabilities-unsecured | (30,600) | 65,200 | - | 606,560 | 24,065 | 11,942,245 |
| Long-term debt due within 1 year-unsecure | - | - | - | - | - | - |
| Long-term debt due within 1 year-secured | - | - | - | 59,244 | - | 1,065,852 |
| Current Liabilities (Postpetition): | | | | | | |
| Accounts payable-unsecured | 96,839 | 444 | - | 414,836 | (4) | 4,225,815 |
| Accrued wages and related liabilities-unsec | - | 2,515 | - | 188,209 | - | (11,117) |
| Other accrued liabilities-unsecured | (3,731) | 7,951 | - | 73,965 | 2,935 | 1,456,253 |
| DIP Financing | | | | | | |
| Long-term debt due within 1 year-unsecure | - | - | - | - | - | - |
| Long-term debt due within 1 year-secured | - | - | - | - | - | - |
| Net current liabilities of discontinued operations | | | | | | |
| Total current liabilities | 160,095 | 80,930 | - | 1,776,984 | 26,996 | 20,390,101 |
| Long-term debt | | | | - | | |
| Long-term liabilities of discontinued operations | | | | | | |
| Other l-t accrued liabilities-prepetit | | | | | | 1,283,200 |
| Minority interest in subsidiary | | | | | | |
| Stockholders' Equity: | | | | | | |
| Preferred stock | | | | | | |
| Common stock | 100 | 1,000 | | 2,833,499 | 205,000 | 915,210 |
| Treasury stock | | | | | | |
| Unearned Compensation-Restricte | | | | | | |
| Additional paid-in capital | (893,510) | 571,908 | 10,493,318 | (9,698,933) | 1,986,578 | (114,235,882) |
| Retained earnings (deficit) | 1,629,516 | 82,505 | (390,113) | 8,346,675 | (2,206,535) | 91,098,640 |
| Cumulative translation adj. | | | | - | - | |

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|---|---|---|---|---|---|---|
| Total stockholders' equity | 736,106 | 655,413 | 10,103,205 | 1,481,242 | (14,957) | (22,222,033) |
| Total liabilities and stockholders' equity | 896,201 | 736,342 | 10,103,205 | 3,258,225 | 12,038 | (548,731) |

The IT Group, Inc.
Consolidating Balance Sheet by Company
May 3, 2002

| | Nondebtor OHM Remediation Services of Canada, Ltd. (76) | 02-10179 OHM Corporation (78) | Separate Bankruptcy Beneco Enterprises, Inc. (79) | 02-10126 Groundwater Technology, Inc. (100) | 02-10161 Fluor Daniel Environmental Services, Inc. (101) |
|---|---|---|---|---|---|
| Current Assets: | | | | | |
| Cash | 144,317 | 7,256 | 153,067 | 91,240 | (24,604) |
| Accounts receivable | | | 30,127,062 | 18,955,161 | 98,275 |
| Allow for doubtful accts | | | (903,703) | (12,835) | |
| Deferred income taxes | | (486,000) | 1,391,000 | 1,694,698 | |
| Other receivables | | - | 14,991 | 138,803 | |
| Prepaid expenses and other current assets | | - | 760,083 | - | |
| Total current assets | 144,317 | (478,744) | 31,542,500 | 20,867,068 | 73,671 |
| Property, plant and equipment, at cost | | | 1,062,553 | 896,325 | |
| Accumulated depreciation and amortization | | | (569,580) | (374,869) | |
| Net property, plant and equipment | - | - | 492,973 | 521,456 | - |
| Cost in excess of net assets of acquired business | | - | - | - | |
| Investments in affiliate | | 268,403,791 | | 133,542,958 | |
| Restricted cash | | | | | |
| Deferred Financing Costs | | - | | | |
| Other assets | | - | | (1,144,028) | |
| Deferred taxes | | 27,661,000 | | 14,076,296 | |
| Long-term assets of discontinued operations | | | | | |
| Total assets | 144,317 | 295,586,047 | 32,035,474 | 167,863,749 | 73,671 |

Consolidating Balance Sheet by Company

May 3, 2002

| | Nondebtor OHM Remediation Services of Canada, Ltd. (76) | 02-10179 OHM Corporation (78) | Separate Bankruptcy Beneco Enterprises, Inc. (79) | 02-10126 Groundwater Technology, Inc. (100) | 02-10161 Fluor Daniel Environmental Services, Inc. (101) |
|---|---|---|---|---|---|
| Current Liabilities (Prepetition): | | | | | |
| Accounts payable-unsecured | - | - | 11,747,219 | 5,417,289 | 100 |
| Accrued wages and related liabilities-unsec | - | (0) | 1,027,593 | 2,042,793 | (500,380) |
| Billings in excess of revenues-unsecured | - | - | - | 3,436,573 | - |
| Other accrued liabilities-unsecured | (0) | 1,710,735 | 613,494 | (11,182,818) | 14,336,779 |
| Long-term debt due within 1 year-unsecure | - | 31,622,000 | - | - | - |
| Long-term debt due within 1 year-secured | - | 75,146,357 | - | - | - |
| Current Liabilities (Postpetition): | | | | | |
| Accounts payable-unsecured | - | 100 | 3,240,519 | 4,917,325 | 235,763 |
| Accrued wages and related liabilities-unsec | - | (0) | 536,102 | 1,065,739 | (261,052) |
| Other accrued liabilities-unsecured | (0) | 208,609 | 74,810 | (1,363,647) | 1,748,246 |
| DIP Financing | | | 20,166,723 | | |
| Long-term debt due within 1 year-unsecure | - | - | (51,003) | - | - |
| Long-term debt due within 1 year-secured | - | - | - | - | - |
| Net current liabilities of discontinued operations | | | | | |
| Total current liabilities | (0) | 108,687,800 | 37,355,458 | 4,333,253 | 15,559,456 |
| Long-term debt | | - | | | |
| Long-term liabilities of discontinued operations | | | | | |
| Other l-t accrued liabilities-prepetit | | - | | 682,915 | |
| Minority interest in subsidiary | | | | | |
| Stockholders' Equity: | | | | | |
| Preferred stock | | | | | |
| Common stock | 74 | 2,843,190 | | 67,698 | 2,000 |
| Treasury stock | | (29,408,157) | | | |
| Unearned Compensation-Restricte | | | | | |
| Additional paid-in capital | (263,733) | 303,586,392 | (11,812,384) | 170,380,618 | (24,213,725) |
| Retained earnings (deficit) | 470,104 | (90,123,178) | 6,492,400 | (8,500,695) | 8,725,940 |
| Cumulative translation adj. | (62,128) | | | 899,960 | |

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| | | | | | |
|---|---|---|---|---|---|
| Total stockholders' equity | 144,317 | 186,898,247 | (5,319,983) | 162,847,581 | (15,485,785) |
| Total liabilities and stockholders' equity | 144,317 | 295,586,047 | 32,035,474 | 167,863,749 | 73,671 |

The IT Group, Inc.
Consolidating Balance Sheet by Company
May 3, 2002

| | 02-10132 IT International Investments, Inc. (104) | Nondebtor The IT Group Infrastructure & Environmental Italia (106) | Nondebtor IT Infrastructure & Environmental-GmbH (107) | Nondebtor The IT Group Infrastructure & Environmental UK (108) | Nondebtor IT CZ Svcs (109) | Nondebtor IT Environmental Pty, Ltd. (114) |
|---|---|---|---|---|---|---|
| Current Assets: | | | | | | |
| Cash | | 903,781 | (12,331) | 198,682 | 6,363 | (496,318) |
| Accounts receivable | - | 1,405,978 | 35,734 | 288,921 | - | 6,395,309 |
| Allow for doubtful accts | | - | | - | - | (40,459) |
| Deferred income taxes | | - | | - | - | - |
| Other receivables | | 9,853 | 138 | 2,981 | 1,352 | (6,299,840) |
| Prepaid expenses and other current assets | | 94,173 | | 15,920 | 168 | 12,855 |
| Total current assets | - | 2,413,785 | 23,541 | 506,504 | 7,883 | (428,453) |
| Property, plant and equipment, at cost | | 757,144 | 12,225 | 576,861 | - | 2,247,459 |
| Accumulated depreciation and amortization | | (604,207) | | (497,422) | - | (1,759,701) |
| Net property, plant and equipment | | 152,936 | 12,225 | 79,439 | - | 487,757 |
| Cost in excess of net assets of acquired business | - | - | | - | - | - |
| Investments in affiliate | 6,616,127 | - | | - | - | (468,643) |
| Restricted cash | - | - | | - | - | - |
| Deferred Financing Costs | - | - | | - | - | - |
| Other assets | - | 1,376 | 1,273 | 37,305 | - | 195,679 |
| Deferred taxes | - | - | | - | - | - |
| Long-term assets of discontinued operations | | - | | - | - | - |
| Total assets | 6,616,127 | 2,568,097 | 37,038 | 623,249 | 7,883 | (213,660) |

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| | 02-10132<br>IT<br>International Investments, Inc. (104) | Nondebtor<br>The IT Group Infrastructure<br>& Environmental Italia (106) | Nondebtor<br>IT Infrastructure &<br>Environmental-GmbH (107) | Nondebtor<br>The IT Group Infrastructure<br>& Environmental UK (108) | Nondebtor<br>IT CZ Svcs (109) | Nondebtor<br>IT Environmental<br>Pty, Ltd. (114) |
|---|---|---|---|---|---|---|
| Current Liabilities (Prepetition): | | | | | | |
| Accounts payable-unsecured | - | - | - | - | - | - |
| Accrued wages and related liabilities-unsec | - | 80,037 | - | 30,290 | - | 299,613 |
| Billings in excess of revenues-unsecured | - | 597,804 | - | - | - | - |
| Other accrued liabilities-unsecured | (17,765) | 102,493 | (3,734) | 79,009 | - | 3,879,760 |
| Long-term debt due within 1 year-unsecure | - | 74,518 | - | - | - | - |
| Long-term debt due within 1 year-secured | - | - | - | - | - | - |
| Current Liabilities (Postpetition): | | | | | | |
| Accounts payable-unsecured | 30 | 695,917 | 29,500 | 152,919 | (388) | (8,826,012) |
| Accrued wages and related liabilities-unsec | - | 41,756 | - | 15,803 | - | 156,310 |
| Other accrued liabilities-unsecured | (2,166) | 12,498 | (455) | 9,635 | - | 473,103 |
| DIP Financing | | | | | | |
| Long-term debt due within 1 year-unsecure | - | - | - | - | - | - |
| Long-term debt due within 1 year-secured | - | - | - | - | - | - |
| Net current liabilities of | | | | | | |
| discontinued operations | - | - | | - | - | - |
| Total current liabilities | (19,902) | 1,605,024 | 25,311 | 287,656 | (388) | (4,017,226) |
| Long-term debt | - | - | | - | - | - |
| Long-term liabilities of | | | | | | |
| discontinued operations | - | - | | - | - | - |
| Other l-t accrued liabilities-prepetit | - | - | | - | - | - |
| Minority interest in subsidiary | - | - | | - | - | - |
| Stockholders' Equity: | | | | | | |
| Preferred stock | - | - | | - | - | - |
| Common stock | 3 | 82,623 | | 2,379,483 | 6,000 | 2,859,136 |
| Treasury stock | - | - | | - | - | - |
| Unearned Compensation-Restricte | | | | | | |
| Additional paid-in capital | 5,266,372 | 1,945,135 | 79,097 | (393,211) | 34,736 | 4,312,623 |
| Retained earnings (deficit) | 1,723,752 | (90,489) | (67,370) | (1,356,502) | (30,110) | (2,184,961) |
| Cumulative translation adj. | (354,099) | (974,196) | | (294,178) | (2,355) | (1,183,232) |

| | | | | | | |
|---|---|---|---|---|---|---|
| Total stockholders' equity | 6,636,028 | 963,073 | 11,728 | 335,592 | 8,271 | 3,803,566 |
| Total liabilities and stockholders' equity | 6,616,127 | 2,568,097 | 37,038 | 623,249 | 7,883 | (213,660) |

