

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

In re

BLITZ U.S.A., Inc., *et al.*,¹

Debtors.

Chapter 11

Case No. 11-13603 (PJW)

Jointly Administered

**DISCLOSURE STATEMENT FOR DEBTORS' AND OFFICIAL COMMITTEE OF
UNSECURED CREDITORS' JOINT PLAN OF LIQUIDATION**

Daniel J. DeFranceschi (Bar No. 2732)
Michael J. Merchant (Bar No. 3854)
RICHARDS, LAYTON & FINGER, P.A.
One Rodney Square
920 North King Street
Wilmington, Delaware 19801
Telephone: (302) 651-7700
Facsimile: (302) 651-7701

*Counsel to Blitz Acquisition, LLC, Blitz RE
Holdings, LLC, Blitz U.S.A., Inc. and
MiamiOK LLC (f/k/a F3 Brands LLC)*

-and-

Sean M. Beach (Bar No. 4070)
John Dorsey (Bar No. 2988)
**YOUNG CONAWAY STARGATT &
TAYLOR, LLP**
Rodney Square
1000 North King Street
Wilmington, Delaware 19801
Telephone: (302) 571-6600
Facsimile: (302) 571-1253

*Counsel for LAM 2011 Holdings, LLC and
Blitz Acquisition Holdings, Inc.*

Francis A. Monaco, Jr. (Bar No. 2078)
Kevin J. Mangan (Bar No. 3810)
**WOMBLE CARLYLE SANDRIDGE &
RICE, LLP**
222 Delaware Avenue, Suite 1501
Wilmington, Delaware 19801
Telephone: (302) 252-4320
Facsimile: (302) 252-4330

-and-

Jeffrey D. Prol, Esq.
Mary E. Seymour, Esq.
LOWENSTEIN SANDLER LLP
65 Livingston Avenue
Roseland, New Jersey 07068
Telephone: (973) 597-2500
Facsimile: (973) 597-2400

*Counsel to the Official Committee of Unsecured
Creditors*

Dated: November 12, 2013

¹ The Debtors in these Chapter 11 Cases, along with the last four digits of each Debtor's federal tax identification number, are: LAM 2011 Holdings (8742); Blitz Acquisition Holdings, Inc. (8825); Blitz Acquisition, LLC (8979); Blitz RE Holdings, LLC (9071); Blitz U.S.A., Inc. (8104); and MiamiOK LLC (2604). The location of the Debtors' corporate headquarters and the Debtors' service address is 309 North Main Street, Miami, OK 74354.



NOTHING CONTAINED IN THIS DOCUMENT SHALL CONSTITUTE AN OFFER, ACCEPTANCE OR A LEGALLY BINDING OBLIGATION OF THE DEBTORS OR ANY OTHER PARTY IN INTEREST AS THE PLAN TO WHICH THIS DISCLOSURE STATEMENT RELATES REMAINS SUBJECT TO APPROVAL BY THE BANKRUPTCY COURT AND OTHER CUSTOMARY CONDITIONS. THE PLAN TO WHICH THIS DISCLOSURE STATEMENT RELATES IS NOT AN OFFER WITH RESPECT TO ANY SECURITIES OR SOLICITATION OF ACCEPTANCES OF A CHAPTER 11 PLAN OF REORGANIZATION PURSUANT TO SECTION 1125 OF THE BANKRUPTCY CODE. ANY SOLICITATION WILL BE MADE ONLY IN COMPLIANCE WITH APPLICABLE LAW INCLUDING THE BANKRUPTCY CODE. YOU SHOULD NOT RELY ON THE INFORMATION CONTAINED HEREIN OR THE TERMS OF THE PLAN TO WHICH THIS DISCLOSURE STATEMENT RELATES FOR ANY PURPOSE PRIOR TO THE CONFIRMATION OF THE PLAN BY THE BANKRUPTCY COURT. THE INFORMATION CONTAINED HEREIN IS PRELIMINARY AND DEVELOPMENTS MAY OCCUR THAT REQUIRE MODIFICATIONS OR ADDITIONS TO, OR DELETIONS FROM, THIS DISCLOSURE STATEMENT AND/OR TO THE PLAN TO WHICH THIS DISCLOSURE STATEMENT RELATES.

I.

PRELIMINARY STATEMENT AND DISCLAIMERS²

THIS DISCLOSURE STATEMENT RELATES TO THE PLAN FILED BY THE PROPONENTS WITH THE BANKRUPTCY COURT ON NOVEMBER 8, 2013.

THIS DISCLOSURE STATEMENT IS THE ONLY DOCUMENT THAT CREDITORS, HOLDERS OF EQUITY INTERESTS AND OTHER PARTIES IN INTEREST SHOULD CONSIDER IN CONNECTION WITH THE PLAN INCLUDING, WITHOUT LIMITATION, THE SOLICITATION OF VOTES WITH RESPECT TO THE PLAN. NO REPRESENTATIONS HAVE BEEN AUTHORIZED CONCERNING THE DEBTORS, THEIR ASSETS, CLAIMS AGAINST THE DEBTORS, OR EQUITY INTERESTS IN THE DEBTORS, EXCEPT AS SET FORTH IN THIS DISCLOSURE STATEMENT AND THE PLAN. ACCORDINGLY, CREDITORS, HOLDERS OF EQUITY INTERESTS AND OTHER PARTIES IN INTEREST SHOULD NOT RELY ON ANYTHING OTHER THAN THIS DISCLOSURE STATEMENT AND THE PLAN, AND IN THE EXHIBITS ATTACHED TO THE DISCLOSURE STATEMENT AND THE PLAN, IN CONSIDERING WHETHER TO VOTE TO ACCEPT OR REJECT THE PLAN. ALL INFORMATION IN THIS DISCLOSURE STATEMENT IS FOR THE PURPOSE OF SOLICITING ACCEPTANCES OF THE PLAN.

² Unless otherwise defined in this Disclosure Statement, all capitalized terms used and not defined herein have the meanings given to them in the *Debtors' and Official Committee of Unsecured Creditors' Joint Plan of Liquidation* (the "**Plan**").

THE PROPONENTS URGE YOU TO READ THIS DISCLOSURE STATEMENT CAREFULLY. IT CONTAINS A SUMMARY OF THE PLAN, IMPORTANT INFORMATION CONCERNING THE DEBTORS, INCLUDING THEIR HISTORY AND BUSINESS OPERATIONS, CLAIMS AGAINST AND EQUITY INTERESTS IN THE DEBTORS, AND HOW CLAIMS AND EQUITY INTERESTS WILL BE TREATED IF THE PLAN IS CONFIRMED BY THE BANKRUPTCY COURT. THIS DISCLOSURE STATEMENT ALSO PROVIDES INFORMATION REGARDING ALTERNATIVES TO THE PLAN.

THE DESCRIPTION OF THE PLAN IN THIS DISCLOSURE STATEMENT SUMMARIZES CERTAIN TERMS, PROVISIONS AND CONDITIONS SET FORTH IN THE PLAN AND IS NOT, NOR IS IT INTENDED TO BE, A COMPLETE DESCRIPTION OF ALL THE TERMS, PROVISIONS AND CONDITIONS SET FORTH IN THE PLAN. THE PLAN ITSELF ALSO SHOULD BE READ CAREFULLY AND INDEPENDENTLY OF THIS DISCLOSURE STATEMENT.

IF THERE ARE ANY INCONSISTENCIES BETWEEN THE PLAN AND THIS DISCLOSURE STATEMENT, THE TERMS OF THE PLAN SHALL CONTROL.

