

**IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE SOUTHERN DISTRICT OF NEW YORK**

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In re : Chapter 11  
:   
K-V Generic Pharmaceuticals, Inc., : Case No. 12-13349 (ALG)  
:   
Debtor. :  
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**SCHEMES OF ASSETS AND LIABILITIES**

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Proposed Attorneys for the Debtors  
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**GLOBAL NOTES TO SCHEDULES OF ASSETS AND LIABILITIES AND  
STATEMENTS OF FINANCIAL AFFAIRS OF K-V DISCOVERY SOLUTIONS, INC.  
AND ITS AFFILIATED DEBTORS AND DEBTORS IN POSSESSION**

*These notes (the “Global Notes”) regarding the Debtors’ Schedules of Assets and Liabilities (the “Schedules”) and Statements of Financial Affairs (the “SOFAs,” and together with the Schedules, the “Bankruptcy Schedules”) comprise an integral part of the Bankruptcy Schedules and should be referred to and considered in connection with any review of them.*

1. Management (“Management”) of the above-referenced debtors and debtors in possession (each, a “Debtor,” and collectively, the “Debtors”)<sup>1</sup> have prepared unaudited Bankruptcy Schedules pursuant to section 521 of title 11 of the United States Code (the “Bankruptcy Code”) and Rule 1007 of the Federal Rules of Bankruptcy Procedure. Except where otherwise noted, the information provided herein is as of the close of business on August 3, 2012. The chapter 11 cases of the Debtors are jointly administered, pursuant to an order of the United States Bankruptcy Court for the Southern District of New York (the “Bankruptcy Court”), dated August 7, 2012. While Management has made every reasonable effort to ensure that the Debtors’ Bankruptcy Schedules are accurate and complete, based upon information that was available to them at the time of preparation, inadvertent errors or omissions may exist and the subsequent receipt of information and/or further review and analysis of the Debtors’ books and records may result in changes to financial data and other information contained in the Bankruptcy Schedules. Moreover, because the Bankruptcy Schedules contain unaudited information that is subject to further review and potential adjustment, there can be no assurance that these Bankruptcy Schedules are complete or accurate.
2. The Debtors reserve the right to amend the Bankruptcy Schedules in all respects as may be necessary or appropriate, including, but not limited to, the right to assert offsets or defenses to, or to dispute, any claim reflected on the Schedules as to amount, liability or classification, or to otherwise subsequently designate any claim as “disputed,” “contingent” or “unliquidated.” Furthermore, nothing contained in the Bankruptcy Schedules shall constitute a waiver of the Debtors’ rights with respect to these chapter 11 cases and specifically with respect to any issues involving, the total amount of any party’s secured claim, substantive consolidation, equitable subordination and/or causes of action, including causes of action arising under the provisions of chapter 5 of the Bankruptcy Code and other relevant non-bankruptcy laws.

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<sup>1</sup> The last four digits of the taxpayer identification numbers of the Debtors follow in parentheses: (i) K-V Discovery Solutions, Inc. (7982); (ii) DrugTech Corporation (3690); (iii) FP1096, Inc. (3119); (iv) K-V Generic Pharmaceuticals, Inc. (7844); (v) K-V Pharmaceutical Company (8919); (vi) K-V Solutions USA, Inc. (4772); (vii) Ther-Rx Corporation (3624); and (viii) Zeratech Technologies USA, Inc. (6911). The Debtors’ executive headquarters are located at 2280 Schuetz Road, St. Louis, MO 63146.

*These Global Notes regarding the Debtors' Bankruptcy Schedules comprise an integral part of the Schedules and SOFAs and should be referred to and considered in connection with any review of them.*

3. The Bankruptcy Schedules are a reflection of the assets and liabilities as recorded in the Debtors' books and records and, therefore, may not be an accurate reflection of all of the Debtors' potential liabilities.
4. Some of the Debtors' scheduled assets and liabilities are unliquidated or of unknown value at this time. Accordingly, the Bankruptcy Schedules may not accurately reflect the aggregate amount of the Debtors' current assets and liabilities.
5. The preparation of the Bankruptcy Schedules required Management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities and the reported amounts of expenses during the reporting period. Actual results could differ from those estimates. Without prior notice, the Debtors may amend their Bankruptcy Schedules as they deem necessary and appropriate to reflect material changes, if any, that arise during the pendency of their chapter 11 cases.
6. The Bankruptcy Schedules reflect the separate assets and liabilities of each individual Debtor, however, due to the consolidated nature of the Debtors' business operations, parties are encouraged to review each of the Bankruptcy Schedules for the Debtors as liabilities or assets of a particular Debtor may be booked at another Debtor.
7. Given the differences between the information requested in the Bankruptcy Schedules and the financial information utilized under accounting principles generally accepted in the United States of America ("GAAP"), the aggregate asset values and claim amounts set forth in the Bankruptcy Schedules do not necessarily reflect the amounts that would be set forth in a balance sheet prepared in accordance with GAAP.
8. The Debtors have not included in the Bankruptcy Schedules future obligations under any operating leases.
9. Trade accounts receivable are presented gross, but without consideration for any liabilities related to mutual counterparty accounts payable, open or terminated contract liabilities, liquidated damages, setoff rights, or collateral held by the Debtors, unless otherwise stated. Likewise, accounts payable are shown without consideration for accounts receivable, open or terminated contracts, liquidated damages, setoff rights, or collateral that has been posted on behalf of the counterparty.
10. It would be prohibitively expensive, unduly burdensome, and an inefficient use of estate assets for the Debtors to obtain current market valuations of all of their assets. Accordingly, unless otherwise indicated, book values as of August 4, 2012 (the "Petition Date") are reflected on the Bankruptcy Schedules. For this reason, amounts ultimately realized will vary from book value, and such variance may be material. In addition, the amounts shown for total liabilities exclude items identified as "unknown" or "undetermined" and, thus, ultimate liabilities may differ materially from those stated in the Schedules and Statements.
11. In the circumstances where the Bankruptcy Schedules require information regarding insiders and/or officers and directors, included herein are each Debtor's (a) directors (or persons in similar positions); and (b) employees that are, or were during the relevant period, officers (or persons in control of the Debtor). The listing of a party as an insider on the Bankruptcy

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Schedules is not intended to be nor should it be construed as a legal characterization of such party as an insider and does not act as an admission of any fact, claim, right or defense and all such rights, claims and defenses are hereby expressly reserved. Further, certain employees have been included in this disclosure for informational purposes only and should not be deemed to be "insiders" in terms of control of any of the Debtors, management responsibilities or functions, decision-making or corporate authority and/or as otherwise defined by applicable law, including, without limitation, the federal securities laws, or with respect to any theories of liability or for any other purpose. In certain instances only business addresses of current employees are included on the Bankruptcy Schedules.