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Consolidating Balance Sheet by Company
May 3, 2002

| | Nondebtor IT Peru Services, Inc. (117) | Nondebtor IT South America, Inc. (123) | Nondebtor IT Korea Services, Inc. (127) | Nondebtor IT Holdings Canada (129) | Nondebtor Roche Ltee Groupe Conseil (130) | Nondebtor IT Russia Services Inc. (133) |
|---|---|---|---|---|---|---|
| Current Assets: | | | | | | |
| Cash | 10,601 | - | - | 382 | - | 436,465 |
| Accounts receivable | - | 20,528 | - | - | 20,229,000 | 61,213 |
| Allow for doubtful accts | - | - | - | - | - | |
| Deferred income taxes | - | - | - | - | 48,000 | |
| Other receivables | - | - | - | - | 77,000 | |
| Prepaid expenses and other current assets | - | - | - | - | 461,000 | 36,090 |
| Total current assets | 10,601 | 20,528 | - | 382 | 20,815,000 | 533,768 |
| Property, plant and equipment, at cost | - | - | - | - | 1,847,000 | 55,198 |
| Accumulated depreciation and amortization | - | - | - | - | - | (7,110) |
| Net property, plant and equipment | - | - | - | - | 1,847,000 | 48,088 |
| Cost in excess of net assets of acquired business | - | - | - | - | | |
| Investments in affiliate | - | - | - | 5,035,660 | 2,118,000 | |
| Restricted cash | - | - | - | - | - | |
| Deferred Financing Costs | - | - | - | - | - | |
| Other assets | - | - | - | - | (18,000) | 8,400 |
| Deferred taxes | - | - | - | 41 | 2,397,000 | |
| Long-term assets of discontinued operations | - | - | - | - | - | - |
| Total assets | 10,601 | 20,528 | - | 5,036,083 | 27,159,000 | 590,256 |

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| | Nondebtor IT Peru Services, Inc. (117) | Nondebtor IT South America, Inc. (123) | Nondebtor IT Korea Services, Inc. (127) | Nondebtor IT Holdings Canada (129) | Nondebtor Roche Ltee Groupe Conseil (130) | Nondebtor IT Russia Services Inc. (133) |
|---|---|---|---|---|---|---|
| Current Liabilities (Prepetition): | | | | | | |
| Accounts payable-unsecured | - | 1,947 | - | - | - | - |
| Accrued wages and related liabilities-unsec | - | - | 3,800 | - | 2,027,329 | 28,149 |
| Billings in excess of revenues-unsecured | - | - | - | - | 1,379,000 | - |
| Other accrued liabilities-unsecured | (45) | 6,735 | (212) | - | 1,815,505 | 21,941 |
| Long-term debt due within 1 year-unsecure | - | - | - | - | - | - |
| Long-term debt due within 1 year-secured | - | - | - | - | 6,121,000 | - |
| Current Liabilities (Postpetition): | | | | | | |
| Accounts payable-unsecured | - | 103 | - | - | 6,727,000 | 69,020 |
| Accrued wages and related liabilities-unsec | - | - | 1,983 | - | 1,057,671 | 14,686 |
| Other accrued liabilities-unsecured | (5) | 821 | (26) | - | 221,385 | 2,675 |
| DIP Financing | | | | | | |
| Long-term debt due within 1 year-unsecure | - | - | - | - | - | - |
| Long-term debt due within 1 year-secured | - | - | - | - | - | - |
| Net current liabilities of discontinued operations | - | - | - | - | - | - |
| Total current liabilities | (50) | 9,606 | 5,544 | - | 19,348,890 | 136,471 |
| Long-term debt | - | - | - | - | (10,000) | |
| Long-term liabilities of discontinued operations | - | - | - | - | - | |
| Other l-t accrued liabilities-prepetit | - | - | - | - | - | |
| Minority interest in subsidiary | - | - | - | - | 274,000 | |
| Stockholders' Equity: | | | | | | |
| Preferred stock | - | - | - | - | - | |
| Common stock | - | - | - | 1 | 853,000 | |
| Treasury stock | - | - | - | - | - | |
| Unearned Compensation-Restricte | | | | | | |
| Additional paid-in capital | 135,906 | (20,562) | (78,421) | 4,522,993 | 8,951,067 | 388,000 |
| Retained earnings (deficit) | (125,255) | 31,484 | 72,877 | 513,089 | (1,112,956) | 65,785 |
| Cumulative translation adj. | - | - | - | - | (1,145,000) | |

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|---|---|---|---|---|---|---|
| Total stockholders' equity | 10,651 | 10,921 | (5,544) | 5,036,083 | 7,546,110 | 453,785 |
| Total liabilities and stockholders' equity | 10,601 | 20,528 | - | 5,036,083 | 27,159,000 | 590,256 |

# Consolidating Balance Sheet by Company
May 3, 2002

| | Nondebtor OWT Hong Kong (135) | 02-10130 IT Environmental and Facilities, Inc. (150) | 02-10158 EMCON (160) | 02-10163 IT Alaska, Inc. (161) | 02-10176 Monterey Landfill Gas Company (162) | 02-10120 Advanced Analytical Solutions, Inc. (163) |
|---|---|---|---|---|---|---|
| Current Assets: | | | | | | |
| Cash | (29,108) | - | 47,042 | - | - | 5,066 |
| Accounts receivable | | (1,733,176) | 1,323,017 | 128,287 | 441 | 127,508 |
| Allow for doubtful accts | | - | (59,000) | - | - | - |
| Deferred income taxes | | - | 5,392,753 | - | - | - |
| Other receivables | 59,791 | - | 340,775 | - | - | - |
| Prepaid expenses and other current assets | 5,195 | - | 15,362 | - | - | - |
| Total current assets | 35,878 | (1,733,176) | 7,059,949 | 128,287 | 441 | 132,575 |
| Property, plant and equipment, at cost | | (26,584) | 513,215 | - | - | 6,265 |
| Accumulated depreciation and amortization | | - | (114,164) | - | - | (2,732) |
| Net property, plant and equipment | - | (26,584) | 399,051 | - | - | 3,533 |
| Cost in excess of net assets of acquired business | | - | - | - | - | - |
| Investments in affiliate | 224,333 | 102,000 | 62,372,322 | - | - | - |
| Restricted cash | | - | - | - | - | - |
| Deferred Financing Costs | | - | - | - | - | - |
| Other assets | | (315,000) | 757,700 | - | - | - |
| Deferred taxes | | 7,155,000 | 13,251,731 | - | - | - |
| Long-term assets of discontinued operations | - | - | - | - | - | - |
| Total assets | 260,211 | 5,182,240 | 83,840,753 | 128,287 | 441 | 136,108 |

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Consolidating Balance Sheet by Company
May 3, 2002

| | Nondebtor OWT Hong Kong (135) | 02-10130 IT Environmental and Facilities, Inc. (150) | 02-10158 - EMCON (160) | 02-10163 IT Alaska, Inc. (161) | 02-10176 Monterey Landfill Gas Company (162) | 02-10120 Advanced Analytical Solutions, Inc. (163) |
|---|---|---|---|---|---|---|
| Current Liabilities (Prepetition): | | | | | | |
| Accounts payable-unsecured | - | - | 522,169 | 4,272 | - | 8,551 |
| Accrued wages and related liabilities-unsec | - | 576,445 | 2,326,519 | - | - | (183) |
| Billings in excess of revenues-unsecured | - | - | - | - | - | - |
| Other accrued liabilities-unsecured | - | (4,047,220) | 189,426 | (22) | 117 | (4,561) |
| Long-term debt due within 1 year-unsecure | - | - | - | - | - | - |
| Long-term debt due within 1 year-secured | - | - | - | - | - | - |
| Current Liabilities (Postpetition): | | | | | | |
| Accounts payable-unsecured | 22,324 | 160,120 | 904,983 | 577,831 | 21,055 | (8,378) |
| Accrued wages and related liabilities-unsec | - | 300,735 | 1,213,760 | - | - | (95) |
| Other accrued liabilities-unsecured | - | (493,523) | 23,099 | (3) | 14 | (556) |
| DIP Financing | | | | | | |
| Long-term debt due within 1 year-unsecure | - | - | - | - | - | - |
| Long-term debt due within 1 year-secured | - | - | - | - | - | - |
| Net current liabilities of discontinued operations | - | - | - | - | - | - |
| Total current liabilities | 22,324 | (3,503,443) | 5,179,957 | 582,078 | 21,186 | (5,222) |
| Long-term debt | | - | | - | - | - |
| Long-term liabilities of discontinued operations | | - | - | - | - | - |
| Other l-t accrued liabilities-prepetit | | 283,493 | 625,016 | - | - | - |
| Minority interest in subsidiary | | - | - | - | - | - |
| Stockholders' Equity: | | | | | | |
| Preferred stock | | - | - | - | - | - |
| Common stock | 129,091 | - | 44,646,993 | - | - | 168,300 |
| Treasury stock | | - | (2,905,455) | - | - | (600,915) |
| Unearned Compensation-Restricte | | | | | | |
| Additional paid-in capital | 470,838 | 6,986,787 | 35,762,453 | (554,603) | (28,620) | 760,619 |
| Retained earnings (deficit) | (362,042) | 1,415,403 | 531,789 | 100,812 | 7,875 | (186,675) |
| Cumulative translation adj. | | - | - | - | - | - |



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| | | | | | | |
|---|---|---|---|---|---|---|
| Total stockholders' equity | 237,887 | 8,402,190 | 78,035,781 | (453,792) | (20,745) | 141,329 |
| Total liabilities and stockholders' equity | 260,211 | 5,182,240 | 83,840,753 | 128,287 | 441 | 136,108 |

