

SECURITIES AND EXCHANGE COMMISSION

FORM 10-K

Annual report pursuant to section 13 and 15(d)

Filing Date: **1999-03-26** | Period of Report: **1998-12-25**
SEC Accession No. **0000740126-99-000040**

([HTML Version](#) on secdatabase.com)

FILER

FINGERHUT MASTER TRUST

CIK: **921752** | IRS No.: **411396490** | State of Incorporation: **DE** | Fiscal Year End: **1231**
Type: **10-K** | Act: **34** | File No.: **033-77780-01** | Film No.: **99573670**
SIC: **6189** Asset-backed securities

Mailing Address
4400 BAKER ROAD
SUITE F480
MINNETONKA MN 55343

Business Address
4400 BAKER RD
SUITE F480
MINNETONKA MN 55343
6129365035

FINGERHUT RECEIVABLES INC

CIK: **921751** | IRS No.: **411783128** | State of Incorporation: **DE** | Fiscal Year End: **1231**
Type: **10-K** | Act: **34** | File No.: **033-77780** | Film No.: **99573671**
SIC: **6189** Asset-backed securities

Mailing Address
4400 BAKER ROAD
SUITE F480
MINNETONKA MN 55343

Business Address
4400 BAKER RD
SUITE F480
MINNETONKA MN 55343
6129365035

SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 10-K

ANNUAL REPORT PURSUANT TO SECTION 13 OR 15(d) OF
THE SECURITIES EXCHANGE ACT OF 1934

For the fiscal year ended December 25, 1998 333-45599 and 333-45611
Commission file numbers

FINGERHUT MASTER TRUST
Fingerhut Receivables, Inc., as Transferor
(Exact name of registrant as specified in its charter)

Delaware 41-1396490
(State of Incorporation) (I.R.S. Employer
Identification No.)

4400 Baker Road, Suite F-480, Minnetonka, Minnesota 55343
(Address of principal executive offices)

(612) 936-5035
(Registrant's telephone number, including area code)

Securities registered pursuant to Section 12(b) of the Act:
None

Securities registered pursuant to Section 12(g) of the Act:
None

The Registrant has no voting stock or class of common stock
outstanding as of the date of this report.

Indicate by check mark whether the Registrant (1) has filed
all reports required to be filed by Section 13 or 15(d) of
the Securities Exchange Act of 1934 during the preceding 12
months and (2) has been subject to such filing requirements
for the past 90 days. Yes X No

TABLE OF CONTENTS

PART I

Page

Item 1. Business	3
Item 2. Properties	3
Item 3. Legal Proceedings	3
Item 4. Submission of Matters to a Vote of Security Holders	3
PART II	
Item 5. Market for Registrant's Common Equity and Related Stockholder Matters	3
Item 6. Selected Financial Data	3
Item 7. Management's Discussion and Analysis of Financial Condition and Results of Operations	4
Item 8. Financial Statements and Supplementary Data	4
Item 9. Changes in and Disagreements with Accountants on Accounting and Financial Disclosure	4
PART III	
Item 10. Directors and Executive Officers of the Registrant	4
Item 11. Executive Compensation	4
Item 12. Security Ownership of Certain Beneficial Owners and Management	4
Item 13. Certain Relationships and Related Transactions	4
PART IV	
Item 14. Exhibits, Financial Statement Schedules and Reports on Form 8-K	4
Signatures	5
PART I	
Item 1. Business	

The Fingerhut Master Trust (the "Trust" or the "Registrant") was originated by Fingerhut Receivables, Inc. (the "Transferor"), as Transferor under the Amended and Restated Pooling and Servicing Agreement

dated as of March 18, 1998, (the P&S Agreement") by and among the Transferor, Fingerhut National Bank, as servicer (the "Servicer") and Bank of New York (Delaware), as trustee. The Series 1998-1 Supplement and the Series 1998-2 Supplement both dated as of April 28, 1998 to the P&S Agreement provided for the issuance of the Fixed Rate Accounts Receivable Certificates, Series 1998-1 and Series 1998-2 (the "Certificates"). The Certificates represented interests in the Trust only and did not represent interests in or obligations of Fingerhut Receivables, Inc., Fingerhut National Bank, Fingerhut Corporation or any affiliate thereof. The final payment on the Series 1994-1 Certificates was made on February 20, 1998.