### **SCHEDULES OF ASSETS AND LIABILITIES**

12. For the avoidance of doubt, the Summary of Schedules is subject to, and should be read in conjunction with, these Global Notes. Nothing contained in the Summary of Schedules should be construed as an admission.
13. For purposes of the Debtors' Schedule B, the values listed for each of the bank account balances are as of August 3, 2012. The value of accounts receivable, security deposits, inventory and other personal property are as of August 3, 2012.
14. The bank account balances listed in the Debtors' Schedule B are net of outstanding negotiables that have been issued by the Debtors but not yet cashed by the recipient of such negotiables (i.e., Schedule B reflects bank cash, not book cash).
15. Schedule B, question 13, with respect to Debtors KV Pharmaceutical Company and KV Solutions USA, Inc., identifies such Debtor's direct ownership interests in any subsidiary, but does not list any subsidiary that such Debtor may own indirectly. The Debtors and their non-Debtor affiliates report their value on a consolidated basis. Accordingly, the current value of Debtors KV Pharmaceutical Company's and KV Solutions USA, Inc.'s interests in their respective subsidiaries is unknown.
16. For purposes of Schedule B, question 16, the value of accounts receivable has been presented net of allowances, rebates and other customary trade allowances. The Debtors have reported their accounts receivable with amounts that may be uncollectible. The Debtors, however, are unable to determine with complete certainty what will actually be collected, and therefore, amounts ultimately realized will vary from the amounts reflected in the Bankruptcy Schedules and such variance may be material. Further, while the Debtors have listed their intercompany receivables in response to Schedule B, question 16, the net balance of such receivables on a consolidated basis for all of the Debtors is zero dollars.
17. With respect to Schedule B, question 22, responses provided by Debtor DrugTech Corporation are as of July 13, 2012.
18. With respect to Schedule B, question 23, the Debtors hold numerous business licenses and licenses related to computer software applications that are used in the ordinary course of their businesses. The value of such licenses is unknown.

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19. Schedule B, question 25, of the Debtors' Schedules includes the value of motor vehicles owned by the Debtors. The value set forth on the Debtors' Schedules reflects the book value of such vehicles.
20. With respect to Schedule B, questions 28 and 29, the Debtors own, among other things, computer hardware and software, office furniture, and various machinery and equipment. The Debtors may own additional items, with *de minimis* book value, that are not reflected in their Schedules. The information listed in Schedule B, questions 28 and 29, reflects the information most readily available to the Debtors. Detailed lists of the Debtors' office equipment, furnishings and supplies, and the Debtors' machinery, fixtures, equipment and supplies used in their businesses, will be made available upon reasonable request in writing to the Debtors' bankruptcy counsel.
21. With respect to Schedule B, question 35, the values listed relate to unamortized balances, premiums, retainers and other prepayments as of August 3, 2012. A detailed list of the property encompassed by the Debtors' response to Schedule B, question 35, will be made available upon reasonable request in writing to the Debtors' bankruptcy counsel.
22. With respect to Schedule D, Creditors Holding Secured Claims, except as otherwise agreed pursuant to a stipulation, agreed order, or general order entered by the Bankruptcy Court, the Debtors reserve the right to dispute or challenge the validity, perfection, or immunity from avoidance of any lien purported to be granted or perfected in any specific asset to a secured creditor listed on Schedule D of any Debtor. Moreover, although the Debtors may have scheduled claims of various creditors as secured claims, the Debtors reserve all rights to dispute or challenge the secured nature of any such creditor's claim or the characterization of the structure of any such transaction or any document or instrument (including, without limitation, any intercompany agreement) related to such creditor's claim. In certain instances, a Debtor may be a co-obligor or guarantor with respect to scheduled claims of other Debtors, and no claim set forth on Schedule D of any Debtor is intended to acknowledge claims of creditors that are otherwise satisfied or discharged by other entities. The descriptions provided in Schedule D are intended only to be a summary. Reference to the applicable loan agreements and related documents is necessary for a complete description of the collateral and the nature, extent, and priority of any liens. Nothing in the Global Notes or the Bankruptcy Schedules shall be deemed a modification or interpretation of the terms of such agreements.

Except as specifically stated herein, real property lessors, utility companies, and other parties which may hold security deposits have not been listed on Schedule D. Certain of the Debtors' agreements listed on Schedule G may be in the nature of conditional sales agreements or secured financing agreements. No attempt has been made to identify such agreements for purposes of Schedule D.

Holders of secured claims by virtue of holding setoff rights against the Debtors or leasing equipment to the Debtors are not included on Schedule D. Lessors, utility companies and other parties which may hold security deposits have also not been listed on Schedule D.

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23. Pursuant to that certain Indenture, dated as of March 17, 2011, between K-V Pharmaceutical Company ("KV"), as Issuer, Wilmington Trust FSB ("WT"), as trustee, and each of the other Debtors as guarantors, KV issued \$225 million of 12% Senior Secured Notes due 2015. In connection therewith, subject to certain exclusions, KV and each of the grantor parties thereto granted to WT, as collateral agent, a security interest in and lien on specified Collateral (defined in section 2.1 of the Pledge and Security Agreement). Although the Debtors have listed the 12% Senior Secured Notes due 2015 on Schedule D, the obligations thereunder are secured only to the extent allowed under applicable law and in accordance with the applicable documents. Nothing in these Global Notes or the Bankruptcy Schedules should be construed as a waiver of any of the Debtors' rights in connection therewith and all rights are specifically reserved.

24. Although the amount owed to Hologic, Inc. is listed on Schedule D as \$95 million, the Debtors believe the total amount owed to Hologic, Inc. is *up to* \$95 million, plus certain royalties. Nothing in these Global Notes or the Bankruptcy Schedules should be construed as a waiver of any of the Debtors' rights in connection therewith and all rights are specifically reserved.

25. All claims listed on the Debtors' Schedule E are claims owing to various taxing authorities to which the Debtors may potentially be liable. However, certain of such claims may be subject to on-going audits, and therefore, the Debtors have listed all such claims as contingent, pending final resolution of ongoing audits or other outstanding issues. The Debtors reserve their right to dispute or challenge the amounts entitled to priority.

The listing of any claim on Schedule E does not constitute an admission by the Debtors that such claim is entitled to priority treatment under 11 U.S.C. § 507. The Debtors reserve the right to take the position that any claim listed on Schedule E is not entitled to priority.

26. Pursuant to orders of the Bankruptcy Court dated August 7, 2012 and August 23, 2012, the Debtors are authorized to pay certain prepetition obligations for employee wages, salaries and other compensation, reimbursable employee expenses, employee benefits and employment taxes. Pursuant to an order of the Bankruptcy Court dated August 23, 2012, the Debtors are also authorized to satisfy certain sale incentive obligations to employees. Therefore, certain claims held by the Debtors' employees as of August 3, 2012 are not listed on the Debtors' Schedule E.

27. Pursuant to orders of the Bankruptcy Court dated August 7, 2012 and August 23, 2012, the Debtors are authorized to pay certain prepetition obligations on account of sales, use, withholding, franchise and certain other taxes and licensing and regulatory fees in the ordinary course. Therefore, related claims held by the Debtors' taxing authorities as of August 3, 2012 have not been listed on the Debtors' Schedule E.

28. Pursuant to orders of the Bankruptcy Court dated August 7, 2012 and August 23, 2012, the Debtors are authorized to pay certain prepetition obligations owed to third-party logistics providers, warehouse providers and common carriers in the ordinary course. Therefore, related claims held by the Debtors' logistics providers, warehousemen and common carriers as of August 3, 2012 have not been listed on the Debtors' Schedule E.

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29. Schedule F does not include certain deferred charges, deferred liabilities, or general reserves. Such amounts are general estimates of liabilities and do not represent specific claims as of the Petition Date.