Consolidating Balance Sheet by Company
May 3, 2002

| | Nondebtor Wehran Construction (164) | 02-10148 Organic Waste Technologies, Inc. (165) | 02-10156 American Landfill Supply, Inc. (166) | 02-10174 Keystone Recovery, Inc. (167) | 02-10175 LFG Specialties, Inc. (168) | 02-10177 National Earth Products, Inc. (169) | 02-10159 EMCON Industrial Services, Inc. (170) |
|---|---|---|---|---|---|---|---|
| Current Assets: | | | | | | | |
| Cash | - | - | - | 17,394 | | - | 2,528 |
| Accounts receivable | - | 1,134,751 | 373,751 | 277,146 | (42,300) | 159,762 | 387 |
| Allow for doubtful accts | - | - | (9,728) | - | (23,450) | (46,200) | - |
| Deferred income taxes | - | - | - | - | - | - | - |
| Other receivables | - | 99,089 | 2,000 | 5,500 | 2,000 | 5,000 | - |
| Prepaid expenses and other current assets | - | 1,800 | 13,464 | - | 470,033 | 1,883 | - |
| Total current assets | - | 1,235,641 | 379,486 | 300,040 | 406,283 | 120,445 | 2,915 |
| Property, plant and equipment, at cost | - | 4,904,098 | 161,602 | 3,657,438 | - | - | - |
| Accumulated depreciation and amortization | - | (1,447,625) | (81,675) | (192,006) | - | - | - |
| Net property, plant and equipment | - | 3,456,473 | 79,927 | 3,465,432 | - | - | - |
| Cost in excess of net assets of acquired business | - | - | - | - | - | - | - |
| Investments in affiliate | - | 565,596 | - | - | - | (72,250) | - |
| Restricted cash | - | - | - | - | - | - | - |
| Deferred Financing Costs | - | - | - | - | - | - | - |
| Other assets | - | 628,886 | - | 76,667 | - | | - |
| Deferred taxes | - | - | - | - | - | - | - |
| Long-term assets of discontinued operations | - | - | - | - | - | - | - |
| Total assets | - | 5,886,595 | 459,413 | 3,842,139 | 406,283 | 48,195 | 2,915 |

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| | Nondebtor Wehran Construction (164) | 02-10148 Organic Waste Technologies, Inc. (165) | 02-10156 American Landfill Supply, Inc. (166) | 02-10174 Keystone Recovery, Inc. (167) | 02-10175 LFG Specialties, Inc. (168) | 02-10177 National Earth Products, Inc. (169) | 02-10159 EMCON Industrial Services, Inc. (170) |
|---|---|---|---|---|---|---|---|
| Current Liabilities (Prepetition): | | | | | | | |
| Accounts payable-unsecured | - | 36,373 | 28,442 | - | 5 | 37,177 | 2,525 |
| Accrued wages and related liabilities-unsec | - | 38,685 | 7,397 | (137) | - | 6,572 | 543 |
| Billings in excess of revenues-unsecured | - | - | - | - | - | - | - |
| Other accrued liabilities-unsecured | (1,509) | 81,239 | (43,008) | (377,528) | (47,949) | (96,169) | 32,343 |
| Long-term debt due within 1 year-unsecure | - | - | - | - | - | - | - |
| Long-term debt due within 1 year-secured | - | - | - | - | - | - | - |
| Current Liabilities (Postpetition): | | | | | | | |
| Accounts payable-unsecured | 50 | 158,641 | 6,142 | 86,239 | 10,712 | 1,510,948 | 4,111 |
| Accrued wages and related liabilities-unsec | - | 20,182 | 3,859 | (72) | - | 3,428 | 284 |
| Other accrued liabilities-unsecured | (184) | 9,906 | (5,244) | (46,036) | (5,847) | (11,727) | 3,944 |
| DIP Financing | | | | | | | |
| Long-term debt due within 1 year-unsecure | - | - | - | - | - | - | - |
| Long-term debt due within 1 year-secured | - | - | - | - | - | - | - |
| Net current liabilities of discontinued operations | - | - | - | - | - | - | - |
| Total current liabilities | (1,643) | 345,026 | (2,412) | (337,534) | (43,078) | 1,450,229 | 43,750 |
| Long-term debt | - | - | - | - | - | - | - |
| Long-term liabilities of discontinued operations | - | - | - | - | - | - | - |
| Other l-t accrued liabilities-prepetit | - | - | - | - | - | - | - |
| Minority interest in subsidiary | - | - | - | - | - | - | - |
| Stockholders' Equity: | | | | | | | |
| Preferred stock | - | - | - | - | - | - | - |
| Common stock | 400 | 307,987 | 27,778 | 20,000 | 2,000 | 50,100 | 100,000 |
| Treasury stock | - | - | - | - | - | - | - |
| Unearned Compensation-Restricte | | | | | | | |
| Additional paid-in capital | 1,243 | 3,589,615 | (742,118) | 424,792 | (553,707) | 6,062,486 | (276,685) |
| Retained earnings (deficit) | | 1,643,966 | 1,176,166 | 3,734,881 | 1,001,069 | (7,514,620) | 135,851 |
| Cumulative translation adj. | - | - | - | - | - | - | - |



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| | | | | | | | |
|---|---|---|---|---|---|---|---|
| Total stockholders' equity | 1,643 | 5,541,569 | 461,825 | 4,179,673 | 449,361 | (1,402,034) | (40,835) |
| Total liabilities and stockholders' equity | - | 5,886,595 | 459,413 | 3,842,139 | 406,283 | 48,195 | 2,915 |

Consolidating Balance Sheet by Company
May 3, 2002

| | Nondebtor So Glen Gas Co. LLC (171) | Nondebtor Bellefontaine Leachate Services LLC (172) | Nondebtor ET Environmental LLC (174) | Consol. Elimination Entries | 02-10118 Consolidated The IT Group, Inc. |
|---|---|---|---|---|---|
| Current Assets: | | | | | |
| Cash | 401 | 48,709 | | (12,405) | 17,006,640 |
| Accounts receivable | 221,683 | 79,083 | - | - | 331,733,422 |
| Allow for doubtful accts | | | | - | (19,992,956) |
| Deferred income taxes | | | | | (0) |
| Other receivables | | - | | (233,248) | 5,958,574 |
| Prepaid expenses and | | | | | - |
| other current assets | | | | (5,754) | 36,896,467 |
| Total current assets | 222,085 | 127,792 | - | (251,407) | 371,602,147 |
| Property, plant and | | | | | |
| equipment, at cost | 1,596,881 | 759,133 | | (1,706,652) | 122,095,940 |
| Accumulated depreciation | | | | | - |
| and amortization | (89,358) | (213,198) | | 1,706,652 | (62,573,521) |
| Net property, plant | | | | | |
| and equipment | 1,507,523 | 545,936 | - | - | 59,522,419 |
| Cost in excess of net assets | | | | | |
| of acquired business | | | | - | - |
| Investments in affiliate | | | 834,837 | (555,929,011) | 12,914,504 |
| Restricted cash | | | | | - |
| Deferred Financing Costs | | | | - | - |
| Other assets | | | | 704,790 | 7,796,985 |
| Deferred taxes | | | | - | 1,880,000 |
| Long-term assets of | | | | | - |
| discontinued operations | | | | - | 25,804,151 |
| Total assets | 1,729,608 | 673,728 | 834,837 | (555,475,628) | 479,520,206 |

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| | Nondebtor So Glen Gas Co. LLC (171) | Nondebtor Bellefontaine Leachate Services LLC (172) | Nondebtor ET Environmental LLC (174) | Consol. Elimination Entries | 02-10118 Consolidated The IT Group, Inc. |
|---|---|---|---|---|---|
| Current Liabilities (Prepetition): | | | | | |
| Accounts payable-unsecured | - | - | - | - | 77,400,566 |
| Accrued wages and related liabilities-unsec | - | - | - | (2,680) | 22,406,189 |
| Billings in excess of revenues-unsecured | - | - | - | - | 37,981,738 |
| Other accrued liabilities-unsecured | (556,773) | (847) | (246) | 263 | 54,445,850 |
| Long-term debt due within 1 year-unsecure | - | - | - | - | 256,696,518 |
| Long-term debt due within 1 year-secured | - | - | - | - | 496,908,077 |
| Current Liabilities (Postpetition): | | | | | |
| Accounts payable-unsecured | 231,104 | 22,202 | - | (2,020,101) | 104,200,437 |
| Accrued wages and related liabilities-unsec | - | - | - | (1,398) | 11,689,461 |
| Other accrued liabilities-unsecured | (67,894) | (103) | (30) | 32 | 6,666,446 |
| DIP Financing | | | | | 60,166,723 |
| Long-term debt due within 1 year-unsecure | - | - | - | - | (51,003) |
| Long-term debt due within 1 year-secured | - | - | - | - | - |
| Net current liabilities of discontinued operations | | | | - | 1,302,611 |
| Total current liabilities | (393,562) | 21,252 | (276) | (2,023,884) | 1,129,813,612 |
| Long-term debt | | | | | (10,000) |
| Long-term liabilities of discontinued operations | | | | | - |
| Other l-t accrued liabilities-prepetit | | | | 325,668 | 6,853,027 |
| Minority interest in subsidiary | | | | | 274,000 |
| Stockholders' Equity: | | | | | |
| Preferred stock | | | | | 6,665,152 |
| Common stock | | | | (60,049,594) | 230,814 |
| Treasury stock | | | | 33,340,346 | (4,866,900) |
| Unearned Compensation-Restricte | | | | | (543,568) |
| Additional paid-in capital | 2,199,043 | 817,343 | (3,062,899) | (515,045,617) | 350,989,906 |
| Retained earnings (deficit) | (75,873) | (164,866) | 3,898,012 | (12,867,417) | (1,002,424,468) |
| Cumulative translation adj. | | | | 844,870 | (7,461,369) |

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| | | | | | |
|---|---|---|---|---|---|
| Total stockholders' equity | 2,123,170 | 652,477 | 835,113 | (553,777,412) | (657,410,432) |
| Total liabilities and stockholders' equity | 1,729,608 | 673,728 | 834,837 | (555,475,628) | 479,520,206 |

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LandBank, Inc.
Consolidating Balance Sheet
05/03/02

