

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

In re:	)	Chapter 11
	)	
PHARMACEUTICAL FORMULATIONS, INC.,	)	Case No. 05-11910 (MFW)
	)	
	)	
Debtor.	)	
	)	

**NOTICE OF DEADLINE FOR CREDITORS (INCLUDING GOVERNMENTAL UNITS)  
TO FILE PROOFS OF CLAIM AGAINST THE DEBTOR**

TO: ALL PERSONS OR ENTITIES, INCLUDING GOVERNMENTAL UNITS, WHO MIGHT WISH TO ASSERT CLAIMS AGAINST THE DEBTOR IN THE ABOVE-REFERENCED BANKRUPTCY CASE

Please take notice of the following: On August 26, 2005, the United States Bankruptcy Court for the District of Delaware (the "Court") entered an order in the above-captioned chapter 11 case establishing the deadlines by which creditors of Pharmaceutical Formulations, Inc., the above-captioned debtor and debtor in possession (the "Debtor") may file proofs of claim (the "Claims Bar Date"). The Bar Date for the filing of proofs of claim by **every person and entity (other than a governmental unit)** that wishes to assert a claim against the Debtor has been set as **October 11, 2005 at 4:00 p.m. (Eastern Time)**. The Bar Date for the filing of proofs of claim by governmental units that wish to assert a claim against the Debtor has been set as **January 9, 2006 at 4:00 p.m. (Eastern Time)** (the "Government Bar Date, and together with the Claims Bar Date, the "Bar Dates"). The Bar Dates and the procedures set forth below for the filing of proofs of claim apply to every person, entity and governmental unit that wishes to assert a claim against the Debtor that arose prior to July 11, 2005, the date the Debtor filed its chapter 11 case (the "Petition Date").

**1. Who must file a proof of claim:**

You **MUST** file a proof of claim if you have a claim that arose prior to the Petition Date and that is not one of the types of claims described in section 2 below. Under section 101(5) of the Bankruptcy Code and as used herein, the word "claim" means: (a) a right to payment whether or not such right is reduced to judgment, liquidated, unliquidated, fixed, contingent, matured, unmatured, disputed, undisputed, legal, equitable, secured, or unsecured; or (b) a right to an equitable remedy for breach or performance if such breach gives rise to a right to payment, whether or not such right to an equitable remedy is reduced to judgment, fixed, contingent, matured, unmatured, disputed, undisputed, secured, or unsecured.

**2. Who need not file a proof of claim:**

You may, but need not, file a proof of claim:

- a) If you have already properly filed a proof of claim in the Debtor's Chapter 11 case against the Debtor with the Clerk of the Bankruptcy Court for the District of Delaware or Delaware Claims Agency, LLC (the "Claims Agent") in a form which substantially conforms to Official Bankruptcy Form 10;

- b) If your claim is listed on any of the Debtor's Statements of Financial Affairs and Schedules of Assets and Liabilities (the "Schedules"), or any amendments thereto, in an amount, nature and classification with which you agree, and your claim is not listed in the Schedules as disputed, contingent, or unliquidated;
- c) If your claim was previously allowed by, or paid pursuant to, an order of the Court;
- d) If your claim is allowed or allowable pursuant to 11 U.S.C. § 507(a)(1), as an expense of administration; or
- e) If you hold an interest in the Debtor, which interest is based exclusively upon the ownership of any equity security interest, provided, however, that any such holder of an equity security interest who wishes to assert a claim against the Debtor based on transactions in the Debtor's securities, including, but not limited to, claims for damages or rescission based on the purchase or sale of such securities, must file a proof of claim on or prior to the applicable Bar Date.

**OTHERWISE, YOU MUST FILE A PROOF OF CLAIM ON OR PRIOR TO THE APPLICABLE BAR DATE IF YOU WISH TO ASSERT A CLAIM AGAINST THE DEBTOR. YOUR RECEIPT OF THIS NOTICE DOES NOT MEAN THAT YOU HAVE A CLAIM OR THAT THE DEBTOR BELIEVES THAT YOU HAVE A CLAIM.**

**3. Executory Contracts and Unexpired Leases:**

The deadline for any person or entity whose claim arises from, or as a consequence of, the rejection of an executory contract or unexpired lease shall be as follows: (a) if the Court has entered an order fixing the date by which such claims must be filed, the order shall govern, and (b) if the Court has not entered an order fixing the date by which such claims must be filed, then the deadline to file any such claim shall be the later of (i) the applicable Bar Date or (ii) thirty (30) days from the date of entry of the order rejecting said contract or lease.

**4. Amended Schedule Bar Date:**

If the Debtor amends the Schedules to (i) designate a claim as or increase the amount which is disputed, contingent or unliquidated, (ii) change the nature or classification or reduce the amount of a claim against the Debtor reflected therein, or (iii) add a claim that was not previously listed in the Schedules, then the affected claimant shall have until the later of (i) the applicable Bar Date, or (ii) thirty (30) days after a claimant is served with notice that the Debtor has so amended its Schedules to file a proof of claim with respect to such amended scheduled claim.