Item 2. Properties

The Trust's sole asset is a pool of closed-end and revolving consumer accounts receivable originated by Fingerhut Corporation, Fingerhut National Bank and certain affiliates.

Item 3. Legal Proceedings

None.

Item 4. Submission of Matters to a Vote of Security Holders

Not applicable.

PART II

Item 5. Market for the Registrant's Common Equity and Related Stockholders Matters

Not applicable.

Item 6. Selected Financial Data

Not applicable.

Item 7. Management's Discussion and Analysis of Financial Condition and Results of Operations

Not applicable.

Item 8. Financial Statements and Supplementary Data

Not applicable.

Item 9. Changes in and Disagreements with Accountants on Accounting and Financial Disclosure

Not applicable.

PART III

Item 10. Directors and Executive Officers of the Registrant

Not applicable.

Item 11. Executive Compensation

Not applicable.

Item 12. Security Ownership of Certain Beneficial Owners and Management

None.

Item 13. Certain Relationships and Related Transactions

Not applicable.

PART IV

Item 14. Exhibits, Financial Statement Schedules, and Reports on Form 8-K

(a) 1. Annual Servicer's Certificate dated March 18, 1999.

2. Supplementary Fingerhut Master Trust Data.

(b) Reports on Form 8-K were filed during the fourth fiscal quarter of 1998 on October 14, November 16 and December 14.

(c) Not applicable.

(d) Not applicable.

SIGNATURES

Pursuant to the requirements of Section 13 or 15(d) of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized, on this 23th day of March, 1999.

FINGERHUT MASTER TRUST
(Registrant)

By: /s/ Brian M. Szames
Brian M. Szames
President
Fingerhut Receivables, Inc.,
as Transferor

INDEX TO EXHIBITS

Exhibit Number	Description of Exhibit	Sequential Page Number
20(a)	Annual Servicer's Certificate	
20(b)	Supplementary Master Trust Data	

Exhibit 20(a)

ANNUAL SERVICER'S CERTIFICATE
FINGERHUT MASTER TRUST

The undersigned, a duly authorized representative of Fingerhut National Bank, as the Servicer pursuant to the Amended and Restated Pooling and Servicing Agreement dated as of March 18, 1998, (the "Pooling and Servicing Agreement"), by and among Fingerhut Receivables, Inc. (the "Transferor"), Fingerhut National Bank, as Servicer and The Bank of New York (Delaware), as trustee (the "Trustee") does hereby certify that:

1. Since January 12, 1997, Fingerhut National Bank has been the Servicer.

2. The undersigned is duly authorized pursuant to the Pooling and Servicing Agreement to execute and deliver this Certificate to the Trustee.

3. This Certificate is delivered pursuant to Section 3.5 of the Pooling and Servicing Agreement.

4. A review of the activities of the Servicer during the period from December 27, 1997 until December 25, 1998 was conducted under my supervision.

5. Based on such review, the Servicer has, to the best of my knowledge, fully performed all of its obligations under the Pooling and Servicing Agreement throughout such period and no default in the performance of such obligations has occurred or is continuing except as set forth in paragraph 6 below.

6. The following is a description of each default in the performance of the Servicer's obligations under the provisions of the Pooling and Servicing Agreement, including any Supplement, known to me to have been made during such period which sets forth in detail (i) the nature of each such default, (ii) the action taken by the Servicer, if any, to remedy each such default and (iii) the current status of each such default:

None.