| | Consolidated LandBank, Inc. (02-10143) | Consolidating | Unconsolidated LandBank, Inc. (02-10143) | LandBank Environmental Properties, LLC (02-10141) | LandBank Remediation Corporation (02-10142) | Kalo Road, LLC (02-10173) | Submerged Lands, LLC (02-10183) | Marconi Wartburg, LLC (02-10145) | Whippany Venture I, LLC (02-10154) | KIP I, LLC (02-10137) | Otay Mesa Ventures I, LLC (02-10149) | H L Newhall, LLC Nondebtors | Raritan Venture I, LLC (02-10151) | Jernee Mill Road, LLC (02-10136) | U S Wetland Services, LLC (02-10153) | Millstone River Wetlands Services, Inc. (02-10146) | Woodbury Creek, Inc. (02-10187) | Skeba Joint Venture (02-10146) | Chimento Wetlands, LLC Nondebtors | Northeast Restoration Company, LLC (02-10147) | Empire State I, LLC (02-10122) |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Current Assets: | | | | | | | | | | | | | | | | | | | | | |
| Cash - Checking Operating | 458,617 | | 318,182 | 69 | 375 | 1,185 | | | 159 | 102,804 | 306 | 30,400 | 952 | | 343 | 196 | 211 | | | 1,523 | 725 |
| Cash - Operating #3 | 5,000 | | | | | | | | | | | | | | 5,000 | | | | | | |
| Cash - Savings | 304,700 | | 0 | | | 304,700 | | | | | | | | | | | | | | | |
| Accounts Receivable - Trade | 70,940 | | 66,018 | | | | | | | 4,922 | | | | | | | | | | | |
| Notes Receivable | 8,994 | | | | | | | | | | | | | | | | | | | | |
| A/R - Employees | 0 | | | | | | | | | | | | | | | | | | | | |
| Work in Progress - Short Term | 2,164,582 | | 2,148,959 | | | 15,623 | | | | | | | | | | | | | | | |
| Prepaid Insurance | 10,763 | | | | | | | | | 10,763 | | | | | | | | | | | |
| Prepaid Expenses | 0 | | | | | | | | | | | | | | | | | | | | |
| Total Current Assets | 3,023,596 | 0 | 2,533,159 | 69 | 375 | 321,508 | 0 | 0 | 159 | 118,489 | 306 | 30,400 | 952 | 0 | 5,343 | 196 | 211 | 0 | 0 | 1,523 | 725 |
| Long Term Assets: | | | | | | | | | | | | | | | | | | | | | |
| Work in Progress - Long Term | 26,814,676 | | | | | | | | 3,300,259 | 5,387,571 | 6,099,939 | 591,980 | 5,531,973 | (144,882) | 241,223 | 3,742,915 | | 1,538,398 | 3,603 | 595 | 1,172,084 |
| Accumulated depreciation | (152,000) | | | | | | | | | (152,000) | | | | | | | | | | | |
| Computer Equipment | 97,388 | | 90,211 | | | | | | | | | | | | 7,177 | | | | | | |
| Field Equipment | 32,380 | | | | | | | | | | | | | | 32,380 | | | | | | |
| Office Equipment | 94,032 | | 94,032 | | | | | | | | | | | | | | | | | | |
| Accumulated Depreciation | (146,665) | | (113,657) | | | | | | | | | | | | (33,008) | | | | | | |
| Organization costs | 10,518 | | 10,518 | | | | | | | | | | | | | | | | | | |
| Accumulated Amortization | (10,518) | | (10,518) | | | | | | | | | | | | | | | | | | |
| Leasehold Improvements | 5,201 | | 5,201 | | | | | | | | | | | | | | | | | | |
| Acc. Amort. L/H Improvement | (1,936) | | (1,936) | | | | | | | | | | | | | | | | | | |
| Deposits | 6,265 | | 6,265 | | | | | | | | | | | | | | | | | | |
| Interco A/R - consolidated | 0 | (16,846,553) | 16,975,001 | | | 970,650 | | | | | | | | | (650,994) | 1,982,847 | (1,247,885) | (416,876) | 334,523 | (1,400,713) | (184,350) |
| Interco A/R - Hercules, LLC | 0 | | | | | | | | | | | | | | | | | | | | |
| Interco A/R - Metuchen I LLC | 0 | | | | | | | | | | | | | | | | | | | | |
| Interco A/R - Upper Lake Merritt, LLC | 0 | | | | | | | | | | | | | | | | | | | | |
| Interco A/R - NE Plaza Venture I, LLC | 491,492 | | 493,492 | | | | | | | | | | (2,000) | | | | | | | | |
| Interco A/R- Ontario Venture I, LLC | 0 | | | | | | | | | | | | | | | | | | | | |
| A/R & Equity in Investee Earnings | 376,104 | 1,963,927 | (1,587,823) | | | | | | | | | | | | | | | | | | |
| Costs in Excess of Net Assets | 0 | | | | | | | | | | | | | | | | | | | | |
| Accumulated Amortization | 0 | | | | | | | | | | | | | | | | | | | | |
| Total long-term assets | 27,616,937 | (14,882,626) | 15,960,786 | 0 | 0 | 970,650 | 0 | 0 | 3,300,259 | 5,215,571 | 6,099,939 | 591,980 | 5,529,973 | (144,882) | (403,222) | 5,725,762 | (1,247,885) | 1,119,522 | 338,126 | (1,400,118) | 987,734 |
| Total assets | 30,640,533 | (14,882,626) | 18,493,945 | 69 | 375 | 1,292,158 | 0 | 0 | 3,300,418 | 5,334,060 | 6,100,245 | 622,380 | 5,530,925 | (144,882) | (397,879) | 5,725,958 | (1,247,674) | 1,119,522 | 338,126 | (1,398,595) | 988,459 |
| LIABILITIES NOT SUBJECT TO COMPROMISE (POST-PETITION) | | | | | | | | | | | | | | | | | | | | | |
| Accounts Payable-Trade | 368,103 | | 155,615 | | | 849 | | 122 | 12,385 | 31,808 | 41,077 | 14 | 104,631 | 2,202 | 5,692 | 1,287 | 2,300 | | | | 4,821 |
| Accounts Payable-Manual Accrual | 16,054 | | | | | | | | | 16,054 | | | | | | | | | | | |
| Accrued Property Taxes Payable | 23,274 | | 8,761 | | | | | | | 14,513 | | | | | | | | | | | |
| Retainage Payable | 252,632 | | | | | | | | 103,228 | 149,404 | | | | | | | | | | | |
| | 660,063 | 0 | 164,376 | 0 | 0 | 849 | 0 | 122 | 115,613 | 211,779 | 41,077 | 14 | 104,631 | 2,202 | 5,692 | 1,287 | 2,300 | 0 | 0 | 0 | 4,821 |
| LIABILITIES SUBJECT TO COMPROMISE (PRE-PETITION) | | | | | | | | | | | | | | | | | | | | | |
| Accounts Payable-Trade | 843,894 | 315,483 | 162,702 | 0 | | 0 | | 0 | 968 | 214,211 | 19,471 | 1,910 | 42,499 | 2,203 | 61,495 | (0) | 6,299 | | 0 | 0 | 13,059 |
| Accounts Payable-Manual Accrual | 168,588 | | | | | | | | | 11,588 | | | | | | | | | 157,000 | | |
| P/R tax payable - SUTA | 0 | | | | | | | | | | | | | | | | | | | | |
| P/R tax payable - 401K | 9,060 | | 9,060 | | | | | | | | | | | | | | | | | | |
| Accrued Interest Payable | 359,022 | | | | | | | | 359,022 | | | | | | | | | | | | |
| Accrued Property Taxes Payable | 37,210 | | | | | | | | | 37,210 | | | | | | | | | | | |
| Taxes Payable (2630, 2650, 2660) | (457,658) | | (457,658) | | | | | | | | | | | | | | | | | | |
| Accrued Expenses Other | (85,213) | | (85,213) | | | | | | | | | | | | | | | | | | |
| Security Deposits | 25,000 | | | | | | | | | 25,000 | | | | | | | | | | | |
| Retainage Payable | (289,558) | (317,106) | | | | | | | | | | | 27,548 | | | | | | | | |
| Deferred Revenue | 80,000 | | 62,000 | | | 18,000 | | | | | | | | | | | | | | | |
| Notes Payable | 0 | | | | | | | | | | | | | | | | | | | | |
| Notes Payable - Third Party | 3,902,651 | 5 | | | | | | | 1,999,724 | 1,892,291 | | | | | 10,631 | | | | | | |
| Capital Lease | 4,669 | | 4,669 | | | | | | | | | | | | | | | | | | |
| Intercompany Payable - LB | 0 | (15,607,121) | | 3,155 | 566 | | 10,512 | (430,469) | 527,766 | 2,215,378 | 5,546,698 | 617,742 | 2,932,893 | (149,488) | 2,757,152 | 1,158,711 | 221,479 | 1,119,522 | 287,668 | (1,400,166) | 970,043 |
| Intercompany Payable - IT | 0 | | | | | | | | | | | | | | | | | | | | |
| Total long-term liabilities | 4,597,865 | (15,608,739) | (304,240) | 3,155 | 566 | 18,000 | 10,512 | (430,469) | 2,687,480 | 4,395,678 | 5,566,169 | 619,652 | 3,002,940 | (147,285) | 2,829,278 | 1,158,711 | 227,778 | 1,119,522 | 444,668 | (1,400,166) | 963,102 |
| Total liabilities | 5,257,928 | (15,608,739) | (139,864) | 3,155 | 566 | 18,849 | 10,512 | (430,347) | 3,003,093 | 4,607,457 | 5,607,246 | 619,666 | 3,107,571 | (145,083) | 2,834,970 | 1,159,998 | 230,078 | 1,119,522 | 444,668 | (1,400,166) | 967,923 |
| Equity | | | | | | | | | | | | | | | | | | | | | |
| Common Stock | 5,000 | (300,375) | 5,000 | | 375 | | | | | | | | | | 300,000 | | | | | | |
| Additional Paid-In Capital/Interco to IT | 26,528,373 | | 23,472,989 | 8,839 | | 54,632 | | | 297,325 | 412,273 | 492,999 | 2,714 | 2,423,354 | 201 | (3,011,987) | 2,059,107 | 290,449 | | 20,675 | 1,571 | 536 |
| Accumulated Earning (deficit) | (1,150,768) | 1,026,488 | (4,844,180) | (11,925) | (566) | 1,218,677 | (10,512) | 430,347 | | 314,330 | | | | | (520,862) | 2,506,853 | (1,768,201) | | (127,217) | | |
| Total Equity | 25,382,605 | 726,113 | 18,633,609 | (3,086) | (191) | 1,273,309 | (10,512) | 430,347 | 297,325 | 726,603 | 492,999 | 2,714 | 2,423,354 | 201 | (3,232,849) | 4,565,960 | (1,477,752) | 0 | (106,542) | 1,571 | 536 |
| Total liabilities and equity | 30,640,533 | (14,882,626) | 18,493,945 | 69 | 375 | 1,292,158 | 0 | 0 | 3,300,418 | 5,334,060 | 6,100,245 | 622,380 | 5,530,925 | (144,882) | (397,879) | 5,725,958 | (1,247,674) | 1,119,522 | 338,126 | (1,398,595) | 988,459 |
| Doublecheck | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

LandBank, Inc.
Consolidating Balance Sheet
05/03/02

| | Empire State II, LLC (02-10123) | The Dorchester Group, LLC (02-10152) | 37-02 College Point Boulevard, LLC (02-10119) |
|---|---|---|---|
| **Current Assets:** | | | |
| Cash - Checking Operating | 740 | 189 | 258 |
| Cash - Operating #3 | | | |
| Cash - Savings | | | |
| Accounts Receivable - Trade | | | |
| Notes Receivable | 8,994 | | |
| A/R - Employees | | | |
| Work In Progress - Short Term | | | |
| Prepaid Insurance | | | |
| Prepaid Expenses | | | |
| Total Current Assets | 9,734 | 189 | 258 |
| **Long Term Assets:** | | | |
| Work In Progress - Long Term | 473,598 | 195,142 | (1,297,722) |
| Accumulated depreciation | | | |
| Computer Equipment | | | |
| Field Equipment | | | |
| Office Equipment | | | |
| Accumulated Depreciation | | | |
| Organization costs | | | |
| Accumulated Amortization | | | |
| Leasehold Improvements | | | |
| Acc. Amort. L/H Improvement | | | |
| Deposits | | | |
| Interco A/R - consolidated | (210,150) | (385,400) | 1,079,900 |
| Interco A/R - Hercules, LLC | | | |
| Interco A/R - Metuchen I LLC | | | |
| Interco A/R - Upper Lake Merritt, LLC | | | |
| Interco A/R - NE Plaza Venture I, LLC | | | |
| Interco A/R- Ontario Venture I, LLC | | | |
| A/R & Equity In Investee Earnings | | | |
| Costs In Excess of Net Assets | | | |
| Accumulated Amortization | | | |
| Total long-term assets | 263,448 | (190,258) | (217,822) |
| Total assets | 273,182 | (190,069) | (217,564) |
| LIABILITIES NOT SUBJECT TO COMP | | | |
| Accounts Payable-Trade | 5,055 | 191 | 52 |
| Accounts Payable-Manual Accrual | | | |
| Accrued Property Taxes Payable | | | |
| Retainage Payable | | | |
| | 5,055 | 191 | 52 |
| LIABILITIES SUBJECT TO COMPROM | | | |
| Accounts Payable-Trade | 3,596 | 0 | 0 |
| Accounts Payable-Manual Accrual | | | |
| P/R tax payable - SUTA | | | |
| P/R tax payable - 401K | | | |
| Accrued Interest Payable | | | |
| Accrued Property Taxes Payable | | | |
| Taxes Payable (2630, 2650, 2660) | | | |
| Accrued Expenses Other | | | |
| Security Deposits | | | |
| Retainage Payable | | | |
| Deferred Revenue | | | |
| Notes Payable | | | |
| Notes Payable - Third Party | | | |
| Capital Lease | | | |
| Intercompany Payable - LB | 263,995 | (191,610) | (854,426) |
| Intercompany Payable - IT | | | |
| Total long-term liabilities | 267,591 | (191,610) | (854,426) |
| Total liabilities | 272,646 | (191,419) | (854,374) |
| **Equity** | | | |
| Common Stock | | | |
| Additional Paid-In Capital/Interco to IT | 536 | 1,350 | 810 |
| Accumulated Earning (deficit) | | | 636,000 |
| Total Equity | 536 | 1,350 | 636,810 |
| Total liabilities and equity | 273,182 | (190,069) | (217,564) |
| Doublecheck | 0 | 0 | 0 |

