

June 8, 2017

To the creditors of:

Accuro Medical Products, LLC
a Colorado limited liability company

FINAL REPORT ON ASSIGNMENT FOR THE
BENEFIT OF CREDITORS

Dear Sir or Madam:

On September 17, 2012, Accuro Medical Products, Inc. (“Accuro”), executed an Assignment for the Benefit of Creditors, and the undersigned accepted the position of Assignee.

BACKGROUND

Accuro was founded in 2009 and began to produce and sell a negative pressure wound therapy device in the middle of 2011. Unfortunately, in August of 2012 sale of the equipment was suspended after an investigation was initiated by the FDA related to a possible malfunction of the product. In an abundance of caution, Accuro voluntarily commenced a recall of the equipment, rather than challenging the FDA. It should be noted that Accuro had no evidence of a potential health hazard associated with the alleged malfunction of the product.

Unfortunately, this event devastated Accuro from a financial standpoint, and despite management’s best efforts to raise money and find an economical solution to the products problems Accuro has found itself in the position that it is unable to pay its obligations as they become due.

ASSIGNMENT FOR THE BENEFIT OF CREDITORS

At the time of the assignment, it was apparent that the highest value of the assets of Accuro could only be realized by the sale of the equipment designs, along with the inventory of finished goods and raw material inventories, and supplies.

To this end, the Assignee marketed the available assets of Accuro to a group of potential buyers who marketed similar products. The Assignee met with several potential purchasers and was able to enter into an asset purchase agreement with a party who agreed to allow the Assignee the ability to advertise the sale publicly and to solicit higher and better offers. On November 7, 2012, the Assignee conducted a sale of the assets of Accuro, which included but was not limited to all intellectual property, all designs of the equipment and all the inventory owned by Accuro.

CHICAGO

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The initial offeror was outbid at the sale and the ultimate amount received from the sale of the assets, net of the breakup fee owed to the original offeror, was \$180,000.

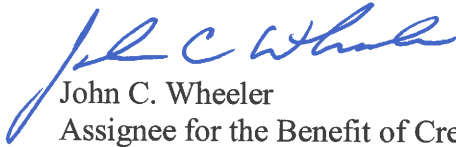
Due to the complexity of the claims in this matter and the time involved with the resolution of issues with the FDA, there were additional fees associated with this matter, than are typically not incurred in an Assignment.

After the payment of the expenses of administration, including attorney fees incurred, there remains \$74,999.99 available for distribution to unsecured creditors. The total of unsecured creditors with known and filed claims was \$5,153,325.14, thus included herewith is a check for 1.455% of your claim or scheduled amount. Attached for your review is a schedule of the receipts and disbursements from the Assignee's account in this matter.

With this distribution, I am closing my file on this matter. Should you have any questions regarding this Assignment, please do not hesitate to contact me at (312) 263-4141 or jwheeler@dsi.biz.

Thank you for your consideration and cooperation in this matter.

Very truly yours,



John C. Wheeler
Assignee for the Benefit of Creditors of
Accuro Medical Products, Inc.

ACCURO MEDICAL PRODUCTS, LLC.
Schedule of Receipts & Disbursements from
the Assignee's Account as of June 8, 2017

Receipts:

Funds from Accuro Bank Accounts	\$ 21,485.37
Receipts from Sale of Accuro Assets	180,000.00
Collection of Deposits	<u>5,522.41</u>

Total Receipts \$ 207,007.78

Disbursements:

Rent	\$ 3,900.00
Insurance	4,761.41
Utilities	2,627.47
Accounting Fees	7,336.50
Advertising for Asset Sale	1,956.24
Assignee's Expenses	7,919.94
Assignee's Fees	40,000.00
Assignee's Attorney Fees	42,964.35
Assignor's Attorney Fees	<u>20,541.88</u>

Total Disbursements \$ 132,007.79

Amount Available for Distribution \$ 74,999.99

Claims \$ 5,153,325.14

Distribution Percentage of Claim 1.455%