The claims listed in Schedule F arose or were incurred on various dates. In certain instances, the date on which a claim arose is an open issue of fact. While commercially reasonable efforts have been made, determining the date upon which each claim in Schedule F was incurred or arose would be unduly burdensome and cost prohibitive and, therefore, the Debtors have not listed a date for every claim listed on Schedule F. Schedule F contains information regarding potential, pending, and closed litigation involving the Debtors. In certain instances, the Debtor that is the subject of the litigation is unclear or undetermined. However, to the extent litigation involving a particular Debtor has been identified, such information is contained in the Schedule for that Debtor.

In certain instances, a Debtor may be a co-obligor or guarantor with respect to scheduled claims of other Debtors, and no claim set forth on Schedule F of any Debtor is intended to acknowledge claims of creditors that are otherwise satisfied or discharged by other entities. The descriptions provided in Schedule F are intended only to be a summary. Nothing in the Global Notes or the Bankruptcy Schedules shall be deemed to be a modification or interpretation of the terms of such agreements. The claims of individual creditors for, among other things, goods, services or taxes are listed at the amounts listed on the Debtors' books and records and may not reflect credits or allowances due from such creditor. The Debtors reserve all of their rights respecting such credits or allowances. The dollar amounts listed may be exclusive of contingent and unliquidated amounts. The Debtors expressly incorporate by reference into Schedule F all parties to pending and potential pending litigation listed in the Debtors' Statements as contingent, unliquidated, and disputed claims to the extent not already listed on Schedule F.

The Debtors expressly incorporate by reference into Schedules F all parties to pending and potential litigation listed in 4(a) of the Debtors' Statements as contingent, unliquidated and disputed claims, to the extent not already listed on Schedule F.

30. The Debtors have not included on Schedule F secured parties that may have an unsecured deficiency claim; such parties have been listed on Schedule D only.
31. Counterparties to the Debtors' executory contracts may be holders of contingent and unliquidated claims arising from (a) obligations under those executory contracts, and/or (b) rejection damages in the event those executory contracts are rejected. Certain of these claims are not listed on Schedule F.
32. The amount of each unsecured nonpriority claim listed in Schedule F is as of August 3, 2012 and does not reflect accruals with respect to the amount of such claims.
33. Pursuant to an order of the Bankruptcy Court dated August 23, 2012, the Debtors are authorized to honor certain prepetition obligations to customers, continue customer programs and pay Medicaid and other insurance rebate obligations. Therefore, related claims on

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account of customer programs and rebate obligations as of August 3, 2012 have not been listed on the Debtors' Schedule F.

34. For purposes of the Schedules, the Debtors have only scheduled claims and executory contracts for which the Debtors may be contractually and/or directly liable. No claims have been scheduled for a Debtor that may have benefited directly or indirectly from a contractual relationship to which the Debtor was not a named party. No claims or executory contracts have been scheduled where payments to third parties were made on a Debtor's behalf for administrative convenience or as a result of the Debtors' cash management system.
35. Schedule G includes the Debtors' employment agreements with the Debtors' executives. However, in order to protect the privacy of the Debtors' employees, the Debtors have excluded from their responses to Schedule G all employment agreements between the Debtors and any non-executive employee.
36. Listing a contract or agreement on Schedule G does not constitute an admission that such contract or agreement is an executory contract or unexpired lease. The Debtors reserve all rights to challenge whether any of the listed contracts, leases, agreements or other documents constitute an executory contract or unexpired lease, including if any are unexpired non-residential real property leases. Any and all of the Debtors' rights, claims and causes of action with respect to the contracts and agreements listed on Schedule G are expressly preserved.
37. While every reasonable effort has been made to ensure the accuracy of Schedule G regarding executory contracts and unexpired leases, inadvertent errors, omissions or over-inclusions may have occurred. The Debtors hereby reserve all of their rights to dispute the validity, status or enforceability of any contract, agreement, or lease set forth on Schedule G that may have expired or may have been modified, amended, and supplemented from time to time by various amendments, restatements, waivers, estoppel certificates, letters and other documents, instruments, and agreements which may not be listed on Schedule G. Certain of the leases and contracts listed on Schedule G may contain certain renewal options, guarantees of payment, options to purchase, rights of first refusal, and other miscellaneous rights. Such rights, powers, duties and obligations are not set forth on Schedule G. Certain of the executory agreements may not have been memorialized in writing and could be subject to dispute. In addition, the Debtors may have entered into various other types of agreements in the ordinary course of their business, including supplemental agreements, amendments/letter agreements, title agreements and confidentiality agreements. Such documents may also not be set forth on Schedule G. The Debtors reserve all of their rights to dispute or challenge the characterization of the structure of any transaction, or any document or instrument (including without limitation, any intercompany agreement) related to a creditor's claim. Certain of the contracts, agreements, and leases listed on Schedule G may have been entered into by more than one of the Debtors. In the ordinary course of business, the Debtors may have entered into agreements, written or oral, for the provision of certain services on a month-to-month or at-will basis. Such contracts may not be included on Schedule G. However, each Debtor reserves the right to assert that such agreements constitute executory contracts.

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38. With respect to Schedule H, Co-Debtors, in the ordinary course of their businesses, the Debtors are involved in pending or threatened litigation and claims arising out of the conduct of their businesses. These matters may involve multiple plaintiffs and defendants, some or all of whom may assert cross-claims and counter-claims against other parties. Because such claims are listed elsewhere in the Bankruptcy Schedules, they have not been set forth individually on Schedule H. The Debtors may not have identified certain guarantees that are embedded in the Debtors' executory contracts, unexpired leases, secured financings, debt instruments, and other such agreements. Thus, the Debtors reserve their right to amend the Schedules to the extent additional guarantees are identified.
39. With respect to Schedule H, each of the Debtors except KV Pharmaceutical Company is a guarantor under the 12% Senior Secured Notes due 2015 issued by Debtor KV Pharmaceutical Company.

#### **STATEMENTS OF FINANCIAL AFFAIRS**

40. SOFA, question 1 reflects net revenues. With respect to Debtor K-V Generic Pharmaceuticals, Inc., SOFA, question 1 reflects net revenues for fiscal years 2011 and 2012 relating to the operations, of which substantially all of K-V Generic Pharmaceutical, Inc.'s assets and the Debtors' generic products business were sold to Zydus Pharmaceuticals (USA), Inc. on August 8, 2011. Further, with respect to Debtor K-V Discovery Solutions, Inc. SOFA, question 1 reflects net revenues for fiscal year 2011 relating to the operations prior to the sale of the Debtors' raw materials business on June 2, 2010.
41. The Debtors utilize a consolidated cash management system, and all disbursements are made from accounts held by Debtor KV Pharmaceutical Company. From time to time, Debtor KV Pharmaceutical Company makes disbursements to Debtor DrugTech Corporation, which in turn makes disbursements to third parties.
42. In the interests of protecting individuals' privacy, payments made to non-insider employees on account of wages, salaries, or commissions have not been listed in response to SOFA question 3(b). Similarly, payments made to the Debtors' payroll administrator, Paylocity Corporation, and employee benefit plans, have not been listed in response to SOFA question 3(b), but will be made available upon reasonable request in writing to the Debtors' bankruptcy counsel, subject to entry into reasonable confidentiality provisions. In addition, to the extent the Debtors withhold amounts from their employees on account of benefit contributions and remit such funds to third parties, such transactions have not been listed in response to SOFA question 3(b). Further, in response to SOFA question 3(b), the Debtors have not included bank fees, wire fees and other miscellaneous charges that are deducted in the ordinary course of business by the Debtors' banks. Transfers of funds made between bank accounts of the same Debtor have also not been included in response to SOFA question 3(b).
43. Except as provided herein, with respect to SOFA question 3(b), the Debtors have scheduled known payments to creditors aggregating more than \$5,850 that were made during the ninety (90) days prior to the Petition Date.