THE IT GROUP,INC.
CONSOLIDATING STATEMENT OF INCOME BY COMPANY
FOR MARCH 30, 2002 THRU MAY 3, 2002

| | 02-10118 900 The IT Group, Inc. | 02-10165 1 IT Corp. | 02-10143 15 Landbank | 02-10162 18 IT Gradient | 02-10150 19 IT PHR | 02-10181 20 IT PEG | 02-10131 38 IT Intl Operations | 02-10135 46 Iron Mountain | 02-10171 50 JSC JSC | 02-10182 51 JSC Sielk | 02-10172 53 JSC Int'l |
|---|---|---|---|---|---|---|---|---|---|---|---|
| Revenues | - | 36,849,831 | 363,240 | - | (326,118) | 225,850 | - | (1,379,220) | (86,895) | 78 | 162,148 |
| Cost and expenses: | | | | | | | | | | | |
| Cost of revenues | - | 59,327,345 | 5,307,874 | (337) | 72,023 | 400,661 | 23 | 22,576 | 169,133 | 10 | 111,994 |
| Selling, general and admin expense | (8,218) | 5,517,381 | - | - | - | 23 | - | - | - | - | - |
| Operating loss | 8,218 | (27,994,895) | (4,944,634) | 337 | (398,141) | (174,834) | (23) | (1,401,796) | (256,028) | 68 | 50,154 |
| Interest expense, net | 304,731 | (63,124) | 18,194 | - | - | - | - | - | - | - | - |
| Loss before reorganization items | (296,513) | (27,931,771) | (4,962,828) | 337 | (398,141) | (174,834) | (23) | (1,401,796) | (256,028) | 68 | 50,154 |
| Reorganization items: | | | | | | | | | | | |
| Professional fees | - | 12,120,282 | - | - | - | - | - | - | - | - | - |
| Provision for rejected contracts | - | (4,992,374) | - | - | - | - | - | - | - | - | - |
| Net loss before income taxes | (296,513) | (35,059,679) | (4,962,828) | 337 | (398,141) | (174,834) | (23) | (1,401,796) | (256,028) | 68 | 50,154 |
| Provision (benefit) for income taxes (0%) | - | - | - | - | - | - | - | - | - | - | - |
| Net loss | (296,513) | (35,059,679) | (4,962,828) | 337 | (398,141) | (174,834) | (23) | (1,401,796) | (256,028) | 68 | 50,154 |
| Less: preferred dividends in arrears | 489,000 | - | - | - | - | - | - | - | - | - | - |
| Net loss applicable to common stock | (785,513) | (35,059,679) | (4,962,828) | 337 | (398,141) | (174,834) | (23) | (1,401,796) | (256,028) | 68 | 50,154 |

Note: The following entities were inactive and did not report any income or expenses during the reporting period:
Benecia North Gateway 02-10157, IT Baker 02-10164, IT Lake Herman Road 02-10167, IT Vine Hill 02-10168, N. Cal. Dev. 02-10178, IT Tulsa Holdings 02-10169, IT N. Carolina 02-10166, UPIC-Non Debtor, IT Europe Ltd-Non Debtor, IT McGill Pollution Control Serv-Non Debtor, IT C&V Ops. 02-10128, IT Invest. Holdings 02-10134, IT Intn'l Ops 02-10133, E-Com 02-10121, Evergreen Acq 02-10125 OHM Rem. Ser. Canada-Non Debtor, IT Int'l Invest. 02-10132, IT Peru Services-Non Debtor, IT Holdings Canada-Non Debtor, Wehran Construction-Non Debtor,LandBank Acq. I LLC 02-10138, Land Bank Acq. II LLC 02-10139, LandBank Acq. III LLC 02-10140, LandBank Wetlands LLC 02-10144, Wycoff's Mills LLC 02-10155, IT Davy Sikes-NonDebtor, IT E&C 02-10129, IT Admin 02-10127

# THE IT GROUP,INC.
## CONSOLIDATING STATEMENT OF INCOME BY COMPANY
## FOR MARCH 30, 2002 THRU MAY 3, 2002

| | 02-10170 55 ITGtech | 02-10184 58 W&HP | 02-10160 59 E-3 | 02-10180 75 Remed Serv | 02-10179 78 OHM Parent | Separate Bankruptcy 79 Beneco | 02-10126 100 GTI Corp | 02-10161 101 GTI FDESI | Non Debtor 106 GTI Italy | Non Debtor 107 IT - Infra Germany | Non Debtor 108 GTI UK | Non Debtor 109 IT CZ Serv | Non Debtor 114 GTI Austr | Non Debtor 123 IT S.America | Non Debtor 127 IT Korea |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Revenues | (363,894) | 297,518 | 18,278 | 1,506,685 | - | 6,906,640 | (2,390,294) | 18,882 | 214,869 | 300 | 161,032 | - | 618,274 | 7,656 | - |
| Cost and expenses: | | | | | | | | | | | | | | | |
| Cost of revenues | 401,209 | 327,070 | - | 4,280,713 | - | 6,584,492 | 4,731,365 | 55,946 | 289,270 | 7,519 | 156,224 | (3,602) | 575,732 | 5,662 | (5,382) |
| Selling, general and admin expense | - | - | - | 189 | - | 705,666 | 35 | (200) | - | - | - | - | 28,222 | - | - |
| Operating loss | (765,103) | (29,552) | 18,278 | (2,774,217) | - | (383,518) | (7,121,694) | (36,864) | (74,401) | (7,219) | 4,808 | 3,602 | 14,320 | 1,994 | 5,382 |
| Interest expense, net | - | - | - | 123 | - | 118,628 | - | - | 1,519 | - | - | - | 3,928 | - | - |
| Loss before reorganization items | (765,103) | (29,552) | 18,278 | (2,774,340) | - | (502,146) | (7,121,694) | (36,864) | (75,920) | (7,219) | 4,808 | 3,602 | 10,392 | 1,994 | 5,382 |
| Reorganization items: | | | | | | | | | | | | | | | |
| Professional fees | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Provision for rejected contracts | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Net loss before income taxes | (765,103) | (29,552) | 18,278 | (2,774,340) | - | (502,146) | (7,121,694) | (36,864) | (75,920) | (7,219) | 4,808 | 3,602 | 10,392 | 1,994 | 5,382 |
| Provision (benefit) for income taxes (0%) | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Net loss | (765,103) | (29,552) | 18,278 | (2,774,340) | - | (502,146) | (7,121,694) | (36,864) | (75,920) | (7,219) | 4,808 | 3,602 | 10,392 | 1,994 | 5,382 |
| Less: preferred dividends in arrears | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Net loss applicable to common stock | (765,103) | (29,552) | 18,278 | (2,774,340) | - | (502,146) | (7,121,694) | (36,864) | (75,920) | (7,219) | 4,808 | 3,602 | 10,392 | 1,994 | 5,382 |

THE IT GROUP,INC.
CONSOLIDATING STATEMENT OF INCOME BY COMPANY
FOR MARCH 30, 2002 THRU MAY 3, 2002

| | Non Debtor<br>130<br><br>Roche | Non Debtor<br>133<br>IT<br>RUSSIA | Non Debtor<br>135<br>OWT<br>HongKong | 02-10130<br>150<br><br>EFM | 02-10158<br>160<br>EMCON<br>PSD | 02-10163<br>161<br>EMCON<br>Alaska | 02-10176<br>162<br>EMCON<br>Mont. Landf | 02-10120<br>163<br>EMCON<br>Advan.Analit | 02-10148<br>165<br>EMCON<br>OWT |
|---|---|---|---|---|---|---|---|---|---|
| Revenues | 4,393,499 | 119,230 | 29,764 | 1,402 | 54,151 | 46,038 | - | 4,113 | 452,516 |
| Cost and expenses: | | | | | | | | | |
| Cost of revenues | 4,849,746 | 119,046 | 51,086 | - | 670,576 | 11 | - | 1,840 | 578,673 |
| Selling, general and admin expense | 63,033 | - | - | - | - | - | - | - | - |
| Operating loss | (519,280) | 184 | (21,322) | 1,402 | (616,425) | 46,027 | - | 2,273 | (126,157) |
| Interest expense, net | 43,067 | - | - | - | - | - | - | - | (528) |
| Loss before reorganization items | (562,347) | 184 | (21,322) | 1,402 | (616,425) | 46,027 | - | 2,273 | (125,629) |
| Reorganization items: | | | | | | | | | |
| Professional fees | - | - | - | - | - | - | - | - | - |
| Provision for rejected contracts | - | - | - | - | - | - | - | - | - |
| Net loss before income taxes | (562,347) | 184 | (21,322) | 1,402 | (616,425) | 46,027 | - | 2,273 | (125,629) |
| Provision (benefit) for income taxes (0%) | - | - | - | - | - | - | - | - | - |
| Net loss | (562,347) | 184 | (21,322) | 1,402 | (616,425) | 46,027 | - | 2,273 | (125,629) |
| Less: preferred dividends in arrears | - | - | - | - | - | - | - | - | - |
| Net loss applicable to common stock | (562,347) | 184 | (21,322) | 1,402 | (616,425) | 46,027 | - | 2,273 | (125,629) |



