

CURRENT INFORMATION REGARDING CLAIMS PAYMENT EXPECTATIONS

August 31, 2023

Q. Has the MNK PI Trust received any funding and are there possible additional payments?

A. Yes, the MNK PI Trust received an initial payment in June 2022 under the original MNK Chapter 11 bankruptcy plan of approximately \$37,200,000¹. However, due to the MNK Debtors' deteriorating financial situation since emerging from bankruptcy in June 2022, the seven additional payments were canceled, and the MNK Debtors and the Opioid MDT II Trust (the Parent Trust of the MNK PI Trust) have agreed to a new Restructuring Agreement that changes the original funding terms and liabilities, so that the MNK PI Trust only receives one more payment from MNK, instead of the seven additional payments that were originally contemplated. As part of the Restructuring Agreement, the MNK Debtors voluntarily refiled for bankruptcy on August 27, 2023.

Under this new Restructuring Agreement, the MNK PI Trust received one final payment of approximately \$25,170,000 on August 29, 2023 to compensate approved claimants after paying administrative expenses. Therefore, the total cash payments received by the MNK PI Trust from MNK equals approximately \$62,370,000, instead of the original \$170,710,000 that was to be received under the original Restructuring Agreement

The MNK PI Trust may receive additional payments from the Opioid MDT II Trust's pursuit of other assets, like insurance. But, the amount to be received, if anything, is impossible to predict and may be low.

Q. When will claimants start being paid? How much will claimants be paid?

A. The MNK PI Trust currently anticipates that we will begin paying approved claims at the end of 2023. To be compensated by this Trust, claimants must file the appropriate Claim Form and other documents for either a Non-NAS Claim (a claim for an individual who personally took and was injured by a qualified MNK opioid or on behalf of their estate) or a NAS Claim (a claim for a child who was injured by opioids in the womb), must qualify for the settlement, and must have their medical liens resolved.

To determine the amount that claimants will be paid, the Trust must project the total number of claims, including future claims, and their value, and the expenses of the Trust, which we are doing now. Claims filing began on August 1, 2022, and we have hired financial experts to help us with this estimation process.

Before we can pay you, we will need to resolve your medical liens. A lien is a claim by your health insurer for treatment of your opioid injury. See Lien FAQ's.

Once these steps are accomplished, approved claims will be paid.

¹ These funds, less administrative expenses, are not yet distributed to claimants because the claims allowance process is not far enough along yet.