

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE**

In re:)	
)	Chapter 11
)	
PGX HOLDINGS, INC., <i>et al.</i> , ¹)	Case No. 23-10718 (CTG)
)	
Debtors.)	(Joint Administration Requested)
)	
)	Related to Docket No. 17

NOTICE OF REVISED DIP BUDGET

PLEASE TAKE NOTICE that on June 4, 2023 (the “Petition Date”), each of the above-captioned debtors and debtors in possession (the “Debtors”) filed a voluntary petition for relief under chapter 11 of title 11 of the United States Code, 11 U.S.C. §§ 101-1532 (the “Bankruptcy Code”), with the Clerk of the United States Bankruptcy Court for the District of Delaware. The Debtors are continuing to operate their businesses and manage their affairs as debtors in possession pursuant to sections 1107(a) and 1108 of the Bankruptcy Code.

PLEASE TAKE FURTHER NOTICE on the June 5, 2023, the Debtors filed the *Motion of Debtors for Entry of Interim and Final Orders (I) Authorizing the Debtors to (A) Obtain Postpetition Financing and (B) Utilize Cash Collateral, (II) Granting Liens and Superpriority Administrative Expense Claims, (III) Modifying the Automatic Stay, (IV) Scheduling a Final Hearing, and (V) Granting Related Relief* [Docket No. 17] (the “DIP Motion”).

¹ The Debtors in these chapter 11 cases, along with the last four digits of each Debtor’s federal tax identification number, are: PGX Holdings, Inc. (2510); Credit Repair UK, Inc. (4798); Credit.com, Inc. (1580); Creditrepair.com Holdings, Inc. (7536); Creditrepair.com, Inc. (7680); eFolks Holdings, Inc. (5213); eFolks, LLC (5256); John C. Heath, Attorney At Law PC (8362); Progrexion ASG, Inc. (5153); Progrexion Holdings, Inc. (7123); Progrexion IP, Inc. (5179); Progrexion Marketing, Inc. (5073); and Progrexion Teleservices, Inc. (5110). The location of the Debtors’ service address for purposes of these chapter 11 cases is: 257 East 200 South, Suite 1200, Salt Lake City, Utah 84111.



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PLEASE TAKE FURTHER NOTICE that the Debtors have revised the budget filed with the DIP Motion (the “DIP Budget”) to reflect the timing of the draws under the facility. Other than the timing of the draws, the DIP Budget is unchanged from the version filed with the DIP Motion. A copy of the revised DIP Budget is attached hereto as **Exhibit A**.