YOU ALSO SHOULD CONSIDER CONSULTING WITH YOUR OWN COUNSEL AND/OR OTHER ADVISORS IN CONNECTION WITH YOUR CLAIM(S) AGAINST, AND/OR EQUITY INTEREST(S) IN, THE DEBTORS, THE TREATMENT TO BE AFFORDED TO YOUR CLAIM(S) AND/OR EQUITY INTEREST(S) UNDER THE PLAN, AND ANY TAX CONSEQUENCES TO YOU, IF ANY, ATTENDANT TO CONFIRMATION OF THE PLAN.

THE PROPONENTS CANNOT REPRESENT OR WARRANT THAT THE INFORMATION CONTAINED HEREIN IS WITHOUT INACCURACY OR ERROR BUT THEY DO BELIEVE THAT THE INFORMATION CONTAINED HEREIN IS THE MOST ACCURATE INFORMATION AVAILABLE TO THEM AT THIS TIME. NOTHING CONTAINED HEREIN IS AN ADMISSION OF ANY FACT OR LIABILITY NOR SHALL IT BE ADMISSIBLE IN ANY MATTER OR PROCEEDING ARISING IN OR RELATED TO THIS BANKRUPTCY CASE OR IN ANY OTHER ACTION, PROCEEDING OR LITIGATION INVOLVING THE PROPONENTS.

NO REPRESENTATIONS OTHER THAN AS SET FORTH IN THIS DISCLOSURE STATEMENT ARE AUTHORIZED WITH RESPECT TO THE PLAN AND ANY SUCH REPRESENTATIONS ARE NOT ADOPTED BY THE PROPONENTS AND SHOULD NOT BE RELIED ON IN MAKING YOUR DECISION WHETHER TO ACCEPT OR TO REJECT THE PLAN.

THIS DISCLOSURE STATEMENT IS BEING DISTRIBUTED TO ALL CREDITORS OF, AND HOLDERS OF EQUITY INTERESTS IN, EACH OF THE DEBTORS PURSUANT TO 11 U.S.C. § 1125.

**THE DEADLINE TO CAST BALLOTS EVIDENCING VOTES
EITHER TO ACCEPT OR TO REJECT THE PLAN IS
_____, 2013, BY 4:00 P.M. (PREVAILING EASTERN
TIME).
TO BE COUNTED, YOUR BALLOT MUST BE
RECEIVED BY

ON OR BEFORE 4:00 P.M. ON _____, 2013.**

THE BANKRUPTCY CODE PROVIDES THAT ONLY THE BALLOTS OF CREDITORS THAT ACTUALLY VOTE ON THE PLAN WILL BE COUNTED FOR PURPOSES OF DETERMINING WHETHER THE ACCEPTANCES REQUIRED FOR CONFIRMATION OF THE PLAN HAVE BEEN ATTAINED. FAILURE TO DELIVER A PROPERLY COMPLETED BALLOT BY THE VOTING DEADLINE WILL CONSTITUTE AN ABSTENTION (I.E., WILL NOT BE COUNTED AS EITHER AN ACCEPTANCE OR A REJECTION), AND ANY IMPROPERLY COMPLETED OR LATE BALLOT WILL NOT BE COUNTED.

THE PROPONENTS BELIEVE THAT CONFIRMATION OF THE PLAN IS IN THE BEST INTERESTS OF THE DEBTORS, THE DEBTORS' CREDITORS, HOLDERS OF EQUITY INTERESTS IN THE DEBTORS AND ALL OTHER PARTIES IN INTEREST. ACCORDINGLY, THE PROPONENTS URGE YOU, FOR THE REASONS WHICH FOLLOW, TO VOTE IN FAVOR OF THE PLAN.

TREATMENT AND CLASSIFICATION OF CLAIMS AND INTERESTS; IMPAIRMENT

The categories of Claims and Interests listed below classify Claims and Interests for all purposes, including voting, Confirmation and Distribution pursuant hereto and pursuant to sections 1122 and 1123(a)(1) of the Bankruptcy Code.

Class & Description	Estimated Remaining Claims	Treatment	Estimated Recovery to Holders of Allowed Claims
Unclassified: Administrative Claims (excluding Professional Fee Claims)	\$_____	<i>Unimpaired.</i> Subject to the Bar Date provisions set forth in section 2.3 of the Plan, unless otherwise agreed to by the Blitz Liquidating Trustee or the BAH Plan Administrator, as applicable, and the holder of a particular Administrative Expense Claim, each holder of an Allowed Administrative Expense Claim shall receive Cash equal to the unpaid portion of such Allowed Administrative Expense Claim on the later of (a) the Effective Date or as soon thereafter as is reasonably	100%

		practicable, and (b) such other date as is mutually agreed upon by the Blitz Liquidating Trustee or the BAH Plan Administrator, as applicable, and the holder of such Claim. Allowed Administrative Expense Claims against the USA Debtors shall be satisfied solely out of the Blitz Liquidating Trust and Allowed Administrative Expense Claims against the BAH Debtors shall be satisfied solely out of the BAH Debtors' Estates.	
Class 1(a): Priority Claims against the USA Debtors	Approximately \$0.00 - \$ _____	<i>Unimpaired – Deemed to Accept.</i> Each holder of an Allowed Class 1(a) Claim not otherwise paid pursuant to an Order of the Bankruptcy Court will be paid, from the Blitz Liquidating Trust Assets, the Allowed Amount of its Claim, in full, in Cash, on the Effective Date or as soon as practical thereafter.	100%
Class 1(b): Priority Claims Against the BAH Debtors	Approximately \$0.00 - \$ _____	<i>Unimpaired – Deemed to Accept.</i> Each holder of an Allowed Class 1(b) Claim not otherwise paid pursuant to an Order of the Bankruptcy Court will be paid, by the BAH Plan Administrator, from the assets of the BAH Debtors' Estates, the Allowed Amount of its Claim, in full, in Cash, on the Effective Date or as soon as practical thereafter.	100%
Class 2(a): Secured Claims against the USA Debtors	Approximately \$ _____ - \$ _____	<i>Unimpaired – Deemed to Accept.</i> The Blitz Liquidating Trustee will take the following action with respect to each holder of an Allowed Secured Claim against the USA Debtors: (a) distribute the collateral securing such Allowed Secured Claim; (b) distribute Cash in an amount equal to the proceeds actually realized from the sale, pursuant to section 363(b) of the Bankruptcy Code, of any collateral securing such Allowed Secured Claim, less the actual costs and expenses of disposing of such collateral; or (c) effect such other treatment of such Allowed Secured Claim as may be mutually agreed upon between the holder of such Allowed Secured Claim and the Blitz Liquidating Trustee on the later of (i) the Effective Date and (ii) the tenth Business Day of the first month following the month in which such Claim becomes an Allowed Secured Claim, or as soon after such dates as is practicable. Each holder of an Allowed Secured Claim in Class 2(a) will retain the Liens securing such Claim as of the Confirmation Date, until such claims are paid in full or otherwise satisfied in accordance with the Plan.	100%
Class 2(b): Secured Claims against the BAH Debtors	Approximately \$ _____ - \$ _____	<i>Unimpaired – Deemed to Accept.</i> The BAH Plan Administrator will take the following action with respect to each holder of an Allowed Secured Claim against the BAH Debtors: (a) distribute the collateral securing such Allowed Secured Claim; (b) distribute Cash in an amount equal to the proceeds actually realized from the sale, pursuant to section 363(b) of the Bankruptcy Code, of any collateral securing such Allowed Secured Claim, less the actual costs and expenses of disposing of such collateral; or (c) effect such other treatment of such Allowed Secured Claim as may be mutually agreed upon between the holder of such Allowed Secured Claim and the BAH Plan Administrator on the later of (i) the Effective Date and (ii) the tenth Business Day of the first month following the month in which such Claim becomes an Allowed Secured	100%