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THE IT GROUP,INC.
CONSOLIDATING STATEMENT OF INCOME BY COMPANY
FOR MARCH 30, 2002 THRU MAY 3, 2002

| | 02-10156<br>166<br>EMCON<br>ALS | 02-10174<br>167<br>EMCON<br>Keystone Recov | 02-10175<br>168<br>EMCON<br>LFG Spec | 02-10177<br>169<br>EMCON<br>Nat'l Earth | 02-10159<br>170<br>EMCON<br>Indust Serv | Non Debtor<br>171<br>EMCON<br>SoGlen Gas | Non Debtor<br>172<br>EMCON<br>Bellefontaine | Non Debtor<br>174<br>EMCON<br>ET jv | Total |
|---|---|---|---|---|---|---|---|---|---|
| Revenues | (236,017) | 220,740 | (2,100) | (744,478) | (13,572) | 134,337 | 19,771 | 35,000 | 47,319,254 |
| Cost and expenses: | | | | | | | | | |
| Cost of revenues | 83,181 | 76,525 | 177 | 406,377 | (85) | 241,261 | 27,724 | (125,323) | 89,798,335 |
| Selling, general and admin expense | - | - | - | - | - | - | - | - | 6,306,131 |
| Operating loss | (319,198) | 144,215 | (2,277) | (1,150,855) | (13,487) | (106,924) | (7,953) | 160,323 | (48,785,212) |
| Interest expense, net | - | - | - | 1 | - | - | - | - | 426,539 |
| Loss before reorganization items | (319,198) | 144,215 | (2,277) | (1,150,856) | (13,487) | (106,924) | (7,953) | 160,323 | (49,211,751) |
| Reorganization items: | | | | | | | | | |
| Professional fees | - | - | - | - | - | - | - | - | 12,120,282 |
| Provision for rejected contracts | - | - | - | - | - | - | - | - | (4,992,374) |
| Net loss before income taxes | (319,198) | 144,215 | (2,277) | (1,150,856) | (13,487) | (106,924) | (7,953) | 160,323 | (56,339,659) |
| Provision (benefit) for income taxes (0%) | - | - | - | - | - | - | - | - | - |
| Net loss | (319,198) | 144,215 | (2,277) | (1,150,856) | (13,487) | (106,924) | (7,953) | 160,323 | (56,339,659) |
| Less: preferred dividends in arrears | - | - | - | - | - | - | - | - | 489,000 |
| Net loss applicable to common stock | (319,198) | 144,215 | (2,277) | (1,150,856) | (13,487) | (106,924) | (7,953) | 160,323 | (56,828,659) |

LandBank, Inc.
Consolidating Income Statement
For the Period March 30, 2002 thru May 3, 2002

| | | Consolidated | Consolidating | LB (02-10143) | LBEP (02-10141) |
|---|---|---|---|---|---|
| | Income | | | | |
| 4010 | Management Fee Income | 5,386 | | 5,386 | |
| 4015 | Consulting Income | 12,276 | | 12,276 | |
| 4017 | Insurance Recovery | 253,626 | | 253,626 | |
| 4020 | Remediation Management Fee | 13,445 | | 13,445 | |
| 4030 | Rental Income | 40,775 | | | |
| 4035 | Expense Reimbursements | 26,832 | | | |
| | | 352,340 | 0 | 284,733 | 0 |
| | Cost of sales | | | | |
| 5005 | Abandoned projects | 4,959,836 | | 1,267,838 | |
| 5010 | Cost of Management Fee | 7,930 | | 7,930 | |
| 5015 | Cost of Consulting | 2,757 | | 2,757 | |
| 5017 | Cost of Remediation Management | 3,907 | | 3,907 | |
| 5018 | Cost of Insurance Recovery | 2,846 | | 2,846 | |
| 5020 | Property operating expenses | 24,500 | | | |
| 5025 | Depreciation expense | 20,000 | | | |
| | Total cost of sales | 5,021,776 | 0 | 1,285,278 | 0 |
| | Gross margin | (4,669,436) | 0 | (1,000,545) | 0 |
| | Expenses | | | | |
| 6001 | Accounting | 34,150 | | 34,150 | |
| 6005 | Amortization Expense | (12,675) | | (12,675) | |
| 6014 | Bad debts | 66 | | 66 | |
| 6015 | Bank Charges | 341 | | 338 | |
| 6020 | Charitable contributions | 0 | | | |
| 6025 | Consulting expense | 0 | | | |
| 6027 | Conferences & Seminars | 2,979 | | 2,979 | |
| 6030 | Depreciation Expense | 3,658 | | 2,699 | |
| 6035 | Dues & Subscriptions | 1,278 | | 1,278 | |
| 6040 | Insurance - business | 0 | | | |
| 6050 | Insurance - Health | 10,569 | | 8,367 | |
| 6055 | Insurance - Life | 976 | | 976 | |
| 6060 | Insurance - O & D | 0 | | | |
| 6070 | Legal | 401 | | 401 | |
| 6075 | Licenses & permits | 0 | | | |
| 6080 | Marketing & promotion | 10 | | 10 | |
| 6085 | Meals & Entertainment | 837 | | 837 | |
| 6090 | Miscellaneous Expense | 58 | | 58 | |
| 6100 | Office Services | 414 | | 225 | |
| 6105 | Office Supplies | 993 | | 993 | |
| 6110 | Postage & Freight | 128 | | 95 | |
| 6115 | Rent-Equipment | 765 | | 765 | |
| 6117 | Rent - copy charges | 0 | | | |
| 6120 | Rent-Office | 17,381 | | 9,510 | |
| 6123 | Repairs & maintenance | 0 | | | |
| 6125 | Salaries | 123,351 | | 120,226 | |
| 6127 | Salaries - IT/LB | 7,911 | | 7,911 | |
| 6130 | Overhead - Allocated | (68,245) | | (65,205) | |
| 6135 | Taxes - Other | 59 | | 59 | |
| 6140 | Taxes - Payroll | 13,768 | | 13,426 | |
| 6141 | 401K matching contribution | 2,000 | | 2,000 | |
| 6145 | Telephone | 6,152 | | 6,152 | |
| 6150 | Travel | 3,738 | | 3,738 | |
| 6151 | Training & seminars | 125 | | 125 | |
| 7002 | Interest Expense | 12,620 | | 5 | |
| | Total expenses | 163,808 | 0 | 139,509 | 0 |
| | Other income/expense: | | | | |
| 7001 | Interest Income | 311 | | | |
| 7003 | Gain/loss on conveyance | 0 | | | |
| 7010 | Equity in investee earnings | 10,900 | | 10,900 | |
| | Total other income/expense | 11,211 | 0 | 10,900 | 0 |
| | Net Income | (4,822,033) | 0 | (1,129,154) | 0 |

LandBank, Inc.
Consolidating Income Statement
For the Period March 30, 2002 thru May 3, 2002

| | | LBRC (02-10142) | KR (02-10173) | SL (02-10183) | MW (02-10145) |
|---|---|---|---|---|---|
| | Income | | | | |
| 4010 | Management Fee Income | | | | |
| 4015 | Consulting Income | | | | |
| 4017 | Insurance Recovery | | | | |
| 4020 | Remediation Management Fee | | | | |
| 4030 | Rental Income | | | | |
| 4035 | Expense Reimbursements | | | | |
| | | 0 | 0 | 0 | 0 |
| | Cost of sales | | | | |
| 5005 | Abandoned projects | | | | |
| 5010 | Cost of Management Fee | | | | |
| 5015 | Cost of Consulting | | | | |
| 5017 | Cost of Remediation Management | | | | |
| 5018 | Cost of Insurance Recovery | | | | |
| 5020 | Property operating expenses | | | | |
| 5025 | Depreciation expense | | | | |
| | Total cost of sales | 0 | 0 | 0 | 0 |
| | Gross margin | 0 | 0 | 0 | 0 |
| | Expenses | | | | |
| 6001 | Accounting | | | | |
| 6005 | Amortization Expense | | | | |
| 6014 | Bad debts | | | | |
| 6015 | Bank Charges | | | | |
| 6020 | Charitable contributions | | | | |
| 6025 | Consulting expense | | | | |
| 6027 | Conferences & Seminars | | | | |
| 6030 | Depreciation Expense | | | | |
| 6035 | Dues & Subscriptions | | | | |
| 6040 | Insurance - business | | | | |
| 6050 | Insurance - Health | | | | |
| 6055 | Insurance - Life | | | | |
| 6060 | Insurance - O & D | | | | |
| 6070 | Legal | | | | |
| 6075 | Licenses & permits | | | | |
| 6080 | Marketing & promotion | | | | |
| 6085 | Meals & Entertainment | | | | |
| 6090 | Miscellaneous Expense | | | | |
| 6100 | Office Services | | | | |
| 6105 | Office Supplies | | | | |
| 6110 | Postage & Freight | | | | |
| 6115 | Rent-Equipment | | | | |
| 6117 | Rent - copy charges | | | | |
| 6120 | Rent-Office | | | | |
| 6123 | Repairs & maintenance | | | | |
| 6125 | Salaries | | | | |
| 6127 | Salaries - IT/LB | | | | |
| 6130 | Overhead - Allocated | | | | |
| 6135 | Taxes - Other | | | | |
| 6140 | Taxes - Payroll | | | | |
| 6141 | 401K matching contribution | | | | |
| 6145 | Telephone | | | | |
| 6150 | Travel | | | | |
| 6151 | Training & seminars | | | | |
| 7002 | Interest Expense | | | | |
| | Total expenses | 0 | 0 | 0 | 0 |
| | Other income/expense: | | | | |
| 7001 | Interest Income | | 311 | | |
| 7003 | Gain/loss on conveyance | | | | |
| 7010 | Equity in investee earnings | | | | |
| | Total other income/expense | 0 | 311 | 0 | 0 |
| | Net Income | 0 | 311 | 0 | 0 |

LandBank, Inc.
Consolidating Income Statement
For the Period March 30, 2002 thru May 3, 2002

| | | WV (02-10154) | KIP (02-10137) | OMV (02-10149) | HLN Nondebtors |
|---|---|---|---|---|---|
| | Income | | | | |
| 4010 | Management Fee Income | | | | |
| 4015 | Consulting Income | | | | |
| 4017 | Insurance Recovery | | | | |
| 4020 | Remediation Management Fee | | | | |
| 4030 | Rental Income | | 40,775 | | |
| 4035 | Expense Reimbursements | | 26,832 | | |
| | | 0 | 67,607 | 0 | 0 |
| | Cost of sales | | | | |
| 5005 | Abandoned projects | | | | |
| 5010 | Cost of Management Fee | | | | |
| 5015 | Cost of Consulting | | | | |
| 5017 | Cost of Remediation Management | | | | |
| 5018 | Cost of Insurance Recovery | | | | |
| 5020 | Property operating expenses | | 24,500 | | |
| 5025 | Depreciation expense | | 20,000 | | |
| | Total cost of sales | 0 | 44,500 | 0 | 0 |
| | Gross margin | 0 | 23,107 | 0 | 0 |
| | Expenses | | | | |
| 6001 | Accounting | | | | |
| 6005 | Amortization Expense | | | | |
| 6014 | Bad debts | | | | |
| 6015 | Bank Charges | | | | |
| 6020 | Charitable contributions | | | | |
| 6025 | Consulting expense | | | | |
| 6027 | Conferences & Seminars | | | | |
| 6030 | Depreciation Expense | | | | |
| 6035 | Dues & Subscriptions | | | | |
| 6040 | Insurance - business | | | | |
| 6050 | Insurance - Health | | | | |
| 6055 | Insurance - Life | | | | |
| 6060 | Insurance - O & D | | | | |
| 6070 | Legal | | | | |
| 6075 | Licenses & permits | | | | |
| 6080 | Marketing & promotion | | | | |
| 6085 | Meals & Entertainment | | | | |
| 6090 | Miscellaneous Expense | | | | |
| 6100 | Office Services | | | | |
| 6105 | Office Supplies | | | | |
| 6110 | Postage & Freight | | | | |
| 6115 | Rent-Equipment | | | | |
| 6117 | Rent - copy charges | | | | |
| 6120 | Rent-Office | | | | |
| 6123 | Repairs & maintenance | | | | |
| 6125 | Salaries | | | | |
| 6127 | Salaries - IT/LB | | | | |
| 6130 | Overhead - Allocated | | | | |
| 6135 | Taxes - Other | | | | |
| 6140 | Taxes - Payroll | | | | |
| 6141 | 401K matching contribution | | | | |
| 6145 | Telephone | | | | |
| 6150 | Travel | | | | |
| 6151 | Training & seminars | | | | |
| 7002 | Interest Expense | | 12,615 | | |
| | Total expenses | 0 | 12,615 | 0 | 0 |
| | Other Income/expense: | | | | |
| 7001 | Interest Income | | | | |
| 7003 | Gain/loss on conveyance | | | | |
| 7010 | Equity in investee earnings | | | | |
| | Total other income/expense | 0 | 0 | 0 | 0 |
| | Net income | 0 | 10,492 | 0 | 0 |