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44. With respect to SOFA, question 3(c), the listing of any person or entity is not intended to be nor shall it be construed as a legal characterization of such party as an insider, and does not act as an admission of any fact, claim, right or defense, and all such rights, claims and defenses are hereby reserved.
45. With respect to SOFA, questions 3(c) and 23, the Debtors do not transfer cash inter-company.
46. With respect to SOFA, question 4, the Debtors have made reasonable efforts to accurately record all suits and administrative proceedings to which a Debtor is or was party to within the one (1) year immediately preceding the Petition Date. Certain litigation against a particular Debtor may relate to any of the other Debtors.
47. Payments related to professional services rendered to the Debtors in connection with the commencement of their chapter 11 cases have been made on a consolidated basis and appear only in response to SOFA, question 9 for Debtor K-V Pharmaceutical Company. The Debtors have not included such payments in their responses to SOFA question 3(b).
48. The Debtors have excluded from their response to SOFA, question 10(a), all transfers of property made in connection with that certain Asset Purchase Agreement, dated as of June 17, 2011, by and among K-V Pharmaceutical Company, DrugTech Corporation, Nesher Pharmaceuticals Inc., Zydus Pharmaceuticals (USA), Inc. and Zynesher Pharmaceuticals (USA) LLC (the "Nesher APA"). A detailed list of the property transferred in connection with the Nesher APA will be made available upon reasonable request in writing to the Debtors' bankruptcy counsel, subject to reasonable confidentiality provisions.
49. With respect to SOFA, question 18, each Debtor has identified all businesses in which it has a direct ownership interest in more than 5% of the voting or equity securities. Indirect ownership interests, if any, are not listed.
50. With respect to SOFA, question 19(b), audits of the Debtors' books of account and records are performed, and the Debtors financial statements are prepared, on a consolidated basis. Accordingly, the Debtors have identified those parties that audited the Debtors' books of account and records or prepared the Debtors' financial statements only in response to SOFA, question 19(b), of Debtor KV Pharmaceutical Company.
51. The Debtors retained BDO USA, LLP to provide audit services to the Debtors. In connection with auditing the Debtors' books and records, BDO USA, LLP may have been in possession of the Debtors' books of account and records. However, the Debtors do not believe that BDO USA, LLP was in possession of the Debtors' books of account and records at the time of the commencement of these bankruptcy cases and have not listed BDO USA, LLP in response to SOFA, question 19(c).
52. SOFA, question 20, separately identifies the date and dollar amount of the last two inventories taken of the Debtors' products and the Debtors' equipment. The dollar amount of inventory listed reflects the "standard cost" of such inventory as of the date taken determined in accordance with GAAP.

*These Global Notes regarding the Debtors' Bankruptcy Schedules comprise an integral part of the Schedules and SOFAs and should be referred to and considered in connection with any review of them.*

53. With respect to SOFA, question 24, the Debtors have provided the name and federal taxpayer-identification number of the parent corporation of the consolidated group for tax purposes.
54. The Debtors, their Management, agents, officers, directors, employees, representatives, attorneys and financial advisors do not guarantee or warrant as to the accuracy and/or completeness of the data that is provided herein and shall not be liable for any loss or injury arising out of or caused in whole or in part by the acts, errors or omissions, whether negligent or otherwise, in procuring, compiling, collecting, interpreting, reporting, communicating or delivering the information contained herein. While every effort has been made to provide accurate and complete information herein, inadvertent errors or omissions may exist. The Debtors, their Management, officers, directors, employees, agents, attorneys and financial advisors expressly do not undertake any obligation to update, modify, revise or re-categorize the information provided herein or to notify any third party should the information be updated, modified, revised or re-categorized. In no event shall the Debtors, officers, directors, employees, agents, attorneys and financial advisors be liable to any third party for any direct, indirect, incidental, consequential or special damages (including, but not limited to, damages arising from the disallowance of a potential claim against the Debtors or damages to business reputation, lost business or lost profits), whether foreseeable or not and however caused, even if the Debtors, officers, directors, employees, agents, attorneys and financial advisors are advised of the possibility of such damages.

# UNITED STATES BANKRUPTCY COURT

In re: K-V GENERIC PHARMACEUTICALS, INC.

Debtor

Case No. 12-13349

Chapter 11

## SUMMARY OF SCHEDULES

Indicate as to each schedule whether that schedule is attached and state the number of pages in each. Report the totals from Schedules A, B, D, E, F, I, and J in the boxes provided. Add the amounts from Schedules A and B to determine the total amount of the debtor's assets. Add the amounts of all claims from Schedules D, E, and F to determine the total amount of the debtor's liabilities. Individual debtors also must complete the "Statistical Summary of Certain Liabilities and Related Data" if they file a case under chapter 7, 11, or 13.

NAME OF SCHEDULE	ATTACHED (YES/NO)	NO. OF SHEETS	ASSETS	LIABILITIES	OTHER
A - Real Property	YES	1	\$0.00		
B - Personal Property	YES	4	\$14,347,498.15		
C - Property Claimed as Exempt	NO				
D - Creditors Holding Secured Claims	YES	1		\$235,100,000.00	
E - Creditors Holding Unsecured Priority Claims (Total of Claims on Schedule E)	YES	3		\$0.00	
F - Creditors Holding Unsecured Nonpriority Claims	YES	2		\$32,984,613.00	
G - Executory Contracts and Unexpired Leases	YES	1			
H - Codebtors	YES	1			
I - Current Income of Individual Debtor(s)	NO				
J - Current Expenditures of Individual Debtors(s)	NO				
		13	\$14,347,498.15	\$268,084,613.00	

In re: K-V GENERIC PHARMACEUTICALS, INC.  
DebtorCase No. 12-13349  
(if known)**SCHEDULE A - REAL PROPERTY**

Except as directed below, list all real property in which the debtor has any legal, equitable, or future interest, including all property owned as a cotenant, community property, or in which the debtor has a life estate. Include any property in which the debtor holds rights and powers exercisable for the debtor's own benefit. If the debtor is married, state whether the husband, wife, both, or the marital community own the property by placing an "H," "W," "J," or "C" in the column labeled "Husband, Wife, Joint, or Community." If the debtor holds no interest in real property, write "None" under "Description and Location of Property."

**Do not include interests in executory contracts and unexpired leases on this schedule. List them in Schedule G - Executory Contracts and Unexpired Leases.**

If an entity claims to have a lien or hold a secured interest in any property, state the amount of the secured claim. See Schedule D. If no entity claims to hold a secured interest in the property, write "None" in the column labeled "Amount of Secured Claim."