		Claim, or as soon after such dates as is practicable. Each holder of an Allowed Secured Claim in Class 2(b) will retain the Liens securing such Claim as of the Confirmation Date, until such claims are paid in full or otherwise satisfied in accordance with the Plan..	
Class 3(a): General Unsecured Claims against the USA Debtors	Approximately \$_____ - \$_____	<i>Impaired – Entitled to Vote.</i> Each holder of an Allowed Class 3(a) Claim will receive in full and final satisfaction, settlement, and release of and in exchange for such Allowed Class 3(a) Claim, its Pro Rata share of the Blitz Liquidating Trust Assets remaining after payment of Distributions on account of all Allowed Administrative Expense Claims against the USA Debtors, Allowed Priority Claims against the USA Debtors and any expenses of the Blitz Liquidating Trust.	Approximately ____% to ____%
Class 3(b): General Unsecured Claims against the BAH Debtors	Approximately \$_____ - \$_____	<i>Impaired – Entitled to Vote.</i> Each holder of an Allowed Class 3(b) Claim will receive in full and final satisfaction, settlement, and release of and in exchange for such Allowed Class 3(b) Claim, its Pro Rata share of the BAH Debtors' assets remaining after payment of Distributions on account of all Allowed Administrative Expense Claims against the BAH Debtors, Allowed Priority Claims against the BAH Debtors and Allowed Secured Claims against the BAH Debtors.	Approximately ____% to ____%
Class 4(a): Blitz Personal Injury Trust Claims against the USA Debtors	Approximately \$_____ - \$_____	<i>Impaired – Entitled to Vote.</i> On the Effective Date, all Blitz Personal Injury Trust Claims shall be released as against the Debtors pursuant to the terms and conditions of the Plan and the Blitz Personal Injury Trust Documents. Pursuant to the Channeling Injunction, each holder of a Blitz Personal Injury Trust Claim shall have its Claim permanently channeled to the Blitz Personal Injury Trust, and such Blitz Personal Injury Trust Claim may thereafter be asserted exclusively against the Blitz Personal Injury Trust and resolved in accordance with the terms, provisions and procedures of the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP. For the avoidance of doubt, holders of Blitz Personal Injury Claims are not entitled to receive distributions or other payment of funds from the Blitz Liquidating Trust on behalf of, related to or with respect to such Blitz Personal Injury Claim. Holders of such Blitz Personal Injury Trust Claims are, subject to the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP, enjoined from filing any future litigation, claims or causes of action arising out of such Blitz Personal Injury Trust Claims against the Debtors and/or any of the Protected Parties, and may not proceed in any manner against the Debtors and/or any of the Protected Parties in any forum whatsoever, including, without limitation, any state or federal court or administrative or arbitral forum, and are required to pursue their Blitz Personal Injury Trust Claims against the Blitz Personal Injury Trust solely as provided in the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP.	Approximately ____% to ____%

Class 4(b): Blitz Personal Injury Trust Claims against the BAH Debtors	Approximately \$_____ - \$_____	<i>Impaired – Entitled to Vote.</i> On the Effective Date, all Blitz Personal Injury Trust Claims shall be released as against the Debtors pursuant to the terms and conditions of the Plan and the Blitz Personal Injury Trust Documents. Pursuant to the Channeling Injunction, each holder of a Blitz Personal Injury Trust Claim shall have its Claim permanently channeled to the Blitz Personal Injury Trust, and such Blitz Personal Injury Trust Claim may thereafter be asserted exclusively against the Blitz Personal Injury Trust and resolved in accordance with the terms, provisions and procedures of the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP. For the avoidance of doubt, holders of Blitz Personal Injury Claims are not entitled to receive distributions or other payment of funds from the BAH Administrator, the BAH Debtors, or their Estates, on behalf of, related to or with respect to such Blitz Personal Injury Claim. Holders of such Blitz Personal Injury Trust Claims are, subject to the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP, enjoined from filing any future litigation, claims or causes of action arising out of such Blitz Personal Injury Trust Claims against the Debtors and/or any of the Protected Parties, and may not proceed in any manner against the Debtors and/or any of the Protected Parties in any forum whatsoever, including, without limitation, any state or federal court or administrative or arbitral forum, and are required to pursue their Blitz Personal Injury Trust Claims against the Blitz Personal Injury Trust solely as provided in the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP.	Approximately ____% to ____%
Class 5(a): Intercompany Claims against the USA Debtors	Approximately \$_____ - \$_____	<i>Impaired – Deemed to Reject.</i> On the Effective Date, pursuant to and subject to the settlements described herein, Intercompany Claims against the USA Debtors shall not be entitled to any Distribution under the Plan and such claims shall be cancelled and discharged on the Effective Date.	0%
Class 5(b): Intercompany Claims against the BAH Debtors	Approximately \$_____ - \$_____	<i>Impaired – Deemed to Reject.</i> On the Effective Date, pursuant to and subject to the settlements described herein and performed by the parties thereunder, Intercompany Claims against the BAH Debtors shall not be entitled to any distribution under the Plan and such claims shall be cancelled and discharged on the Effective Date.	0%
Class 6(a): Equity Interests in the USA Debtors		<i>Impaired – Deemed to Reject.</i> All Equity Interests in the USA Debtors will be cancelled and terminated on the Effective Date of the Plan..	0%
Class 6(b): Equity Interests in the BAH Debtors		<i>Impaired – Deemed to Reject.</i> All Equity Interests in the BAH Debtors will be cancelled and terminated on the Effective Date of the Plan.	0%

II.

BACKGROUND

A. Debtors' Pre-Petition Business Operations

Prior to the cessation of their business operations on or about July 31, 2012, Debtors, through Blitz U.S.A., Inc. ("**Blitz USA**") manufactured and sold portable fuel containers and fuel transportation products for consumer use and through MiamiOK LLC f/k/a F3 Brands ("**F3 Brands**") manufactured and sold lawn and garden products. Debtors' active business operations primarily were conducted by Blitz and F3 Brands.

Debtor LAM 2011 Holdings LLC f/k/a Blitz Holdings LLC ("**LAM**") is the 100% owner of Debtor Blitz Acquisition Holdings, Inc. ("**BAH**"). BAH is the 100% owner of Debtor Blitz Acquisition LLC ("**Blitz Acquisition**"). Blitz Acquisition is the 100% owner of both Blitz USA and Blitz RE Holdings, LLC ("**Blitz RE**"). Blitz USA is the sole owner of F3 Brands. Kinderhook Capital Fund II, L.P. is the largest equity holder in LAM. Annexed hereto as Exhibit B is an organizational chart illustrating the corporate relationships among the Debtors.

On September 12, 2007, Blitz Acquisition purchased all the stock of Blitz USA (the "**2007 Transaction**") from Crestwood Holdings, Inc. Simultaneously, Blitz RE was formed for the purpose of acquiring from RELCO, Inc., a wholly-owned Crestwood company, the real property and improvements that housed Blitz's corporate offices and manufacturing facilities. As of the Petition Date, Blitz USA leased this real property from Blitz RE pursuant to an October 1, 2011 lease agreement.

In 2009, Blitz USA acquired the rights to "2x4 Basics," a line of lawn and garden products. In October 2011, Blitz spun off this product line into F3 Brands, which maintained a similar customer base as Blitz USA. Also, like Blitz USA, as of commencement of the Chapter 11 Cases, F3 Brands leased its real property and facilities from Blitz RE.