IN WITNESS WHEREOF, the undersigned has duly executed this certificate on March 18, 1999.

FINGERHUT NATIONAL BANK

/s/Brian M. Szames
Name: Brian M. Szames
Title: Treasurer

Exhibit 20(b)

SUPPLEMENTARY FINGERHUT MASTER TRUST DATA
 SERIES 1998-1

1. The total amount distributed during 1998 stated on the basis of an original principal amount of \$1,000 per Certificate:	Class A	\$43.3330556
	Class B	\$44.9036111
	Class C	\$46.4268081
2. The amount of such distribution allocable to Certificate Principal stated on the basis of an original principal amount of \$1,000 per Certificate:	Class A	\$0.0000000
	Class B	\$0.0000000
	Class C	\$0.0000000
3. The amount of such distribution allocable to Certificate Interest stated on the basis of an original principal amount of \$1,000 per Certificate:	Class A	\$43.3330556
	Class B	\$44.9036111
	Class C	\$46.4268081
4. The amount of Principal Collections received in the Collection Account during the period from April 25, 1998 to December 25, 1998 and allocated in respect of the Class A Certificates, the Class B Certificates, the Class C Certificates and the Class D Certificates, respectively:	Class A	\$196,408,442.31
	Class B	\$ 29,758,643.28
	Class C	\$ 35,710,837.49
	Class D	\$ 35,710,837.49
5. The amount of Finance Charge Collections processed during the period from April 25, 1998 to December 25, 1998 and allocated in respect of the Class A Certificates, the Class B Certificates, the Class C Certificates and the Class D Certificates, respectively:	Class A	\$77,362,648.29
	Class B	\$11,721,530.01
	Class C	\$14,066,019.42
	Class D	\$14,066,019.42
6. The aggregate amount of the:		
Principal Receivables		\$1,446,027,267.42
Invested Amount		\$ 511,364,000.00
Class A Invested Amount		\$ 337,500,000.00
Class B Invested Amount		\$ 51,136,000.00
Class C Invested Amount		\$ 61,364,000.00
Class D Invested Amount		\$ 61,364,000.00

Floating Allocation Percentage	35.3633719%
Class A Floating Allocation Percentage	23.3398088%
Class B Floating Allocation Percentage	3.5363095%
Class C Floating Allocation Percentage	4.2436268%
Class D Floating Allocation Percentage	4.2436268%

each as of the end of the day on December 25, 1998.

7. The aggregate outstanding balance of Receivables which are:

Current	\$1,553,980,460.36
30 Days to 59 Days	\$ 77,658,900.06
60 Days to 89 Days	\$ 51,250,516.79
90 Days and Over	\$ 195,218,075.98

as of the end of the day on December 25, 1998.

8. The aggregate Investor Default Amount for the period from April 25, 1998 to December 25, 1998. \$73,444,334.40

9. The aggregate amount of Class A Investor Charge-Offs, Class B Investor Charge-Offs, Class C Investor Charge-Offs and Class D Investor Charge-Offs for the period from April 25, 1998 to December 25, 1998.

Class A	\$0.00
Class B	\$0.00
Class C	\$0.00
Class D	\$0.00

10. The amount of the Servicing Fee for the period from April 25, 1998 to December 25, 1998. \$ 6,780,826.76

11. The Class A Pool Factor, the Class B Pool Factor and the Class C Pool Factor as of December 25, 1998:

Class A Pool Factor	1.000000
Class B Pool Factor	1.000000
Class C Pool Factor	1.000000

12. The amount of Reallocated Class A Principal Collections, Reallocated Class B Principal Collections, Reallocated Class C Principal Collections and Reallocated Class D Principal Collections for the period from April 25, 1998 to December 25, 1998.