If the debtor is an individual or if a joint petition is filed, state the amount of any exemption claimed in the property only in Schedule C - Property Claimed as Exempt.

DESCRIPTION AND LOCATION OF PROPERTY	NATURE OF DEBTOR'S INTEREST IN PROPERTY	HUSBAND, WIFE, JOINT, OR COMMUNITY	CURRENT VALUE OF DEBTOR'S INTEREST IN PROPERTY, WITHOUT DEDUCTING ANY SECURED CLAIM OR EXEMPTION	AMOUNT OF SECURED CLAIM
NONE				

In re: K-V GENERIC PHARMACEUTICALS, INC.  
DebtorCase No. 12-13349  
(if known)**SCHEDULE B - PERSONAL PROPERTY**

Except as directed below, list all personal property of the debtor of whatever kind. If the debtor has no property in one or more of the categories, place an "x" in the appropriate position in the column labeled "None." If additional space is needed in any category, attach a separate sheet properly identified with the case name, case number, and the number of the category. If the debtor is married, state whether the husband, wife, both, or the marital community own the property by placing an "H," "W," "J," or "C" in the column labeled "Husband, Wife, Joint, or Community." If the debtor is an individual or a joint petition is filed, state the amount of any exemptions claimed only in Schedule C - Property Claimed as Exempt.

**Do not list interests in executory contracts and unexpired leases on this schedule. List them in Schedule G - Executory Contracts and Unexpired Leases.**

If the property is being held for the debtor by someone else, state that person's name and address under "Description and Location of Property." If the property is being held for a minor child, simply state the child's initials and the name and address of the child's parent or guardian, such as "A.B., a minor child, by John Doe, guardian." Do not disclose the child's name. See, 11 U.S.C. §112 and Fed. R. Bankr. P. 1007(m).

TYPE OF PROPERTY	NONE	DESCRIPTION AND LOCATION OF PROPERTY	HUSBAND, WIFE, JOINT, OR COMMUNITY	CURRENT VALUE OF DEBTOR'S INTEREST IN PROPERTY, WITHOUT DEDUCTING ANY SECURED CLAIM OR EXEMPTION
1. CASH ON HAND.	X			
2. CHECKING, SAVINGS OR OTHER FINANCIAL ACCOUNTS, CERTIFICATES OF DEPOSIT, OR SHARES IN BANKS, SAVINGS AND LOAN, THRIFT, BUILDING AND LOAN, AND HOMESTEAD ASSOCIATIONS, OR CREDIT UNIONS, BROKERAGE HOUSES, OR COOPERATIVES.	X			
3. SECURITY DEPOSITS WITH PUBLIC UTILITIES, TELEPHONE COMPANIES, LANDLORDS, AND OTHERS.	X			
4. HOUSEHOLD GOODS AND FURNISHINGS, INCLUDING AUDIO, VIDEO, AND COMPUTER EQUIPMENT.	X			
5. BOOKS, PICTURES AND OTHER ART OBJECTS, ANTIQUES, STAMP, COIN, RECORD, TAPE, COMPACT DISC, AND OTHER COLLECTIONS OR COLLECTIBLES.	X			
6. WEARING APPAREL.	X			
7. FURS AND JEWELRY.	X			
8. FIREARMS AND SPORTS, PHOTOGRAPHIC, AND OTHER HOBBY EQUIPMENT.	X			

In re: K-V GENERIC PHARMACEUTICALS, INC.  
DebtorCase No. 12-13349  
(if known)**SCHEDULE B - PERSONAL PROPERTY**

(Continuation Sheet)

TYPE OF PROPERTY	NONE	DESCRIPTION AND LOCATION OF PROPERTY	HUSBAND, WIFE, JOINT, OR COMMUNITY	CURRENT VALUE OF DEBTOR'S INTEREST IN PROPERTY, WITHOUT DEDUCTING ANY SECURED CLAIM OR EXEMPTION
9. INTERESTS IN INSURANCE POLICIES. NAME INSURANCE COMPANY OF EACH POLICY AND ITEMIZE SURRENDER OR REFUND VALUE OF EACH.	X			
10. ANNUITIES. ITEMIZE AND NAME EACH INSURER.	X			
11. INTERESTS IN AN EDUCATION IRA AS DEFINED IN 26 U.S.C. § 530(b)(1) OR UNDER A QUALIFIED STATE TUITION PLAN AS DEFINED IN 26 U.S.C. § 529(b)(1). GIVE PARTICULARS. (FILE SEPARATELY THE RECORD(S) OF ANY SUCH INTEREST(S). 11 U.S.C. § 521(c) RULE 1007(B))	X			
12. INTERESTS IN IRA, ERISA, KEOGH, OR OTHER PENSION OR PROFIT SHARING PLANS. ITEMIZE.	X			
13. STOCK AND INTERESTS IN INCORPORATED BUSINESSES. ITEMIZE.	X			
14. INTERESTS IN PARTNERSHIPS OR JOINT VENTURES. ITEMIZE.	X			
15. GOVERNMENT AND CORPORATE BONDS AND OTHER NEGOTIABLE AND NON-NEGOTIABLE INSTRUMENTS.	X			
16. ACCOUNTS RECEIVABLE.		INTERCOMPANY RECEIVABLE		\$14,347,498.15
17. ALIMONY, MAINTENANCE, SUPPORT, AND PROPERTY SETTLEMENTS TO WHICH THE DEBTOR IS OR MAY BE ENTITLED. GIVE PARTICULARS.	X			
18. OTHER LIQUIDATED DEBTS OWING DEBTOR INCLUDING TAX REFUNDS. GIVE PARTICULARS.	X			
19. EQUITABLE OR FUTURE INTERESTS, LIFE ESTATES, AND RIGHTS OR POWERS EXERCISABLE FOR THE BENEFIT OF THE DEBTOR OTHER THAN THOSE LISTED IN SCHEDULE OF REAL PROPERTY.	X			

In re: K-V GENERIC PHARMACEUTICALS, INC.  
DebtorCase No. 12-13349  
(if known)**SCHEDULE B - PERSONAL PROPERTY**

(Continuation Sheet)

TYPE OF PROPERTY	NONE	DESCRIPTION AND LOCATION OF PROPERTY	HUSBAND, WIFE, JOINT, OR COMMUNITY	CURRENT VALUE OF DEBTOR'S INTEREST IN PROPERTY, WITHOUT DEDUCTING ANY SECURED CLAIM OR EXEMPTION
20. CONTINGENT AND NON-CONTINGENT INTERESTS IN ESTATE OF A DECEASED, DEATH BENEFIT PLAN, LIFE INSURANCE POLICY, OR TRUST.	X			
21. OTHER CONTINGENT AND UNLIQUIDATED CLAIMS OF EVERY NATURE, INCLUDING TAX REFUNDS, COUNTERCLAIMS OF THE DEBTOR, AND RIGHTS TO SETOFF CLAIMS. GIVE ESTIMATED VALUE OF EACH.	X			
22. PATENTS, COPYRIGHTS, AND OTHER INTELLECTUAL PROPERTY. GIVE PARTICULARS.	X			
23. LICENSES, FRANCHISES, AND OTHER GENERAL INTANGIBLES. GIVE PARTICULARS.	X			
24. CUSTOMER LISTS OR OTHER COMPILATIONS CONTAINING PERSONALLY IDENTIFIABLE INFORMATION PROVIDED TO THE DEBTOR BY INDIVIDUALS IN CONNECTION WITH OBTAINING A PRODUCT OR SERVICE FROM THE DEBTOR PRIMARILY FOR PERSONAL, FAMILY, OR HOUSEHOLD PURPOSES.	X			
25. AUTOMOBILES, TRUCKS, TRAILERS, OTHER VEHICLES AND ACCESSORIES.	X			
26. BOATS, MOTORS, AND ACCESSORIES.	X			
27. AIRCRAFT AND ACCESSORIES.	X			
28. OFFICE EQUIPMENT, FURNISHINGS, AND SUPPLIES.	X			
29. MACHINERY, FIXTURES, EQUIPMENT AND SUPPLIES USED IN BUSINESS.	X			
30. INVENTORY.	X			