Dated: June 6, 2023
Wilmington, Delaware

/s/ Michael W. Yurkewicz

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Exhibit A

PGX Holdings Inc - Budget																
(\$ in thousands)																
Week-Ended	6/10/23	6/17/23	6/24/23	7/1/23	7/8/23	7/15/23	7/22/23	7/29/23	8/5/23	8/12/23	8/19/23	8/26/23	9/2/23	9/9/23	9/16/23	Post-Petition
Actual / Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Total
Net Operating Cash Flow																
Lexington Receipts	\$ 1,376	\$ 1,526	\$ 1,312	\$ 1,526	\$ 1,984	\$ 1,884	\$ 1,764	\$ 1,049	\$ 1,832	\$ 1,072	\$ 1,350	\$ 1,782	\$ 1,838	\$ 1,844	\$ 1,674	\$ 23,812
Other Receipts	272	262	272	275	275	275	275	275	277	277	277	277	280	280	280	4,131
Total Receipts	\$ 1,648	\$ 1,788	\$ 1,584	\$ 1,800	\$ 2,259	\$ 2,159	\$ 2,039	\$ 1,324	\$ 2,109	\$ 1,349	\$ 1,628	\$ 2,059	\$ 2,118	\$ 2,124	\$ 1,954	\$ 27,943
Operating Disbursements																
Sales & Marketing	\$ (918)	\$ (649)	\$ (249)	\$ (1,928)	\$ (123)	\$ (485)	\$ (189)	\$ (1,860)	\$ (311)	\$ (455)	\$ (73)	\$ (268)	\$ (1,829)	\$ (51)	\$ (387)	\$ (9,772)
Technology & Operations	(242)	(227)	(12)	(295)	(2)	(162)	(2)	(12)	(260)	(2)	(162)	(8)	(343)	(2)	(162)	(1,891)
Payroll & Benefits	(452)	(314)	(1,324)	(154)	(1,299)	(470)	(1,584)	(177)	(1,276)	(162)	(1,320)	(427)	(19)	(1,434)	(313)	(10,722)
Rent	-	-	-	(99)	-	-	-	-	(99)	-	-	-	(99)	-	-	(297)
Taxes	-	(26)	-	-	-	(33)	(8)	(6)	-	-	(37)	(4)	-	-	(26)	(139)
Insurance	-	-	-	(34)	-	-	-	-	-	-	-	(556)	-	-	-	(590)
Ordinary Course Professional	-	-	(50)	(50)	(64)	(72)	(88)	(120)	(47)	(28)	(77)	(72)	(165)	(14)	(89)	(934)
Lex Law Disbursements	-	-	-	(150)	-	-	-	(150)	-	-	-	-	(150)	-	-	(450)
G&A and Other Disbursements	(1,301)	(392)	(643)	(471)	(165)	(114)	(141)	(516)	(182)	(86)	(120)	(281)	(527)	(266)	(628)	(5,832)
Total Operating Disbursements	\$ (2,913)	\$ (1,608)	\$ (2,277)	\$ (3,181)	\$ (1,652)	\$ (1,336)	\$ (2,011)	\$ (2,840)	\$ (2,174)	\$ (732)	\$ (1,787)	\$ (1,614)	\$ (3,133)	\$ (1,766)	\$ (1,604)	\$ (30,627)
Capital Expenditures	(522)	-	-	(329)	-	(10)	-	-	(52)	-	(250)	(10)	-	-	-	(1,173)
Net Operating Cash Flow	\$ (1,786)	\$ 180	\$ (693)	\$ (1,709)	\$ 608	\$ 813	\$ 28	\$ (1,516)	\$ (117)	\$ 617	\$ (410)	\$ 435	\$ (1,015)	\$ 358	\$ 350	\$ (3,857)
Non-Operating Cash Flow																
Financing Activity																
DIP Fees	\$ (597)	\$ -	\$ -	\$ (277)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (874)
DIP Interest Payments	-	-	-	(186)	-	-	-	-	(301)	-	-	-	(240)	-	(120)	(846)
Total Financing Activities	\$ (597)	\$ -	\$ -	\$ (463)	\$ -	\$ -	\$ -	\$ -	\$ (301)	\$ -	\$ -	\$ -	\$ (240)	\$ -	\$ (120)	\$ (1,720)
Restructuring-Related Items																
Professional Fees	-	(5,080)	(950)	(931)	(975)	(950)	(2,170)	(850)	(1,044)	(844)	491	(32)	-	-	(25)	(13,360)
Wind-Down Funding	-	-	-	-	-	-	-	-	-	-	(2,625)	-	-	-	-	(2,625)
Total Restructuring-Related Items	\$ -	\$ (5,080)	\$ (950)	\$ (931)	\$ (975)	\$ (950)	\$ (2,170)	\$ (850)	\$ (1,044)	\$ (844)	\$ (2,134)	\$ (32)	\$ -	\$ -	\$ (25)	\$ (15,985)
Total Net Cash Flow, Adjusted	\$ (2,383)	\$ (4,900)	\$ (1,643)	\$ (3,103)	\$ (367)	\$ (137)	\$ (2,143)	\$ (2,366)	\$ (1,462)	\$ (228)	\$ (2,544)	\$ 404	\$ (1,255)	\$ 358	\$ 206	\$ (21,562)
Liquidity Summary																
Book Cash																
Beginning Cash Balance	\$ 2,642	\$ 7,259	\$ 2,359	\$ 2,416	\$ 2,213	\$ 2,246	\$ 2,260	\$ 2,317	\$ 2,451	\$ 2,389	\$ 2,461	\$ 1,292	\$ 1,696	\$ 441	\$ 799	\$ 2,642
Net Cash Flow	(2,383)	(4,900)	(1,643)	(3,103)	(367)	(137)	(2,143)	(2,366)	(1,462)	(228)	(2,544)	404	(1,255)	358	206	(21,562)
DIP Proceeds	7,000	-	1,700	2,900	400	150	2,200	2,500	1,400	300	1,375	-	-	-	-	19,925
Ending Cash Balance	\$ 7,259	\$ 2,359	\$ 2,416	\$ 2,213	\$ 2,246	\$ 2,260	\$ 2,317	\$ 2,451	\$ 2,389	\$ 2,461	\$ 1,292	\$ 1,696	\$ 441	\$ 799	\$ 1,005	\$ 1,005
Memo:																
Lexington Law Ending Cash Balance	\$ 1,977	\$ 1,801	\$ 2,133	\$ 1,546	\$ 1,564	\$ 1,341	\$ 1,076	\$ 904	\$ 867	\$ 1,117	\$ 1,152	\$ 1,052	\$ 303	\$ 557	\$ 385	