**5. Proof of Claim Forms:**

Proofs of claim should conform substantially to the form customized for this case, a copy of which is enclosed with this notice, or Form No. 10 of the Official Bankruptcy Forms. A copy of the proof of claim form customized for this chapter 11 case can be obtained from the Claims Agent (*see* Section 9 below). Your proof of claim must be written in the English language and be denominated in lawful currency of the United States as of the Petition Date.

**6. Filing Proofs of Claim:**

Except for any governmental unit that wishes to assert a claim against the Debtor, your proof of claim must be **actually received** on or before **4:00 p.m. (Eastern Time) on October 11, 2005** at the following address:

Pharmaceutical Formulations, Inc.  
Claims Processing  
Delaware Claims Agency, LLC  
P.O. Box 515  
230 North Market Street  
2<sup>nd</sup> Floor  
Wilmington, Delaware 19801

Any proof of claim filed by a governmental unit must be **actually received** on or before **4:00 p.m. (Eastern Time) on January 9, 2006** at the address above.

ALL PROOFS OF CLAIM WILL BE DEEMED FILED ONLY WHEN: (I) THE ORIGINAL SIGNED PROOFS OF CLAIM ARE RECEIVED BY THE CLAIMS AGENT, (II) THE PROOF OF CLAIM IDENTIFIES THE ENTITY AGAINST WHICH IT IS ASSERTED, AND (III) THE PROOF OF CLAIM IS ACTUALLY RECEIVED BEFORE THE APPLICABLE BAR DATE.

PROOFS OF CLAIM WILL NOT BE ACCEPTED BY FACSIMILE OR EMAIL.

**7. Consequences of Failure to Timely File Proof of Claim:**

ANY PERSON, ENTITY OR GOVERNMENTAL UNIT THAT IS REQUIRED TO FILE A PROOF OF CLAIM, BUT FAILS TO DO SO PRIOR TO THE APPLICABLE BAR DATE DESCRIBED IN THIS NOTICE, WILL BE FOREVER BARRED, ESTOPPED AND ENJOINED FROM: (A) FILING A PROOF OF CLAIM WITH RESPECT TO SUCH CLAIM; (B) ASSERTING SUCH CLAIM AGAINST THE DEBTOR OR ITS ESTATE OR PROPERTY; (C) VOTING ON ANY CHAPTER 11 PLAN FILED IN THE DEBTOR'S CHAPTER 11 CASE; AND (D) PARTICIPATING IN ANY DISTRIBUTION IN THE DEBTOR'S CHAPTER 11 CASE ON ACCOUNT OF SUCH CLAIM. THE DEBTOR AND ITS PROPERTY SHALL BE DISCHARGED FOREVER FROM ANY AND ALL INDEBTEDNESS OR LIABILITY WITH RESPECT TO SUCH CLAIM. IN ADDITION, ANY SUCH PERSON, ENTITY OR GOVERNMENTAL UNIT WILL NOT, WITH RESPECT TO ANY SUCH CLAIM, BE TREATED AS A CREDITOR OF THE DEBTOR FOR THE PURPOSE OF VOTING AND DISTRIBUTION.

**If it is unclear from the Schedules whether your claim is disputed, contingent or unliquidated, or whether it is otherwise properly listed and classified, you must file a proof of claim on or before to the applicable Bar Date.** If you desire to rely on the Schedules, you have the responsibility for determining that any claims you might want to assert are fully, accurately and unequivocally listed therein.

**8. Reservation of Rights:**

The Debtor reserves the right to (i) dispute, or assert offsets or defenses, against any claim filed against the Debtor or listed or reflected in the Schedules as to nature, amount, liability, classification or otherwise, and (ii) subsequently designate any claim as disputed, contingent or unliquidated.

**9. Access to the Debtor's Schedules; Additional Information:**

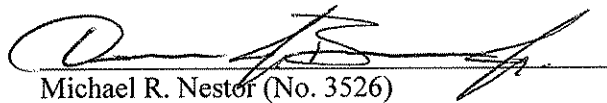
On August 15, 2005, the Debtor filed its Schedules. Please refer to the top-right corner of the pre-printed proof of claim form to determine how, if at all, the Debtor has scheduled your claim. You may examine the Schedules (a) during regular business hours at the Office of the Clerk of the United States Bankruptcy Court for the District of Delaware, 824 Market Street, 3<sup>rd</sup> Floor, Wilmington, Delaware 19801, or (b) at the offices of counsel for the Debtor, Young Conaway Stargatt & Taylor, LLP 1000 West Street, 17<sup>th</sup> Floor, Wilmington, Delaware 19801.

Additional proof of claim forms may be obtained by contacting the claims agent at: Claims Agent: Pharmaceutical Formulations, Inc., c/o Delaware Claims Agency, LLC, 230 North Market Street, 2<sup>nd</sup> Floor, Wilmington, Delaware 19801, Phone: (302) 658-1067. Further inquiries regarding the filing of a proof of claim against the Debtor may be directed by contacting the Claims Agent at the above address or telephone number.

**A CLAIMANT SHOULD CONSULT ITS OWN ATTORNEY REGARDING ANY INQUIRIES, SUCH AS WHETHER THE CLAIMANT SHOULD FILE A PROOF OF CLAIM. NEITHER THE DEBTOR NOR ITS COUNSEL CAN ADVISE YOU WHETHER YOU SHOULD FILE A PROOF OF CLAIM.**

Dated: August 31, 2005

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