In re: K-V GENERIC PHARMACEUTICALS, INC.  
DebtorCase No. 12-13349  
(if known)**SCHEDULE B - PERSONAL PROPERTY**

(Continuation Sheet)

TYPE OF PROPERTY	NONE	DESCRIPTION AND LOCATION OF PROPERTY	HUSBAND, WIFE, JOINT, OR COMMUNITY	CURRENT VALUE OF DEBTOR'S INTEREST IN PROPERTY, WITHOUT DEDUCTING ANY SECURED CLAIM OR EXEMPTION
31. ANIMALS.	X			
32. CROPS - GROWING OR HARVESTED. GIVE PARTICULARS.	X			
33. FARMING EQUIPMENT AND IMPLEMENTS.	X			
34. FARM SUPPLIES, CHEMICALS, AND FEED.	X			
35. OTHER PERSONAL PROPERTY OF ANY KIND NOT ALREADY LISTED. ITEMIZE.	X			
			Total	\$14,347,498.15
(Include amounts from any continuation sheets attached. Report total also on Summary of Schedules.)				

In re: K-V GENERIC PHARMACEUTICALS, INC.  
DebtorCase No. 12-13349  
(if known)**SCHEDULE D - CREDITORS HOLDING SECURED CLAIMS**

State the name, mailing address, including zip code, and last four digits of any account number of all entities holding claims secured by property of the debtor as of the date of filing of the petition. The complete account number of any account the debtor has with the creditor is useful to the trustee and the creditor and may be provided if the debtor chooses to do so. List creditors holding all types of secured interests such as judgment liens, garnishments, statutory liens, mortgages, deeds of trust, and other security interests.

List creditors in alphabetical order to the extent practicable. If a minor child is the creditor, state the child's initials and the name and address of the child's parent or guardian, such as "A.B., a minor child, by John Doe, guardian." Do not disclose the child's name. See, 11 U.S.C. §112 and Fed. R. Bankr. P. 1007(m). If all secured creditors will not fit on this page, use the continuation sheet provided.

If any entity other than a spouse in a joint case may be jointly liable on a claim, place an "X" in the column labeled "Codebtor," include the entity on the appropriate schedule of creditors, and complete Schedule H – Codebtors. If a joint petition is filed, state whether the husband, wife, both of them, or the marital community may be liable on each claim by placing an "H," "W," "J," or "C" in the column labeled "Husband, Wife, Joint, or Community."

If the claim is contingent, place an "X" in the column labeled "Contingent." If the claim is unliquidated, place an "X" in the column labeled "Unliquidated." If the claim is disputed, place an "X" in the column labeled "Disputed." (You may need to place an "X" in more than one of these three columns.)

Total the columns labeled "Amount of Claim Without Deducting Value of Collateral" and "Unsecured Portion, if Any" in the boxes labeled "Total(s)" on the last sheet of the completed schedule. Report the total from the column labeled "Amount of Claim Without Deducting Value of Collateral" also on the Summary of Schedules and, if the debtor is an individual with primarily consumer debts, report the total from the column labeled "Unsecured Portion, if Any" on the Statistical Summary of Certain Liabilities and Related Data.

Check this box if debtor has no creditors holding secured claims to report on this Schedule D.

CREDITOR'S NAME, MAILING ADDRESS INCLUDING ZIP CODE, AND ACCOUNT NUMBER (See instructions above.)	CODEBTOR	HUSBAND, WIFE, JOINT, OR COMMUNITY	DATE CLAIM WAS INCURRED AND CONSIDERATION FOR CLAIM. IF CLAIM IS SUBJECT TO SETOFF, SO STATE.	CONTINGENT	DISPUTED	UNLIQUIDATED	AMOUNT OF CLAIM WITHOUT DEDUCTING VALUE OF COLLATERAL	UNSECURED PORTION, IF ANY
ACCOUNT NO.								
WILMINGTON TRUST FSB, AS TRUSTEE AND COLLATERAL AGENT 50 SOUTH SIXTH STREET, SUITE 1290 MINNEAPOLIS, MN 55402-1544	X		3/17/2011, 12% SENIOR SECURED NOTES DUE 2015		X		\$235,100,000.00	UNKNOWN
			VALUE: UNKNOWN					

Schedule of Creditors Holding Secured Claims -  
Sheet no. 1 of 1

Subtotal (Total of this page)	\$235,100,000.00	\$0.00
Total (Use only on last page)	\$235,100,000.00	\$0.00
(Report also on Summary of Schedules.)		(If applicable, report also on Statistical Summary of Certain Liabilities and Related Data.)

In re: K-V GENERIC PHARMACEUTICALS, INC.  
Debtor

Case No. 12-13349  
(if known)

## **SCHEDULE E - CREDITORS HOLDING UNSECURED PRIORITY CLAIMS**

A complete list of claims entitled to priority, listed separately by type of priority, is to be set forth on the sheets provided. Only holders of unsecured claims entitled to priority should be listed in this schedule. In the boxes provided on the attached sheets, state the name, mailing address, including zip code, and last four digits of the account number, if any, of all entities holding priority claims against the debtor or the property of the debtor, as of the date of the filing of the petition. Use a separate continuation sheet for each type of priority and label each with the type of priority.

The complete account number of any account the debtor has with the creditor is useful to the trustee and the creditor and may be provided if the debtor chooses to do so. If a minor child is a creditor, state the child's initials and the name and address of the child's parent or guardian, such as "A.B., a minor child, by John Doe, guardian." Do not disclose the child's name. See, 11 U.S.C. §112 and Fed. R. Bankr. P. 1007(m).

If any entity other than a spouse in a joint case may be jointly liable on a claim, place an "X" in the column labeled "Codebtor," include the entity on the appropriate schedule of creditors, and complete Schedule H-Codebtors. If a joint petition is filed, state whether the husband, wife, both of them, or the marital community may be liable on each claim by placing an "H," "W," "J," or "C" in the column labeled "Husband, Wife, Joint, or Community." If the claim is contingent, place an "X" in the column labeled "Contingent." If the claim is unliquidated, place an "X" in the column labeled "Unliquidated." If the claim is disputed, place an "X" in the column labeled "Disputed." (You may need to place an "X" in more than one of these three columns.)

Report the total of claims listed on each sheet in the box labeled "Subtotals" on each sheet. Report the total of all claims listed on this Schedule E in the box labeled "Total" on the last sheet of the completed schedule. Report this total also on the Summary of Schedules.