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LandBank, Inc.
Consolidating Income Statement
For the Period March 30, 2002 thru May 3, 2002

| | | RVI (02-10151) | JM (02-10136) | USWS (02-10153) | MRWS (02-10146) |
|---|---|---|---|---|---|
| | **Income** | | | | |
| 4010 | Management Fee Income | | | | |
| 4015 | Consulting Income | | | | |
| 4017 | Insurance Recovery | | | | |
| 4020 | Remediation Management Fee | | | | |
| 4030 | Rental Income | | | | |
| 4035 | Expense Reimbursements | | | | |
| | | 0 | 0 | 0 | 0 |
| | **Cost of sales** | | | | |
| 5005 | Abandoned projects | | | 89,385 | |
| 5010 | Cost of Management Fee | | | | |
| 5015 | Cost of Consulting | | | | |
| 5017 | Cost of Remediation Management | | | | |
| 5018 | Cost of Insurance Recovery | | | | |
| 5020 | Property operating expenses | | | | |
| 5025 | Depreciation expense | | | | |
| | Total cost of sales | 0 | 0 | 89,385 | 0 |
| | Gross margin | 0 | 0 | (89,385) | 0 |
| | **Expenses** | | | | |
| 6001 | Accounting | | | | |
| 6005 | Amortization Expense | | | | |
| 6014 | Bad debts | | | | |
| 6015 | Bank Charges | | | 3 | |
| 6020 | Charitable contributions | | | | |
| 6025 | Consulting expense | | | | |
| 6027 | Conferences & Seminars | | | | |
| 6030 | Depreciation Expense | | | 959 | |
| 6035 | Dues & Subscriptions | | | | |
| 6040 | Insurance - business | | | | |
| 6050 | Insurance - Health | | | 2,202 | |
| 6055 | Insurance - Life | | | | |
| 6060 | Insurance - O & D | | | | |
| 6070 | Legal | | | | |
| 6075 | Licenses & permits | | | | |
| 6080 | Marketing & promotion | | | | |
| 6085 | Meals & Entertainment | | | | |
| 6090 | Miscellaneous Expense | | | | |
| 6100 | Office Services | | | 189 | |
| 6105 | Office Supplies | | | | |
| 6110 | Postage & Freight | | | 33 | |
| 6115 | Rent-Equipment | | | | |
| 6117 | Rent - copy charges | | | | |
| 6120 | Rent-Office | | | 7,871 | |
| 6123 | Repairs & maintenance | | | | |
| 6125 | Salaries | | | 3,125 | |
| 6127 | Salaries - IT/LB | | | | |
| 6130 | Overhead - Allocated | | | (3,040) | |
| 6135 | Taxes - Other | | | | |
| 6140 | Taxes - Payroll | | | 342 | |
| 6141 | 401K matching contribution | | | | |
| 6145 | Telephone | | | | |
| 6150 | Travel | | | | |
| 6151 | Training & seminars | | | | |
| 7002 | Interest Expense | | | | |
| | Total expenses | 0 | 0 | 11,684 | 0 |
| | Other income/expense: | | | | |
| 7001 | Interest Income | | | | |
| 7003 | Gain/loss on conveyance | | | | |
| 7010 | Equity in investee earnings | | | | |
| | Total other income/expense | 0 | 0 | 0 | 0 |
| | Net income | 0 | 0 | (101,069) | 0 |

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LandBank, Inc.
Consolidating Income Statement
For the Period March 30, 2002 thru May 3, 2002

| | | WC (02-10187) | Skeba (02-10146) | Chimento Nondebtors | NERC (02-10147) |
|---|---|---|---|---|---|
| | **Income** | | | | |
| 4010 | Management Fee Income | | | | |
| 4015 | Consulting Income | | | | |
| 4017 | Insurance Recovery | | | | |
| 4020 | Remediation Management Fee | | | | |
| 4030 | Rental Income | | | | |
| 4035 | Expense Reimbursements | | | | |
| | | 0 | 0 | 0 | 0 |
| | **Cost of sales** | | | | |
| 5005 | Abandoned projects | 3,602,613 | | | |
| 5010 | Cost of Management Fee | | | | |
| 5015 | Cost of Consulting | | | | |
| 5017 | Cost of Remediation Management | | | | |
| 5018 | Cost of Insurance Recovery | | | | |
| 5020 | Property operating expenses | | | | |
| 5025 | Depreciation expense | | | | |
| | Total cost of sales | 3,602,613 | 0 | 0 | 0 |
| | Gross margin | (3,602,613) | 0 | 0 | 0 |
| | **Expenses** | | | | |
| 6001 | Accounting | | | | |
| 6005 | Amortization Expense | | | | |
| 6014 | Bad debts | | | | |
| 6015 | Bank Charges | | | | |
| 6020 | Charitable contributions | | | | |
| 6025 | Consulting expense | | | | |
| 6027 | Conferences & Seminars | | | | |
| 6030 | Depreciation Expense | | | | |
| 6035 | Dues & Subscriptions | | | | |
| 6040 | Insurance - business | | | | |
| 6050 | Insurance - Health | | | | |
| 6055 | Insurance - Life | | | | |
| 6060 | Insurance - O & D | | | | |
| 6070 | Legal | | | | |
| 6075 | Licenses & permits | | | | |
| 6080 | Marketing & promotion | | | | |
| 6085 | Meals & Entertainment | | | | |
| 6090 | Miscellaneous Expense | | | | |
| 6100 | Office Services | | | | |
| 6105 | Office Supplies | | | | |
| 6110 | Postage & Freight | | | | |
| 6115 | Rent-Equipment | | | | |
| 6117 | Rent - copy charges | | | | |
| 6120 | Rent-Office | | | | |
| 6123 | Repairs & maintenance | | | | |
| 6125 | Salaries | | | | |
| 6127 | Salaries - IT/LB | | | | |
| 6130 | Overhead - Allocated | | | | |
| 6135 | Taxes - Other | | | | |
| 6140 | Taxes - Payroll | | | | |
| 6141 | 401K matching contribution | | | | |
| 6145 | Telephone | | | | |
| 6150 | Travel | | | | |
| 6151 | Training & seminars | | | | |
| 7002 | Interest Expense | | | | |
| | Total expenses | 0 | 0 | 0 | 0 |
| | Other income/expense: | | | | |
| 7001 | Interest Income | | | | |
| 7003 | Gain/loss on conveyance | | | | |
| 7010 | Equity in investee earnings | | | | |
| | Total other income/expense | 0 | 0 | 0 | 0 |
| | Net income | (3,602,613) | 0 | 0 | 0 |

LandBank, Inc.
Consolidating Income Statement
For the Period March 30, 2002 thru May 3, 2002

| | | ESI (02-10122) | ESII (02-10123) | Dorchester (02-10152) | CPB (02-10119) |
|---|---|---|---|---|---|
| | **Income** | | | | |
| 4010 | Management Fee Income | | | | |
| 4015 | Consulting Income | | | | |
| 4017 | Insurance Recovery | | | | |
| 4020 | Remediation Management Fee | | | | |
| 4030 | Rental Income | | | | |
| 4035 | Expense Reimbursements | | | | |
| | | 0 | 0 | 0 | 0 |
| | **Cost of sales** | | | | |
| 5005 | Abandoned projects | | | | |
| 5010 | Cost of Management Fee | | | | |
| 5015 | Cost of Consulting | | | | |
| 5017 | Cost of Remediation Management | | | | |
| 5018 | Cost of Insurance Recovery | | | | |
| 5020 | Property operating expenses | | | | |
| 5025 | Depreciation expense | | | | |
| | Total cost of sales | 0 | 0 | 0 | 0 |
| | Gross margin | 0 | 0 | 0 | 0 |
| | **Expenses** | | | | |
| 6001 | Accounting | | | | |
| 6005 | Amortization Expense | | | | |
| 6014 | Bad debts | | | | |
| 6015 | Bank Charges | | | | |
| 6020 | Charitable contributions | | | | |
| 6025 | Consulting expense | | | | |
| 6027 | Conferences & Seminars | | | | |
| 6030 | Depreciation Expense | | | | |
| 6035 | Dues & Subscriptions | | | | |
| 6040 | Insurance - business | | | | |
| 6050 | Insurance - Health | | | | |
| 6055 | Insurance - Life | | | | |
| 6060 | Insurance - O & D | | | | |
| 6070 | Legal | | | | |
| 6075 | Licenses & permits | | | | |
| 6080 | Marketing & promotion | | | | |
| 6085 | Meals & Entertainment | | | | |
| 6090 | Miscellaneous Expense | | | | |
| 6100 | Office Services | | | | |
| 6105 | Office Supplies | | | | |
| 6110 | Postage & Freight | | | | |
| 6115 | Rent-Equipment | | | | |
| 6117 | Rent - copy charges | | | | |
| 6120 | Rent-Office | | | | |
| 6123 | Repairs & maintenance | | | | |
| 6125 | Salaries | | | | |
| 6127 | Salaries - IT/LB | | | | |
| 6130 | Overhead - Allocated | | | | |
| 6135 | Taxes - Other | | | | |
| 6140 | Taxes - Payroll | | | | |
| 6141 | 401K matching contribution | | | | |
| 6145 | Telephone | | | | |
| 6150 | Travel | | | | |
| 6151 | Training & seminars | | | | |
| 7002 | Interest Expense | | | | |
| | Total expenses | 0 | 0 | 0 | 0 |
| | **Other income/expense:** | | | | |
| 7001 | Interest Income | | | | |
| 7003 | Gain/loss on conveyance | | | | |
| 7010 | Equity in investee earnings | | | | |
| | Total other income/expense | 0 | 0 | 0 | 0 |
| | Net Income | 0 | 0 | 0 | 0 |

00000065

The IT Group, Inc.
Accounts Payable Consolidated Aging
as of May 3, 2002

| Days Aged | | Balance |
|---|---|---|
| 0 - 30 | $ | 28,380,202 |
| 31 - 45 | $ | 5,692,493 |
| 46 - 60 | $ | 1,591,931 |
| Over 60 | $ | 96,129,263 |
| | $ | 131,793,889 |
| Other (a) | $ | 49,807,114 |
| Balance G/L | $ | 181,601,003 |

| | | |
|---|---|---|
| Pre Petition | $ | 77,400,566 |
| Post Petition | $ | 104,200,437 |
| | $ | 181,601,003 |

(a) cost accruals

# THE IT GROUP, INC.
# ACCOUNTS RECEIVABLE RECONCILIATION AND AGING
## As of May 3, 2002
### (in thousands)

| Accounts Receivable Reconciliation | Amount |
|---|---|
| Total Accounts Receivable at the beginning of the reporting period | 400,093 |
| + Amounts billed during the period | 28,570 |
| - Amounts collected during the period | (96,930) |
| Total Accounts Receivable at the end of the reporting period | 331,733 |

| Accounts Receivable Aging | |
|---|---|
| 0 - 30 days old | 186,200 |
| 31 - 60 days old | 24,815 |
| 61 - 90 days old | 12,980 |
| 91+ days old | 56,648 |
| A/R not aged | 34,471 |
| Retainage | 16,619 |
| Total Accounts Receivable | 331,733 |
| Amounts considered uncollectible (Bad Debt) | (19,993) |
| Accounts Receivable (Net) | 311,740 |

