

PLAN OF ALLOCATION

I. Amount Payable To A Claimant

1. If a person or entity ("Claimant") submitting a Proof of Claim is not a member of the Class, then that Claimant shall not be entitled to any distribution from the Settlement. If a Claimant is a member of the Class, then that Claimant's eligibility to participate in this Plan of Allocation, and the amount of payment the Claimant shall receive (if any), is described below. The Net Settlement Amount shall be distributed to Eligible Claimants as follows:

II. Definitions

2. "Allocation Pool" shall mean the Consumer Pool and the Third-Party Payor Pool, defined below.
 - A. "Consumer Pool" shall mean 13 percent of the Net Settlement Fund as defined in the Settlement Agreement dated February 25, 2018.
 - B. "Third-Party Payor Pool" shall mean 87 percent of the Net Settlement Fund as defined in the Settlement Agreement dated February 25, 2018.
3. "Class States" shall mean: Alabama, Alaska, Arizona, Arkansas, California, Florida, Hawaii, Idaho, Illinois, Iowa, Kansas, Louisiana, Maine, Massachusetts, Michigan, Minnesota, Mississippi, Missouri, Montana, Nebraska, Nevada, New Hampshire, New Jersey, New Mexico, New York, North Carolina, North Dakota, Oklahoma, Oregon, Rhode Island, South Dakota, Tennessee, Utah, Vermont, Washington, West Virginia, Wisconsin, Wyoming, the District of Columbia and Puerto Rico.

4. "Eligible Claimant" shall mean any member of the Class who submits a timely and valid Proof of Claim.
5. "Net Settlement Amount" shall mean the Settlement Fund Amount (\$23,000,000), less Court-approved attorneys' fees, reimbursement of costs and expenses, incentive awards, and fees and costs associated with issuing notice and claims administration, plus any interest earned.
6. "Notice" shall mean the legal notice authorized by the Court to be disseminated to the class of end-payors of Solodyn.
7. "Proof of Claim" shall mean the document titled "Proof of Claim," which is available for download at www.SolodynCase.com or by calling 1-800-332-7414. The timeliness and validity of a Claimant's Proof of Claim shall be determined by the Claims Administrator.
8. "Qualifying Claim" shall mean the amount that the Claimant paid for Solodyn 45mg, 55mg, 65mg, 80mg, 90mg, 105mg, 115mg and/or 135mg tablets and/or generic versions of one or more of these dosages in the Class States from July 23, 2009 through February 25, 2018.
9. "Settlement" shall mean the Settlement Agreement dated February 25, 2018 and as described in the Notice.
10. "End-Payor Class" shall mean the class of end-payor purchasers certified by the Court by Order dated October 16, 2017.

III. Distribution Among Eligible Claimants *Inter Se*

11. No Eligible Claimant shall be permitted to recover from any Allocation Pool unless that Claimant submits a Proof of Claim with a Qualifying Claim for that Allocation Pool.

12. Each Allocation Pool shall be distributed to Eligible Claimants in that Allocation Pool on a *pro rata* of Qualifying Claim basis. To determine each Eligible Claimant's Qualifying Claim *pro rata* share of an Allocation Pool, the Claims Administrator shall multiply the total value of that Allocation Pool by a fraction, for which (a) the numerator is the Qualifying Claim for that Eligible Claimant for that Allocation Pool, and (b) the denominator is the sum total of all Qualifying Claims by all Eligible Claimants for that Allocation Pool.
13. If the initial proposed distribution to an Allocation Pool would result in the Claimants in that pool receiving more than the amount that they paid for Solodyn 45mg, 55mg, 65mg, 80mg, 90mg, 105mg, 115mg and/or 135mg tablets and/or generic versions of one or more of these dosages, then the amount initially allocated to that pool that is in excess of those Claimants' collective payments shall be divided between the two Allocation Pools (13% to the Consumer Pool and 87% to the Third-Party Payor Pool) and distributed pro-rata among the Eligible Claimants in that pool.

IV. Administration.

14. All determinations under this Plan of Allocation shall be made by the Claims Administrator, subject to review by Lead Counsel and approval by the Court.

V. Amendments to the Plan of Allocation.

16. This Plan of Allocation may be amended. To obtain the most up-to-date information regarding the Plan of Allocation, please visit www.SolodynCase.com or call 1-800-332-7414.