Report the total of amounts entitled to priority listed on each sheet in the box labeled "Subtotals" on each sheet. Report the total of all amounts entitled to priority listed on this Schedule E in the box labeled "Totals" on the last sheet of the completed schedule. Individual debtors with primarily consumer debts report this total also on the Statistical Summary of Certain Liabilities and Related Data.

Report the total of amounts not entitled to priority listed on each sheet in the box labeled "Subtotals" on each sheet. Report the total of all amounts not entitled to priority listed on this Schedule E in the box labeled "Totals" on the last sheet of the completed schedule. Individual debtors with primarily consumer debts report this total also on the Statistical Summary of Certain Liabilities and Related Data.

Check this box if debtor has no creditors holding unsecured priority claims to report on this Schedule E.

**TYPES OF PRIORITY CLAIMS** (Check the appropriate box(es) below if claims in that category are listed on the attached sheets.)

**Domestic Support Obligations**

Claims for domestic support that are owed to or recoverable by a spouse, former spouse, or child of the debtor, or the parent, legal guardian, or responsible relative of such a child, or a governmental unit to whom such a domestic support claim has been assigned to the extent provided in 11 U.S.C. § 507(a)(1).

**Extensions of credit in an involuntary case**

Claims arising in the ordinary course of the debtor's business or financial affairs after the commencement of the case but before the earlier of the appointment of a trustee or the order for relief. 11 U.S.C. § 507(a)(3).

In re: K-V GENERIC PHARMACEUTICALS, INC.  
Debtor

Case No. 12-13349  
(if known)

**Wages, salaries, and commissions**

Wages, salaries, and commissions, including vacation, severance, and sick leave pay owing to employees and commissions owing to qualifying independent sales representatives up to \$11,725\* per person earned within 180 days immediately preceding the filing of the original petition, or the cessation of business, whichever occurred first, to the extent provided in 11 U.S.C. § 507(a)(4).

**Contributions to employee benefit plans**

Money owed to employee benefit plans for services rendered within 180 days immediately preceding the filing of the original petition, or the cessation of business, whichever occurred first, to the extent provided in 11 U.S.C. § 507(a)(5).

**Certain farmers and fishermen**

Claims of certain farmers and fishermen, up to \$5,775\* per farmer or fisherman, against the debtor, as provided in 11 U.S.C. § 507(a)(6).

**Deposits by individuals**

Claims of individuals up to \$2,600\* for deposits for the purchase, lease, or rental of property or services for personal, family, or household use, that were not delivered or provided. 11 U.S.C. § 507(a)(7).

**Taxes and Certain Other Debts Owed to Governmental Units**

Taxes, customs duties, and penalties owing to federal, state, and local governmental units as set forth in 11 U.S.C. § 507(a)(8).

**Commitments to Maintain the Capital of an Insured Depository Institution**

Claims based on commitments to the FDIC, RTC, Director of the Office of Thrift Supervision, Comptroller of the Currency, or Board of Governors of the Federal Reserve System, or their predecessors or successors, to maintain the capital of an insured depository institution. 11 U.S.C. § 507(a)(9).

**Claims for Death or Personal Injury While Debtor Was Intoxicated**

Claims for death or personal injury resulting from the operation of a motor vehicle or vessel while the debtor was intoxicated from using alcohol, a drug, or another substance. 11 U.S.C. § 507(a)(10).

*\* Amount subject to adjustment on 4/01/13, and every three years thereafter with respect to cases commenced on or after the date of adjustment.*

In re: K-V GENERIC PHARMACEUTICALS, INC.  
Debtor

Case No. 12-13349  
(if known)

**SCHEDULE E - CREDITORS HOLDING UNSECURED PRIORITY CLAIMS**

(Continuation Sheet)

CREDITOR'S NAME, MAILING ADDRESS INCLUDING ZIP CODE, AND ACCOUNT NUMBER <i>(See instructions above.)</i>	HUSBAND, WIFE, JOINT, OR COMMUNITY	CODEBTOR	DATE CLAIM WAS INCURRED AND CONSIDERATION FOR CLAIM.	DISPUTED	UNLIQUIDATED	CONTINGENT	AMOUNT OF CLAIM	AMOUNT ENTITLED TO PRIORITY	AMOUNT NOT ENTITLED TO PRIORITY, IF ANY
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In re: K-V GENERIC PHARMACEUTICALS, INC.  
DebtorCase No. 12-13349  
(if known)**SCHEDULE F - CREDITORS HOLDING UNSECURED NONPRIORITY CLAIMS**

State the name, mailing address, including zip code, and last four digits of any account number, of all entities holding unsecured claims without priority against the debtor or the property of the debtor, as of the date of filing of the petition. The complete account number of any account the debtor has with the creditor is useful to the trustee and the creditor and may be provided if the debtor chooses to do so. If a minor child is a creditor, state the child's initials and the name and address of the child's parent or guardian, such as "A.B., a minor child, by John Doe, guardian." Do not disclose the child's name. See, 11 U.S.C. §112 and Fed. R. Bankr. P. 1007(m). Do not include claims listed in Schedules D and E. If all creditors will not fit on this page, use the continuation sheet provided.

If any entity other than a spouse in a joint case may be jointly liable on a claim, place an "X" in the column labeled "Codebtor," include the entity on the appropriate schedule of creditors, and complete Schedule H - Codebtors. If a joint petition is filed, state whether the husband, wife, both of them, or the marital community may be liable on each claim by placing an "H," "W," "J," or "C" in the column labeled "Husband, Wife, Joint, or Community."

If the claim is contingent, place an "X" in the column labeled "Contingent." If the claim is unliquidated, place an "X" in the column labeled "Unliquidated." If the claim is disputed, place an "X" in the column labeled "Disputed." (You may need to place an "X" in more than one of these three columns.)

Report the total of all claims listed on this schedule in the box labeled "Total" on the last sheet of the completed schedule. Report this total also on the Summary of Schedules and, if the debtor is an individual with primarily consumer debts, report this total also on the Statistical Summary of Certain Liabilities and Related Data.

Check this box if debtor has no creditors holding unsecured claims to report on this Schedule F.

CREDITOR'S NAME, MAILING ADDRESS INCLUDING ZIP CODE, AND ACCOUNT NUMBER (See instructions above.)	CODEBTOR	HUSBAND, WIFE, JOINT, OR COMMUNITY	DATE CLAIM WAS INCURRED AND CONSIDERATION FOR CLAIM. IF CLAIM IS SUBJECT TO SETOFF, SO STATE.	DISPUTED	UNLIQUIDATED	CONTINGENT	AMOUNT OF CLAIM
ACCOUNT NO.							
CONSTANCE CONRAD, RELATOR C/O NOLAN & AUERBACH 435 N. ANDREWS AVENUE SUITE 401 FORT LAUDERDALE, FL 33301	X		12/6/11, SETTLEMENT AGREEMENT				\$250,000.00
ACCOUNT NO.							
DEPARTMENT OF JUSTICE P.O. BOX 261 BEN FRANKLIN STATION WASHINGTON, DC 20044	X		3/2/2010, SETTLEMENT AGREEMENT				\$15,875,685.00
ACCOUNT NO.							
NATIONAL GLOBAL STLMT, HHS/OIG FEDERAL PO BOX 261 BEN FRANKLIN STATION WASHINGTON, DC 20044	X		12/6/11, SETTLEMENT AGREEMENT				\$10,074,395.00