In early 2011 Debtors acquired Reliance Products, Inc. and its affiliates (collectively, "the **Reliance Entities**"). The Reliance Entities' manufacturing facilities and management team are located primarily in Winnipeg, Canada, and their two main products are a line of consumer camping hydration and sanitation products and a line of bottles used to store concentrated agricultural chemicals. The Reliance Entities are not debtors in the Chapter 11 Cases. As of commencement of the Chapter 11 Cases, BAH wholly owned the Reliance Entities. Although Debtors purchased the Reliance Entities with the intention of integrating the Reliance product lines into their own, Debtors halted such plans as of commencement of the Chapter 11 Cases. *See Declaration of Rocky Flick, Blitz's President and Chief Executive Officer* [Docket No. 13] (the "**Flick Declaration**"), at 7.

As of the Petition Date, Debtors employed: (i) approximately 250 employees, paid on a salaried basis, based upon a 40-hour work week, (ii) 20 temporary employees, paid on an hourly basis, and (iii) 20 independent contractors. *See Flick Declaration* at 18. As of the Petition Date, Debtors estimated that they owed approximately \$300,000.00 in employee-related obligations,

including (a) outstanding full-time employee, temporary employee and independent contractor compensation, deductions and payroll taxes, (b) reimbursable expenses (including corporate credit card expenses and director expenses), and (c) employee benefit programs, which may be, but which the Proponents do not concede are, Priority Claims. *See Debtors' Motion for Entry of an Order Authorizing the Debtors to (A) Pay Prepetition Wages, Salaries and Other Compensation and Reimbursable Expenses, (B) Pay and Honor Obligations Related to Employee Medical and Similar Benefits and (C) Continue Their Employee Medical and Similar Benefits* [Docket No. 5], at 4.

B. The Debtors' Capital and Debt Structure

As of the Petition Date, Debtors owed non-tort claim creditors an approximate, aggregate principal amount of \$66.5 million, consisting of approximately \$41 million in senior debt under the senior secured credit facilities, \$22 million in unsecured subordinated promissory notes, and \$3.5 million in additional debt. *See Flick Declaration at 10.*

1. Pre-Petition Secured Credit Facility

On February 4, 2011, Blitz, Blitz Acquisition, and Blitz RE, as borrowers (collectively the “**Borrowers**”), BAH and F3 Brands as guarantors (collectively the “**Guarantors**”), and LAM, as parent, entered into a First Amended and Restated Credit Agreement (“**Pre-Petition Credit Facility**”) with certain lenders (the “**Lenders**”) and BOKF, NA d/b/a Bank of Oklahoma as administrative agent (“**BOK**”). As of the Petition Date, approximately \$22,000,000.00 was outstanding under a term loan facility, and approximately \$19,000,000.00 was outstanding under a revolving loan facility. Absent acceleration, portions of the term loan were due in 2013 and the remainder was due in 2014. The loans were secured by a first priority security interest in substantially all of the Borrowers' and Guarantor's assets. *See Flick Declaration at 10–11.* Proceeds of asset sales approved by the Bankruptcy Court pursuant to section 363 of the Bankruptcy Code during the Chapter 11 Cases have been used by the Debtors to pay all obligations due and owing from the Debtors to the Lenders and BOK pursuant to the Pre-Petition Credit Facility.

2. Unsecured Subordinated Promissory Notes and Other Unsecured Claims

In connection with the 2007 Transaction, BAH issued two unsecured subordinated promissory notes to Crestwood. In its Schedule F of non-priority unsecured claims, BAH lists these promissory notes each in the amount of \$8,500,000.

In its Schedule F, Blitz Acquisition includes claims relating to subordinated notes dated October 4, 2011, of \$1,500,000 in favor of LAM and \$1,029,187.67 in favor of Reliance Products Holdings, Inc. (one of the Reliance Entities).

In addition, as of the Petition Date, Blitz USA in its Schedule F and F3 Brands in its Schedule F have included unsecured debts, consisting primarily of general trade claims, in the amounts of approximately \$5.2 million and \$1.75 million, respectively. Blitz USA has asserted that included in the \$5.2 million on its Schedule F as of the Petition Date, is approximately \$3.5

million owed to legal counsel across the country in connection with Debtors' defense of the Blitz Product Litigation, which is discussed below. *See* Flick Declaration at 11.

C. Increasing Pre-Petition Litigation

Throughout most of their 45-year history leading up to commencement of the Chapter 11 Cases, Debtors had faced relatively few lawsuits. *See* Flick Declaration at 3. This changed in the several years leading up to the Petition Date. *Id.* By such time, Blitz USA had been named as a defendant in approximately thirty-six lawsuits alleging personal injuries in connection with their manufacture of Blitz Products. *Id.* Each year for several years prior to the Petition Date, Debtors, primarily Blitz USA, were named as defendants in four to seven new cases. From March 2011, to the Petition Date 22 cases were filed against Blitz. *Id.*

In many of the lawsuits, claimants allege that a Blitz Product exploded when the claimant used the Blitz Product, sometimes when the claimant or someone else poured gas on a fire or on embers. *See* Flick Declaration at 12. The allegations include that the Blitz Products that are the subject of the Blitz Product Litigation are defectively designed and/or manufactured, that quality control testing is inadequate, and that the explosions could have been eliminated through the use of a metal flame arrestor. *Id.*

Many of the thirty-six pending lawsuits as of the Petition Date also named Blitz USA's largest customer, Wal-Mart, as a defendant. *See* Flick Declaration at 13. Wal-Mart has asserted that Blitz USA must defend Wal-Mart for certain claims pursuant to a March 11, 2010 Supplier Agreement. *Id.* Wal-Mart also asserts that it is an additional insured under certain of Blitz USA's commercial liability insurance policies. *Id.* On information and belief, claimants have continued after the Petition Date to file lawsuits against Wal-Mart in connection with personal injury claims allegedly arising from the use of Blitz Products.

Debtors have expended considerable sums in defending and in settling Blitz Product Litigation prior to the Petition Date. As of the Petition Date, Blitz USA had tried two cases; obtaining a defense verdict in one, and with the other resulting in an approximate \$4.6 million verdict (the "**Calder Claim**"). Blitz USA has appealed the Calder Claim verdict to the United States Court of Appeals for the Tenth Circuit, which appeal was stayed by commencement of the Chapter 11 Cases. In addition, several lawsuits have been settled. Debtors have estimated that the cost of defending the pending Blitz Product Litigation would be over \$30 million. *See* Flick Declaration at 13.

D. Debtors' Insurance Coverage

Blitz USA maintains certain commercial liability coverage for various amounts in various policy years with several different insurance carriers. For example, during the policy year from July 31, 2011 to July 31, 2012, Blitz USA asserts that it has \$63 million in aggregate face amount of commercial liability coverage under several insurance policies with several different carriers. Blitz USA's insurance coverage is subject to self-insured retention amounts ("**SIRs**") in some or all policy years that must be paid before Blitz Insurers are required to provide coverage for Claims, subject to the terms and conditions of the Blitz Insurance Policies including, without

limitation, Debtors' and other insureds' reciprocal duties thereunder, and applicable law. Blitz USA maintains such insurance coverage for all policy years in which Blitz Personal Injury Claims have been asserted, through July 31, 2012. Blitz USA does not have similar insurance coverage for the period after July 31, 2012, when it ceased active business operations.