Class A	\$0.000
Class B	\$0.000
Class C	\$0.000
Class D	\$0.000

13. The aggregate amount of funds in the Excess Funding Account and the Pre-Funding Account at December 25, 1998. None

14. Whether a Class C Trigger Event has occurred and if so the Specified Class C Reserve Amount. None

SUPPLEMENTARY FINGERHUT MASTER TRUST DATA
SERIES 1998-2

1. The total amount distributed during 1998 stated on the basis of an original principal amount of \$1,000 per Certificate:

Class A	\$44.3419444
Class B	\$46.2908333
Class C	\$47.2610600

2. The amount of such distribution allocable to Certificate Principal stated on the basis of an original principal amount of \$1,000 per Certificate:

Class A	\$0.0000000
Class B	\$0.0000000
Class C	\$0.0000000

3. The amount of such distribution allocable to Certificate Interest stated on the basis of an original principal amount of \$1,000 per Certificate:

Class A	\$ 44.3419444
Class B	\$ 46.2908333
Class C	\$ 47.2610600

4. The amount of Principal Collections received in the Collection Account during the period from April 25, 1998 to December 25, 1998 and allocated in respect of the Class A Certificates, the Class B Certificates, the Class C Certificates and the Class D Certificates, respectively:

Class A	\$196,408,442.31
Class B	\$ 29,758,643.28
Class C	\$ 35,710,837.49
Class D	\$ 35,710,837.49

5. The amount of Finance Charge Collections processed during the period from April 25, 1998 to December 25, 1998 and allocated in respect of the Class A Certificates, the Class B Certificates, the Class C Certificates and the Class D Certificates, respectively:

Class A	\$77,362,648.29
Class B	\$11,721,530.01
Class C	\$14,066,019.42
Class D	\$14,066,019.42

6. The aggregate amount of the:

Principal Receivables	\$1,446,027,267.42
Invested Amount	\$ 511,364,000.00
Class A Invested Amount	\$ 337,500,000.00
Class B Invested Amount	\$ 51,136,000.00
Class C Invested Amount	\$ 61,364,000.00
Class D Invested Amount	\$ 61,364,000.00
Floating Allocation Percentage	35.3633719%
Class A Floating Allocation Percentage	23.3398088%
Class B Floating Allocation Percentage	3.5363095%
Class C Floating Allocation Percentage	4.2436268%
Class D Floating Allocation Percentage	4.2436268%

each as of the end of the day on December 25, 1998.

7. The aggregate outstanding balance of Receivables which are:

Current	\$1,553,980,460.36
30 Days to 59 Days	\$ 77,658,900.06
60 Days to 89 Days	\$ 51,250,516.79
90 Days and Over	\$ 195,218,075.98

as of the end of the day on December 25, 1998.

8. The aggregate Investor Default Amount \$73,444,334.40
for the period from April 25, 1998 to
December 25, 1998.

9. The aggregate amount of Class A Investor Charge-Offs, Class B Investor Charge-Offs, Class C Investor Charge-Offs and Class D Investor Charge-Offs for the period from April 25, 1998 to December 25, 1998.

Class A	\$0.00
Class B	\$0.00
Class C	\$0.00
Class D	\$0.00

10. The amount of the Servicing Fee for the period from April 25, 1998 to December 25, 1998. \$ 6,780,826.76

11. The Class A Pool Factor, the Class B Pool Factor and the Class C Pool Factor as of December 25, 1998:

Class A Pool Factor	1.000000
Class B Pool Factor	1.000000
Class C Pool Factor	1.000000

12. The amount of Reallocated Class A	Class A	\$0.000
Principal Collections, Reallocated Class	Class B	\$0.000
B Principal collections, Reallocated	Class C	\$0.000
Class C Principal Collections and	Class D	\$0.000
Reallocated Class D Principal		
Collections for the period from April		
25, 1998 to December 25, 1998.		

13. The aggregate amount of funds in the	None
Excess Funding Account and the Pre-	
Funding Account at December 25, 1998.	

14. Whether a Class C Trigger Event has	None
occurred and if so the Specified Class C	
Reserve Amount.	