In re: K-V GENERIC PHARMACEUTICALS, INC.  
DebtorCase No. 12-13349  
(if known)**SCHEDULE F - CREDITORS HOLDING UNSECURED NONPRIORITY CLAIMS**

(Continuation Sheet)

CREDITOR'S NAME, MAILING ADDRESS INCLUDING ZIP CODE, AND ACCOUNT NUMBER <i>(See instructions above.)</i>	HUSBAND, WIFE, JOINT, OR COMMUNITY CODEBTOR	DATE CLAIM WAS INCURRED AND CONSIDERATION FOR CLAIM. IF CLAIM IS SUBJECT TO SETOFF, SO STATE.	DISPUTED	UNLIQUIDATED	CONTINGENT	AMOUNT OF CLAIM
ACCOUNT NO. NATIONAL GLOBAL STLMT, HHS/OIG STATE 120 BROADWAY 13TH FLOOR NEW YORK, NY 10271	X	12/6/11, SETTLEMENT AGREEMENT				\$6,784,533.00

Schedule of Creditors Holding Unsecured Nonpriority Claims -  
Sheet no. 2 of 2

Subtotal	\$6,784,533.00
Total	\$32,984,613.00

(Use only on last page of the completed Schedule F.)  
(Report also on Summary of Schedules and, if applicable on the  
Statistical Summary of Certain Liabilities and Related Data.)

In re: K-V GENERIC PHARMACEUTICALS, INC.  
DebtorCase No. 12-13349  
(if known)**SCHEDULE G - EXECUTORY CONTRACTS AND UNEXPIRED LEASES**

Describe all executory contracts of any nature and all unexpired leases of real or personal property. Include any timeshare interests. State nature of debtor's interest in contract, i.e., "Purchaser," "Agent," etc. State whether debtor is the lessor or lessee of a lease. Provide the names and complete mailing addresses of all other parties to each lease or contract described. If a minor child is a party to one of the leases or contracts, state the child's initials and the name and address of the child's parent or guardian, such as "A.B., a minor child, by John Doe, guardian." Do not disclose the child's name. See, 11 U.S.C. §112 and Fed. R. Bankr. P. 1007(m).

Check this box if debtor has no executory contracts or unexpired leases.

NAME AND MAILING ADDRESS, INCLUDING ZIP CODE, OF OTHER PARTIES TO LEASE OR CONTRACT.	DESCRIPTION OF CONTRACT OR LEASE AND NATURE OF DEBTOR'S INTEREST. STATE WHETHER LEASE IS FOR NONRESIDENTIAL REAL PROPERTY. STATE CONTRACT NUMBER OF ANY GOVERNMENT CONTRACT.

In re: K-V GENERIC PHARMACEUTICALS, INC.  
DebtorCase No. 12-13349  
(if known)**SCHEDULE H - CODEBTORS**

Provide the information requested concerning any person or entity, other than a spouse in a joint case, that is also liable on any debts listed by the debtor in the schedules of creditors. Include all guarantors and co-signers. If the debtor resides or resided in a community property state, commonwealth, or territory (including Alaska, Arizona, California, Idaho, Louisiana, Nevada, New Mexico, Puerto Rico, Texas, Washington, or Wisconsin) within the eight-year period immediately preceding the commencement of the case, identify the name of the debtor's spouse and of any former spouse who resides or resided with the debtor in the community property state, commonwealth, or territory. Include all names used by the nondebtor spouse during the eight years immediately preceding the commencement of this case. If a minor child is a codebtor or a creditor, state the child's initials and the name and address of the child's parent or guardian, such as "A.B., a minor child, by John Doe, guardian." Do not disclose the child's name. See, 11 U.S.C. §112 and Fed. R. Bankr. P. 1007(m).

Check this box if debtor has no codebtors.

NAME AND ADDRESS OF CODEBTOR	NAME AND ADDRESS OF CREDITOR
DRUGTECH CORPORATION 2280 SCHUETZ ROAD ST. LOUIS, MO 63146	WILMINGTON TRUST FSB, AS TRUSTEE AND COLLATERAL AGENT 50 SOUTH SIXTH STREET, SUITE 1290 MINNEAPOLIS, MN 55402-1544
FP1096, INC. 2280 SCHUETZ ROAD ST. LOUIS, MO 63146	WILMINGTON TRUST FSB, AS TRUSTEE AND COLLATERAL AGENT 50 SOUTH SIXTH STREET, SUITE 1290 MINNEAPOLIS, MN 55402-1544
K-V DISCOVERY SOLUTIONS, INC. 2280 SCHUETZ ROAD ST. LOUIS, MO 63146	WILMINGTON TRUST FSB, AS TRUSTEE AND COLLATERAL AGENT 50 SOUTH SIXTH STREET, SUITE 1290 MINNEAPOLIS, MN 55402-1544
K-V PHARMACEUTICAL COMPANY 2280 SCHUETZ ROAD ST. LOUIS, MO 63146	WILMINGTON TRUST FSB, AS TRUSTEE AND COLLATERAL AGENT 50 SOUTH SIXTH STREET, SUITE 1290 MINNEAPOLIS, MN 55402-1544
K-V SOLUTIONS USA, INC. 2280 SCHUETZ ROAD ST. LOUIS, MO 63146	WILMINGTON TRUST FSB, AS TRUSTEE AND COLLATERAL AGENT 50 SOUTH SIXTH STREET, SUITE 1290 MINNEAPOLIS, MN 55402-1544
THER-RX CORPORATION 2280 SCHUETZ ROAD ST. LOUIS, MO 63146	WILMINGTON TRUST FSB, AS TRUSTEE AND COLLATERAL AGENT 50 SOUTH SIXTH STREET, SUITE 1290 MINNEAPOLIS, MN 55402-1544
ZERATECH TECHNOLOGIES USA, INC. 2280 SCHUETZ ROAD ST. LOUIS, MO 63146	WILMINGTON TRUST FSB, AS TRUSTEE AND COLLATERAL AGENT 50 SOUTH SIXTH STREET, SUITE 1290 MINNEAPOLIS, MN 55402-1544

In re: K-V GENERIC PHARMACEUTICALS, INC.  
Debtor

Case No. 12-13349  
(if known)

## **DECLARATION CONCERNING DEBTOR'S SCHEDULES**

### **DECLARATION UNDER PENALTY OF PERJURY ON BEHALF OF A CORPORATION OR PARTNERSHIP**

I, the Vice President and Treasurer of K-V Generic Pharmaceuticals, Inc. named as debtor in this case, declare under penalty of perjury that I have read the foregoing summary and schedules, consisting of 14 sheets (*Total shown on summary page plus 1*), and that they are true and correct to the best of my knowledge, information, and belief.

Date September 17, 2012

Signature /s/ Thomas S. McHugh

Thomas S. McHugh

[Print or type name of individual signing on behalf of debtor.]

*[An individual signing on behalf of a partnership or corporation must indicate position or relationship to debtor.]*

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*Penalty for making a false statement or concealing property:* Fine of up to \$500,000 or imprisonment for up to 5 years or both. 18 U.S.C. §§ 152 and 3571.