Debtors also maintain, under an insurance policy with Federal Insurance Company, (a) directors and officers liability coverage with a \$7 million aggregate limit of liability and a \$25,000 per-claim self-insured retention amount, (b) employment practices liability coverage with a \$4 million aggregate limit of liability and a \$20,000 per-claim self-insured retention amount, (c) fiduciary liability coverage with a \$3 million aggregate limit of liability with no applicable self-insured retention amount, (d) crime coverage with a \$2 million aggregate limit of liability and a \$5,000 per-claim retention amount, and (e) kidnap and ransom coverage with a \$2 million aggregate limit with no applicable self-insured retention amount. *See* Flick Declaration at 9-10.

E. Events Leading to the Chapter 11 Cases

The Blitz Product Litigation described above caused Debtors to divert all net operating cash flows after debt service to fund payment of the SIRs, which in turn caused Debtors to violate certain covenants under their pre-petition loans. *See* Flick Declaration at 3, 14. Debtors filed the Chapter 11 Cases in pursuit of a unified forum in which to defend the Blitz Product Litigation. *See* Flick Declaration at 3.

III.

THE CHAPTER 11 CASES

A. Commencement of the Chapter 11 Cases

On November 9, 2011, each of the Debtors filed a voluntary petition for relief under chapter 11 of the Bankruptcy Code.

B. First Day Motions and Hearing

To minimize adverse effects of the commencement of the Chapter 11 Cases on their businesses, on the Petition Date, the Debtors filed certain motions requesting customary “first day” relief, as well as for authority to pay certain prepetition obligations. Those motions included:

1. Administrative Motions

To facilitate a smooth and efficient administration of these Chapter 11 Cases and to reduce the administrative burden associated therewith, the Bankruptcy Court entered the following procedural orders: (a) authorizing the joint administration of the Debtors’ Chapter 11 Cases [Motion Docket No. 2, Order Docket No. 31] and (b) authorizing the employment and retention of Kurtzman Carson Consultants, LLC as notice and claims agent [Motion Docket No. 3, Order Docket No. 32];

2. Cash Management Motion

The Bankruptcy Court entered a final order on December 5, 2011 authorizing the Debtors to continue using their cash management systems and their respective bank accounts and business forms [Motion Docket No. 4, Interim Order Docket No. 33, Final Order Docket No. 104];

3. Wage Motion

The Bankruptcy Court entered its order on November 10, 2011, authorizing the Debtors to pay certain prepetition wages, salaries, and other compensation, taxes withholdings and reimbursable expenses of their employees, to pay and honor obligations relating to employee medical and other benefit programs, and to continue their employee benefits programs, including their paid time off programs, on a post-petition basis in an amount up to \$300,000 [Motion Docket No. 5, Order Docket No. 34];

4. Insurance Motion

The Bankruptcy Court entered a final order on December 5, 2011, authorizing the Debtors to continue administering their insurance coverage then in effect and pay any pre-petition and post-petition obligations under their insurance policies in the ordinary course of business. [Motion Docket No. 6, Interim Order Docket No. 35, Final Order Docket No. 108];

5. Tax Motion

The Bankruptcy Court entered its order on November 10, 2011, authorizing the Debtors to pay prepetition sales, use, and other withholding taxes up to an aggregate amount of \$175,000 [Motion Docket No. 7, Order Docket No. 36];

6. Utility Motion

The Bankruptcy Court entered a final order on December 5, 2011, authorizing the Debtors to provide their utility service providers with an adequate assurance deposit of \$57,000 and established procedures for requesting additional adequate assurance. [Motion Docket No. 8, Interim Order Docket No. 37, Final Order Docket No. 109].

7. Customer Programs Motion

The Bankruptcy Court entered a final order on December 5, 2011, authorizing the Debtors to maintain and administer their customer programs and pay any pre-petition amounts outstanding thereunder up to an aggregate amount of \$2.25 million. [Motion Docket No. 9, Interim Order Docket No. 38, Final Order Docket No. 107];

8. Critical Vendor Motion

The Bankruptcy Court entered a final order on December 5, 2011, authorizing the Debtors, in the exercise of their business judgment, to pay (a) pre-petition claims of certain “critical” vendors up to an aggregate amount of \$2 million and (b) pre-petition claims of certain lien claimants that were critical to the Debtors’ operations up to an aggregate amount of \$520,000. [Motion Docket No. 10, Interim Order Docket No. 38, Final Order Docket No. 107];

9. Motion for Temporary Restraining Order

On the Petition Date, the Debtors filed an adversary proceeding seeking a temporary injunction extending the protections of the automatic stay to Wal-Mart, Kinderhook and any other resellers of Blitz Products. [Docket No. 15]. The Bankruptcy Court declined to enter a temporary injunction at the first-day hearing and suggested that, instead, the affected third parties seek stay related relief in the relevant proceedings. Some courts have ruled on the third parties motions—some were granted, some were denied—but additional actions have been filed against certain of the third parties since the Petition Date. To permit the relevant courts to decide the issues based on the facts of the respective underlying cases, the Debtors have sought six extensions of time to serve summonses in the adversary proceeding. The Bankruptcy Court has entered an order approving the first five of those requests, and the Debtors’ time to effectuate service of a summons on the adversary defendants was set to expire on October 25, 2013. The sixth motion to extend time to serve summonses was filed on October 25, 2013, seeking to extend the deadline through February 21, 2014. As of the date hereof, no objections to this motion have been received.

C. Other Events During the Chapter 11 Case

1. Debtors’ Retention of Professionals

Since the commencement of the Chapter 11 Cases, Debtors have been represented by Richards, Layton & Finger, P.A. (“**RLF**”) The Court approved the Debtors’ retention and employment of RLF, *nunc pro tunc* to the Petition Date, by its order of December 5, 2011 [Docket No. 111]. In addition, Debtors have retained and employed Zolfo Cooper, LLC, as bankruptcy consultants and special financial advisors, pursuant to the Court’s order of December 5, 2011 [Docket No. 113]; Capstone Financial Group, Inc., as investment bankers in connection with the sale of the assets of F3 Brands, LLC, pursuant to the Court’s order of December 20, 2011 [Docket No. 156]; professionals used in the Debtors’ ordinary course of business, pursuant to the Court’s order of December 20, 2011 [Docket No. 157]; Duckwall & Company, Inc., as auctioneer for sale of certain personal property, pursuant to the Court’s order of January 24, 2012 [Docket No. 215]; and SSG Capital Advisors, LLC (“**SSG**”), as investment bankers *nunc pro tunc* to June 12, 2012, pursuant to the Court’s order of July 10, 2012 [Docket No. 602].

Debtors also have retained Kurtzman Carson Consultants, LLC (“**KCC**”) pursuant to the Court’s order of November 10, 2011 [Docket No. 32]. Among its duties as set forth in the motion filed by the Debtors seeking approval to retain and employ KCC [Docket No. 3], the Debtors have utilized KCC to provide various notices to creditors and parties-in-interest with respect to matters occurring before or filed with the Court and in connection with notices to creditors and parties-in-interest of the Bar Dates set by the Court for the filing of proofs of claims (see below); and in connection with the solicitation of acceptances of and the tabulation of votes on the Plan.

On July 11, 2012, Debtors filed an application to retain Analysis Research Planning Corporation as claims evaluation consultants in connection with Blitz Personal Injury Claims [Docket No. 605] (the “**ARPC Retention**”). AXIS Surplus Insurance Company, Continental Casualty Company and affiliates, Liberty Surplus Insurance Corporation, and Westchester Surplus Lines Insurance Company filed limited objections to the ARPC Retention [respectively, Docket No. 633, 635, 636, and 639]. The hearing on the ARPC Retention has been continued several times, and to date, remains pending with the Court.