DEBTOR QUESTIONAIRE

| 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 |
| 3. Have all post petition 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 |

## Case No. 02-10118

**Debtor Bank Account Detail - May 3, 2002**

| G/L ACCT # | Debtor Case Number | BANK ACCT # | BANK NAME | DESCRIPTION | 05/03/02 PER BALANCE SHEET |
|---|---|---|---|---|---|
| 1.1112.01 | 02-10165 | 629-00294 | Bank of America | B of A Conc- 00629-00294 | 1,093,562 |
| 1.1115.01 | 02-10165 | 5417-0733 | Fleet/Bank Boston | B of B Conc | 1,547,442 |
| 1.1115.06 | 02-10165 | AV books ts | Fleet/Bank Boston | B of B- Gen East | 782,360,516 |
| 1.1115.10 | 02-10165 | | Fleet Bank | Cntl Disbmnt | (796,189,532) |
| 1.1116.01 | 02-10165 | 114-621136 | Chase Manhattan | Chem Bank- Conc West | (1,011,001,399) |
| 1.1116.02 | 02-10165 | 114-621136 | Chase Manhattan | Chem Bank- Conc East | 1,010,979,117 |
| 1.1116.03 | 02-10165 | 6301-455451-509 | Chase Manhattan | Chem Bank- Provident | 971,465 |
| 1.1119.01 | 02-10165 | 4075-3675 | Citibank | Citibank- Conc | (3,523,419,485) |
| 1.1119.02 | 02-10165 | 4075-3701 | Citibank | Citibank- Cash Coll. | 3,545,641,651 |
| 1.1119.03 | 02-10165 | 4076-8559 | Citibank | Citibank- AIG Ins. Claims | 500 |
| 1.1141.01 | 02-10165 | 119-5671 | PNC | Pitts Nat- Gen 1195671 | 6,254 |
| 1.1141.05 | 02-10165 | 10-1156-5247,10-1430-5432 | PNC | Pitts Nat- P/R 1011565247 | (74,504) |
| 1.1191.01 | 02-10165 | UJ 43608-71 | Kidder Peabody | Mrktbl Scrts Kidder Peabody | - |
| 1.1191.03 | 02-10165 | 020100004250585 | B of A | Mrktbl Scrts B of A | - |
| 1.1191.05 | 02-10165 | 204-08956-13/204-15526-12-633 | Smith Barney | Mrktbl Scrts Smith Barney | (29,346) |
| 1.1191.07 | 02-10165 | 000001024 | Citibank | Mrktbl Scrts Citibank | - |
| 100.1111.01 | 02-10126 | 937387-7578 | Fleet/Bank Boston | Bank of America Lockbox | 81,649,059 |
| 100.1111.22 | 02-10126 | | GTI | Working Fund Bank Acct GTI | 29,698 |
| 100.1111.24 | 02-10126 | 2065-8076 | Fleet/Bank Boston | Cash- Main Acct GTI | (81,618,469) |
| 101.1111.20 | 02-10161 | | GTI | Cash Checking GTI | (24,604) |
| 160.1118.01 | 02-10158 | 1450011224 | Union Bank of CA | Cash in Banks- Sweep Acct | (32,079,031) |
| 160.1118.02 | 02-10158 | 1450107960 | Union Bank of CA | UBOC Master Account | 32,173,786 |
| 1901000.1119.01 | 02-10118 | 4075-3664 | Citibank | Citibank- Conc | - |
| 43.1111.43 | 02-10133 | 4078-7696 | Citibank | Cash- IT Int'l Hld | - |
| 46.1146.01 | 02-10135 | 3044-0525 | Citibank | Iron Mountain- Cash | 100 |
| 46.1146.02 | 02-10135 | 10-1156-5255, 10-1430-5416 | PNC | Iron Mountain- Payroll | 76,619 |
| 47.1146.05 | 02-10127 | 3044-0533 | Citibank | IT Admin Services- Cash | 100 |
| 75.1111.01 | 02-10180 | 8666-9-02312 | Bank of America | Bank of America Lockbox | 29,366,435 |
| 75.1111.05 | 02-10180 | 8666-3-02310 | Bank of America | B of A Concentration | (29,366,435) |
| 75.1119.01 | 02-10180 | 4076-2296 | Citibank | Citibank- Conc | - |
| 78.1111.14 | 02-10179 | 60021214 | Bank One | Bank One- local Deposit | 5,091 |
| | 02-10135 | 3045-3721 | Citibank | Iron Mt. Remediation | - |
| 3932007.1118.01 | 02-10165 | ITDENV02 | Citibank | Cash in Banks- Sweep Acct | (182,193) |
| Landbank | 02-10143 | 1-943-1212-7153 | US Bank | Landbank, Inc | 318,182 |
| Landbank | 02-10141 | 1-036-5575-4630 | US Bank | Lanbank Environmental Prop Inc | 69 |
| Landbank | 02-10142 | | | Landbank Remediation Corporation | 375 |
| Landbank | 02-10173 | 1-036-5519-5834 | US Bank | Kato Road LLC | 1,185 |
| Landbank | | | | Kato Road LLC | 304,700 |
| Landbank | 02-10154 | 1-036-5618-3516 | US Bank | Whippany Venture LLC | 159 |
| Landbank | 02-10137 | 1-036-5664-7106 | US Bank | KIP 1 LLC LLC | 102,804 |
| Landbank | 02-10149 | 1-036-5664-7098 | US Bank | Otay Mesa Ventures 1 LLC LLc | 306 |
| Landbank | 02-10151 | 1-036-5664-8179 | US Bank | Raritan Ventures I LLC | 952 |
| Landbank | 02-10153 | 1-036-5664-8377 | US Bank | USWS LLC | 343 |
| Landbank | | | | USWS LLC | 5,000 |
| Landbank | 02-10146 | 1-036-5664-8252 | US Bank | Millstone River Wetland Svc LLC | 196 |
| Landbank | 02-10187 | 1-036-5664-8369 | US Bank | Woodbury Creek | 211 |
| Landbank | 02-10147 | 1-036-575-4598 | US Bank | Northeast Restoration Co. LLC | 1,523 |
| Landbank | 02-10122 | 1-036-5575-4580 | US Bank | Empire State I LLC | 725 |
| Landbank | 02-10123 | 1-036-5575-4572 | US Bank | Empire State II LLC | 740 |
| Landbank | 02-10152 | 1-036-5575-4556 | US Bank | Dorchester Group LLC | 189 |
| Landbank | 02-10119 | 1-036-5575-4564 | US Bank | 3702 College Point Blvd LLC | 258 |
| Non_debtor Cash | | | | | 4,352,326 |
| Total Cash | | | | | 17,006,640 |

(000's)

**Summary Page**

| | April 2002 (a) | | | Cumulative | | |
|---|---|---|---|---|---|---|
| | Actual Total (a) | Projected | Variance | Actual | Projected | Variance |
| Cash Beginning of Month | $ 21,892 | $ 1,223 | $ 20,668 | $ 18,189 | $ 18,189 | $ (0) |
| Receipts | | | | | | |
| Cash Sales | - | - | - | - | - | - |
| Accounts Receivable | 96,930 | 20,000 | 76,930 | 240,933 | 181,492 | 59,441 |
| Loans and Advances | - | - | - | - | - | - |
| Sale of Assets | - | 175,811 | (175,811) | - | 175,811 | (175,811) |
| Other (Attach List) | - | - | - | - | - | - |
| **DIP Draw & (Repayment)** | - | (55,000) | 55,000 | 50,000 | - | 50,000 |
| **Total Receipts** | 96,930 | 140,811 | (43,881) | 290,933 | 357,302 | (66,369) |
| Disbursements | | | | | | |
| Net Payroll & Benefits | (23,974) | (13,018) | (10,956) | (78,453) | (75,650) | (2,802) |
| Payroll Taxes | (10,939) | (2,711) | (8,227) | (31,653) | (28,709) | (2,944) |
| Sales, Use, and Other Taxes | (405) | - | (405) | (709) | (391) | (318) |
| Operating Expenses | (56,826) | (15,930) | (40,896) | (157,071) | (144,369) | (12,702) |
| Rental & Leases | (5,194) | (4,532) | (662) | (11,515) | (11,450) | (65) |
| Insurance | (749) | (300) | (449) | (4,886) | (1,645) | (3,241) |
| Administrative & Selling | (1,940) | (1,113) | (827) | (5,100) | (7,749) | 2,649 |
| Sale of Assets | - | - | - | - | - | - |
| Other (Attach List) | - | - | - | - | - | - |
| Professional Fees (b) | (1,110) | (3,357) | 2,247 | (2,051) | (4,437) | 2,385 |
| U.S. Trustee Fees | (8) | - | (8) | (8) | (15) | 7 |
| Court Costs | - | (1) | 1 | - | (4) | 4 |
| **Total Disbursements** | (101,144) | (40,962) | (60,182) | (291,445) | (274,419) | (17,026) |
| Net Cash Flow (Receipts Less Disbursements) | $ (4,214) | $ 99,849 | $ (104,063) | $ (511) | $ 82,884 | $ (83,395) |
| Cash - End of Month | $ 17,678 | $ 101,073 | $ (83,395) | $ 17,678 | $ 101,073 | $ (83,395) |

| | |
|---|---|
| Total Disbursements | $ (101,144) |
| Less: Transfers to Debtor in Possession Accounts | - |
| Plus: Estate Disbursements Made by Outside Sources | - |
| Total Disbursements For Calculating U.S. Trustee Quarterly Fees | $ (101,144) |

(a) April actual includes cash flow activity from March 31, 2002 through May 3, 2002.

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(b) Professional fees include $49,673.97 to the Bayard Firm on 5/1/02.

# Exhibit B

EXHIBIT B

The IT Group, Inc., et al.
Case No. 02-10118

**Debtors**
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**(By Overnight Courier)**

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## File a Notice:
02-10118-MFW The IT Group, Inc.

Notice of Electronic Filing

The following transaction was received from Quirk, Marion M. entered on 7/2/2002 at 12:39 PM EDT and filed on 7/2/2002

**Case Name:** The IT Group, Inc.
**Case Number:** 02-10118-MFW
**Document Number:** 1788

**Docket Text:**
Notice of Filing *of Monthly Operating Report for Period from March 30, 2002 through May 3, 2002 of The IT Group, Inc.* Filed by The IT Group, Inc.. (Quirk, Marion)

The following document(s) are associated with this transaction:

**Document description:**Main Document
**Original filename:**S:/BANKRUPTCY/ITG/Itmonth.pdf
**Electronic document Stamp:**
[STAMP bkecfStamp_ID=983460418 [Date=7/2/2002] [FileNumber=781771-0] [
853b894033ae19af766bb2ae57c6802ad11b06dc3f0887ca95e8524da3376bb2b38a7a
d343aecfaf27f403ecc41f542cbf980883d3d170ab71e1360577e040ab]]

**02-10118-MFW Notice will be electronically mailed to:**

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