2. Formation of the Creditors’ Committee and its Retention of Professionals

On December 21, 2011, the United States Trustee convened a meeting of creditors for the purpose of organizing an official committee of unsecured creditors under sections 1107 and 1108 of the Bankruptcy Code, to represent the collective interests of all unsecured creditors in these cases. The Creditors’ Committee was formed by the United States Trustee consisting of the following seven (7) creditors, which includes four claimants involved in Blitz Product Litigation against Blitz USA:

Jarden Plastic Solutions
Entec Polymers, LLC
Bekum America Corporation
Ronald W. Mills
Eric Balch

David Calder
Karen Gueniot-Kornegay³

The Creditors' Committee retained Lowenstein Sandler, P.C. and Womble Carlyle Sandridge & Rice, LLP as its counsel, which the Court approved by its orders of January 24, 2012 [Docket No. 216] and January 24, 2012 [Docket No. 217], respectively.

3. Monthly Compensation Motion and Order

On November 18, 2011, Debtors filed a motion for approval of procedures for interim compensation and reimbursement of expenses of professionals and official committee members [Docket No. 58]. Debtors proposed that the Bankruptcy Professionals retained by the Debtors and the Creditors' Committee would be paid 80% of their fees and 100% of the expenses on a monthly basis, subject to final Court approval at the conclusion of the Chapter 11 Cases. The Court approved the motion by its Order dated December 5, 2011 [Docket No. 112].

4. Claim Bar Dates

By motion filed on April 27, 2012 [Docket No. 412], Debtors requested that the Bankruptcy Court establish a deadline by which proofs of all claims against Debtors, including, without limitation, claims under section 503(b)(9) of the Bankruptcy Code, but not including Blitz Personal Injury Claims, must be filed in these Chapter 11 Cases. By Order dated May 23, 2012 [Docket No. 463], the Bankruptcy Court established July 13, 2012, as the last date by which proofs of claim against the Debtors, except for Blitz Personal Injury Claims, must be filed in these Chapter 11 Cases.

By motion filed on July 24, 2013 [Docket No. 1539], the Creditors' Committee requested that the Bankruptcy Court establish a deadline by which proofs of all Blitz Personal Injury Claims must be filed against the Debtors. By Order dated August 14, 2013 [Docket No. 1619], the Bankruptcy Court established October 14, 2013, as the last date by which Blitz Personal Injury Claims must be filed in these Chapter 11 Cases.

5. Debtor-in-Possession Financing and Asset Sales

By Order dated December 12, 2011 [Docket No. 132], the Bankruptcy Court authorized Debtors to obtain up to \$5,000,000.00 in principal amount of post-petition financing (the "**DIP Loan**") under a revolving credit facility, under the terms and conditions set forth in the November 28, 2011 Senior Secured, Super-Priority Debtor-in-Possession Credit Agreement (the "**DIP Credit Agreement**") by and among the Debtors, BOK, on behalf of and in its capacity as agent for the Debtors' post-petition lenders (the "**DIP Lenders**").

Pursuant to section 3.1 of the DIP Credit Agreement, Debtors were required to sell certain assets relating to the F3 Brands business line (the "**F3 Brands Assets**"). By Order dated

³ Each of the members of the Committee that assert Blitz Personal Injury Claims against Blitz USA have sought relief from the automatic stay of section 362(a) of the Bankruptcy Code to prosecute their Blitz Product Litigation in the forums in which they filed such Claims.

February 24, 2012, the Bankruptcy Court established certain auction and bidding procedures with respect to the sale of the F3 Brands Assets [Docket No. 275]. Competing bids were due on March 21, 2012, and an auction was held on March 23, 2012. The winning bidder for the F3 Brands Assets was Hopkins Manufacturing Corporation.

On June 29, 2012, Debtors filed a motion for approval of the sale of substantially all of their remaining assets free and clear of liens [Docket No. 574] (the “**Sale Motion**”). In the Sale Motion, Debtors noted that due to the increasing weight of the Blitz Product Litigation, and their inability to obtain renewal liability insurance, Debtors had decided to cease the production of Blitz Products and related business operations as of July 31, 2012, and sell its remaining assets to the highest bidder. Pursuant to its July 17, 2012 Order, the Bankruptcy Court established certain auction and bidding procedures with respect to the Sale Motion [Docket No. 618]. Competing bids were due on September 4, 2012, an auction was held on September 6, 2012; and by its order dated September 11, 2012 [Docket No. 758], the Bankruptcy Court approved the sale of substantially all of the Debtors’ remaining assets free and clear of liens to Scepter Holdings, Inc.

Pursuant to the disbursement of proceeds of the asset sales discussed above, and otherwise, all obligations in connection with (i) the DIP Loan and the DIP Credit Agreement owing to BOK, as agent, and to the DIP Lenders, and (ii) the pre-petition secured loan owing to BOK, as agent, and to the Lenders, have been paid in full and no such obligations remain outstanding.

6. Extension of and Ultimate Lapsing of Debtors’ Exclusive Periods

In a chapter 11 case, a debtor has 120 days after commencement of the case in which to file a proposed plan of reorganization and 180 days after commencement of the case in which to solicit acceptances of such proposed plan. March 8, 2012, was the 120th day after commencement of the Debtors’ Chapter 11 Cases. On March 8, 2012, Debtors filed their motion [Docket No. 293] (the “**Exclusivity Motion**”) requesting an extension of their exclusive periods to file a proposed plan to and including June 6, 2012, and to solicit acceptances to and including August 6, 2012. On March 28, 2012, the Bankruptcy Court entered an order [Docket No. 359] granting the relief requested in the Exclusivity Motion.

On June 6, 2012, Debtors filed their second motion [Docket No. 498] (the “**Second Exclusivity Motion**”) requesting an extension of their exclusive periods to file a proposed plan to and including September 4, 2012, and to solicit acceptances to and including November 5, 2012. On July 5, 2012, the Committee filed an objection to the Second Exclusivity Motion [Docket No. 581], noting that the Debtors had halted operations and intended to sell substantially all of their assets. Debtors responded on July 9, 2012 [Docket No. 585], arguing that the Court should allow it an opportunity to file a liquidating plan. At the July 11, 2012 hearing on the Second Exclusivity Motion, the Bankruptcy Court denied the Second Exclusivity Motion, and the Debtors’ exclusive rights both to file a plan of reorganization and to solicit acceptances of a plan of reorganization lapsed at that time.

7. The Creditors’ Committee’s Dispute with Kinderhook

In connection with its investigation of the Debtors' assets, the Creditors' Committee began investigating certain pre-petition transactions between the Debtors and their owners, Kinderhook. As part of the investigation, the Creditors' Committee examined, among other things, (a) certain potential fraudulent transfers between the Debtors and Kinderhook, (b) whether Kinderhook exerted undue influence and control over the Debtors, and (c) whether Kinderhook was liable, in whole or in part, for the damages asserted by holders of Blitz Personal Injury Claims. After initial efforts at consensual discovery were unsuccessful, the Creditors' Committee filed requests for Rule 2004 examinations of Kinderhook and the Debtors' prior owner, Crestwood Holdings, Inc. [Docket No. 420, 422, 734].

Following discovery, the Creditors' Committee filed three separate motions for standing to prosecute claims on behalf of the USA Debtors' Estates against Kinderhook and certain non-debtor affiliates of the Debtors, including the Reliance Entities [Docket No. 735, 978, 1249]. In its third motion for standing, the Creditors' Committee attached a complaint setting forth fourteen (14) counts against Kinderhook and BAH, among others. The complaint generally sought the return of amounts paid to Kinderhook and the value of the Reliance Entities to the Estates of the USA Debtors on the basis of claims for (a) declaratory judgment; (b) unjust enrichment; (c) constructive trust; (d) conversion; (e) avoidance of fraudulent transfers; and (f) recovery of preference payments.

Approximately one month later, on March 25, 2013, Crestwood Holdings, Inc. filed a motion seeking to convert the USA Debtors' Chapter 11 Cases from chapter 11 to chapter 7 of the Bankruptcy Code [Docket No. 1350]. This motion and related discovery were continued indefinitely by stipulation filed on April 12, 2013 [Docket No. 1400].

Facing the threat of potential inter-Debtor litigation arising from the Third Standing Motion, on April 3, 2013, the boards of directors of the BAH Debtors approved the engagement of Young Conaway Stargatt & Taylor, LLP ("YCST") to represent the Holdings Debtors in these Chapter 11 Cases. The BAH Debtors filed the motion to retain YCST on April 10, 2013 [Docket No. 1390] and the Bankruptcy Court approved the retention by Order on May 29, 2013 [Docket No. 1473].

D. Plan Settlements

1. Background

As noted above, the Debtors filed these Chapter 11 Cases to formulate a uniform mechanism to address the Blitz Personal Injury Claims. As of July 24, 2013, the Debtors remained a defendant in thirty-six (36) lawsuits involving Blitz Personal Injury Claims. As of that same date, the Debtors primary customer, Wal-Mart, was a defendant in twenty-five (25) lawsuits involving Blitz Personal Injury Claims, not all of which named one or more of the Debtors as a defendant. Kinderhook and Crestwood were also named as defendants in certain of these lawsuits.

The primary assets available for the Debtor to fund distributions to the holders of Blitz Personal Injury Claims are the Blitz Insurance Policies. These policies were issued between July 31, 2002 and July 31, 2012 and consisted of a varying amounts of primary, umbrella and excess

general liability coverage. The coverage available under the applicable policies is dependent on a number of factors including the date the injuries occurred, the number and amount of paid claims against the policy and the satisfaction of applicable deductibles and SIRs.

Throughout the course of these Chapter 11 Cases, the Proponents, Wal-Mart and certain Blitz Insurers have engaged in intense, and often fractious, settlement discussions with respect to the insurance coverage and claim issues in an effort to resolve their outstanding disputes.

2. Court Ordered Mediation and Continued Settlement Discussions

By Order dated August 13, 2012 [Docket No. 666] (the “**Mediation Order**”), the Bankruptcy Court appointed Chief Bankruptcy Judge Kevin Gross to assist the Debtors, the Creditors’ Committee and other parties in interest in resolving issues concerning the formulation and confirmation of a chapter 11 plan. Pursuant to the Mediation Order, representatives of several parties, in addition to Debtors and the Creditors’ Committee, were invited and encouraged to participate in the mediation, including Wal-Mart, Kinderhook, Crestwood, certain holders of Blitz Personal Injury Claims, and the Participating Insurers. Several formal mediation sessions were held starting September 4, 2012 and continuing through December 7, 2012, with other, informal, meetings and communications relating to the mediation having occurred both within and after such period.

Despite Judge Gross’s having concluded the mediation [*see* Docket No. 957] without a settlement, several parties, including Wal-Mart, the Participating Insurers, the Creditors’ Committee and the Participating Blitz Personal Injury Claimants agreed to add the Hon. Richard Cohen (Ret.) (a former New Jersey Appellate Division Judge) to the process. Judge Cohen was chosen for his experience, having mediated many large mass tort cases, including 17 multi-party products and construction defect cases involving complex insurance coverage issues.

Judge Cohen oversaw four all-day mediation meetings, which were held on February 5, 2013; February 15, 2013; March 8, 2013; and May 17, 2013. Plaintiff lawyers representing a majority of known holders of Blitz Personal Injury Claims, whose clients’ claims are diverse as to type and value, attended these mediation sessions. Counsel and business representatives for Wal-Mart and two or more of the Participating Insurers also attended each of these mediation sessions.

3. The Insurance Settlement

After nearly one year of intense mediation sessions and as a result of the tireless efforts of Judge Gross and Judge Cohen, the Insurance Settling Parties reached an agreement that is set forth in the Insurance Settlement Term Sheet. The key terms of the settlement are as follows:⁴

⁴ The information provided below is for summary purposes only and is qualified in all respects by reference to the actual terms of the Insurance Settlement Term Sheet. To the extent this summary is inconsistent with the terms of the Insurance Settlement Term Sheet, the Insurance Settlement Term Sheet controls.

- a. The Participating Insurers and Wal-Mart collectively shall contribute the Insurance Settlement Payment to the Blitz Personal Injury Trust to satisfy Blitz Personal Injury Claims.
- b. The Participating Insurers will withdraw their proofs of claim (or waive or gift them with the consent of the Creditors' Committee) against the Debtors.
- c. Wal-Mart will waive any and all Claims it may have against the Debtors arising prior to July 31, 2012, including, but not limited to its contribution and indemnity claim filed against the Debtors, which Wal-Mart currently asserts to be in excess of \$3 million. To the extent that Wal-Mart has a claim against the Debtors arising on or after July 31, 2012, Wal-Mart shall retain such claims but shall waive any right to distribution from any of the Debtors' Estates, the Blitz Liquidating Trust or the Blitz Personal Injury Trust.
- d. Separate, apart and in addition to its contribution to the Insurance Settlement Payment, Wal-Mart will pay the Debtors \$1.54 million in payables, which it has previously asserted was subject to a right of setoff. Such payment shall be considered an asset of the Blitz USA, Inc. Estate and shall not be contributed to, or otherwise be construed as an asset of, the Blitz Personal Injury Trust.
- e. The Participating Insurer Policies will be repurchased by the Participating Insurers.
- f. The Assigned Blitz Insurance Policies will be assigned to the Blitz Personal Injury Trust.
- g. All Blitz Personal Injury Trust Claims against the Protected Parties will be channeled to the Blitz Personal Injury Trust for review, resolution and payment in accordance with the Blitz Personal Injury TDP.
- h. The Protected Parties will receive a release from any and all Blitz Personal Injury Trust Claims.
- i. No Insurance Settlement Party may make any statement to the media concerning the Insurance Settlement except as provided in paragraph 33 of the Insurance Settlement Term Sheet.
- j. **All of the foregoing actions are contingent upon the approval of the Plan and the BAH Settlement Agreement. In the event the Plan is not confirmed pursuant to a Final Order, none of the Debtors, nor their Estates, Creditors and/or Equity Interest**

holders will receive the benefits associated with the Insurance Settlement.

- k. If Wal-Mart or any Participating Insurer defaults and does not pay its agreed upon share of the Insurance Settlement Payment, the defaulting party shall not receive any of the benefits associated with the Insurance Settlement including the Releases, the Channeling Injunction or the Insurance Policy Buy-Back until the defaulting party fulfills its payment obligations in full.
- l. If Wal-Mart and the Participating Insurers collectively pay less than 80% of the Insurance Settlement Payment by the Payment Date (as defined in the Insurance Settlement Term Sheet) and the Insurance Settlement is terminated in accordance with paragraph 3 of the Insurance Settlement Term Sheet, no Released Party shall receive any of the benefits provided by the Insurance Settlement, including but not limited to, the Releases, the Channeling Injunction or the Insurance Policy Buy-Back and all amounts paid by Wal-Mart or the Participating Insurers shall be returned to the paying party.

4. The BAH Settlement

As the settlement discussions underlying the Insurance Settlement were progressing, the Debtors, the Creditors' Committee, Kinderhook and Crestwood met to negotiate the resolution of the claims amongst themselves, as reflected in the BAH Term Sheet. The key terms of the settlement are as follows:⁵

- a. BAH will pay to the USA Debtors or their designee(s) the BAH Settlement Payment.
- b. The BAH Releasers will release all claims against the BAH Released Parties.
- c. The BAH Settling Parties will release all claims against the BAH Releasers and each of their aforementioned's officers, directors, affiliates, subsidiaries, current and former shareholders, members, employees, professionals, advisors, consultants, representatives, attorneys, other agents or successors of any of them; *provided, however*, that the Flick Claim shall not be released.
- d. All Blitz Personal Injury Claims against the BAH Settling Parties will be channeled to the Blitz Personal Injury Trust for review,

⁵ The information provided below is for summary purposes only and is qualified in all respects by reference to the actual terms of the BAH Settlement Term Sheet. To the extent this summary is inconsistent with the terms of the BAH Settlement Term Sheet, the BAH Settlement Term Sheet controls.

resolution and payment in accordance with the Blitz Personal Injury TDP.

- e. Any value remaining in the BAH Estate after the payment of the BAH Settlement Payment shall be for the sole benefit of professional fees incurred by counsel to BAH and holders of Allowed Claims against the BAH Debtors' Estates other than the Excluded Creditors.
- f. Any Claim filed by a member of the Creditors' Committee or by a Participating Blitz Personal Injury Claimant against the BAH Debtors shall be withdrawn.
- g. Subject to the priorities of distribution set forth in the Bankruptcy Code, the Creditors' Committee may determine the allocation of the BAH Settlement Payment among the Creditors of the USA Debtors in their discretion without consulting the BAH Settling Parties; *provided, however*, that the BAH Settling Parties shall bear no responsibility for any shortfall in satisfying any Claims against the USA Debtors. The BAH Settling Parties understand that the BAH Settlement Payment will be allocated to satisfying Administrative Expense Claims and General Unsecured Claims against the USA Debtors.
- h. The BAH Released Parties shall be Protected Parties under the Plan and shall receive Releases to the broadest extent provided to any other Entity under the Plan.
- i. **All of the foregoing actions are contingent upon the approval of the Plan and the Insurance Settlement Agreement. In the event the Plan is not confirmed pursuant to a Final Order, none of the Debtors, nor their Estates, Creditors and/or Equity Interest holders will receive the benefits associated with the BAH Settlement.**

5. Approval of the Plan Support Agreements

Upon execution of the Insurance Settlement Term Sheet and the BAH Settlement Term Sheet, the Proponents filed the Settlement Motions on July 24, 2013. Several parties in interest, including the U.S. Trustee and certain holders of Blitz Personal Injury Claims, filed objections to the Settlement Motions asserting that they improperly sought substantive relief that was only available, if at all, through a plan and seeking additional information in connection with the Settlement Motions. After extensive discussions regarding the extent of the relief sought, the Proponents submitted revised forms of order that approved the Insurance Settlement Term Sheet and the BAH Settlement Term Sheet as plan support agreements. After a hearing on the Settlement Motions, the Bankruptcy Court entered the Insurance Settlement Order and the BAH Settlement Order on August 14, 2013.

6. The Insurance Policy Buy-Back

As revised, the Insurance Settlement Order and the BAH Settlement Order reserved all other relief requested in the Settlement Motions for future hearings, absent the presentation of an agreed upon order by the Proponents and the objecting parties. Consistent with those orders, the Bankruptcy Court entered an agreed scheduling order setting an evidentiary hearing on whether the relief requested in the Insurance Settlement Motion with respect to the Insurance Policy Buy-Back should be approved. A hearing on the merits of the Insurance Policy Buy-Back is scheduled for November 19, 2013 at 9:00 a.m., and discovery has commenced with respect to the issues related to the Insurance Policy Buy-Back. The scheduling order setting the hearing on the Insurance Policy Buy-Back expressly preserves all parties' rights to raise issues under section 1129(a) of the Bankruptcy Code in connection with any objections to confirmation of the Plan, notwithstanding the entry of the Insurance Policy Buy-Back Order.

IV.

THE PLAN

A. General Overview of the Plan

The Plan represents a good faith compromise of certain Claims and controversies pursuant to section 1123 of the Bankruptcy Code and Bankruptcy Rule 9019.

The principal features of the Plan are the establishment of two trusts pursuant to section 105 of the Bankruptcy Code: (i) a Blitz Personal Injury Trust, for payment of Blitz Personal Injury Trust Claims; and (ii) a Blitz Liquidating Trust, for the benefit of all holders of all other Claims against the USA Debtors. Each of the Blitz Personal Injury Trust and the Blitz Liquidating Trust will be established to administer and resolve specific Claims and each will be subject to its own trust agreement and its own rules with respect to the administration and satisfaction of Claims.

The Blitz Personal Injury Trust will provide a streamlined system for the resolution of any Blitz Personal Injury Trust Claim against any Protected Party. All Blitz Personal Injury Trust Claims will be channeled to the Blitz Personal Injury Trust for resolution in accordance with the terms of the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP.

Blitz Personal Injury Trust Claims will receive Distributions from the Blitz Personal Injury Trust Assets. In exchange for the Release and the Channeling Injunction, the Participating Insurers and Wal-Mart will contribute the Insurance Settlement Payment to the Blitz Personal Injury Trust to fund Distributions to the holders of Blitz Personal Injury Trust Claims. In addition, pursuant to the terms of the Plan, all of the Debtors' rights under the Assigned Blitz Insurance Policies will be assigned to the Blitz Personal Injury Trust.

All Protected Parties will upon confirmation of the Plan be protected by a channeling injunction issued under and pursuant to section 105(a) of the Bankruptcy Code. Protected Parties also are entitled to indemnification by the Blitz Personal Injury Trust to the extent they are sued for or are adjudged liable for any Blitz Personal Injury Trust Claim. The Plan also provides for the Participating Blitz Personal Injury Claimants that serve on the Creditors' Committee to select the Blitz Personal Injury Trustee, and members of the Blitz Personal Injury TAC, all subject to approval by the Bankruptcy Court.

Section 105(a) of the Bankruptcy Code and other sections of the Bankruptcy Code authorize the Bankruptcy Court to enter the type of "channeling injunction" contemplated by the Plan, pursuant to which all Blitz Personal Injury Trust Claims will be channeled to the Blitz Personal Injury Trust. Following issuance of the Channeling Injunction, holders of Blitz Personal Injury Trust Claims will be permanently enjoined from seeking satisfaction of their Blitz Personal Injury Trust Claims against the Debtors or any other Protected Party other than through the processes established in connection with the Blitz Personal Injury Trust pursuant to the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP. The contributions of the Participating Insurers, Wal-Mart and other Protected Parties,

if any, directly or indirectly, to the Blitz Personal Injury Trust are expressly conditioned upon entry of an order issuing the Channeling Injunction.

Claims against the USA Debtors (other than the Blitz Personal Injury Trust Claims) shall be administered and treated in accordance with the terms of the Plan by and through the Blitz Liquidating Trust. The Blitz Liquidating Trust will have the responsibility of liquidating all assets of the USA Debtors other than Blitz Personal Injury Trust Assets, and for making Distributions to the holders of Allowed Claims against the USA Debtors other than the holders of Blitz Personal Injury Trust Claims.

Claims against the BAH Debtors (other than the Blitz Personal Injury Trust Claims) shall be administered and treated in accordance with the terms of the Plan by the BAH Plan Administrator. The BAH Plan Administrator will have the responsibility of liquidating all assets of the BAH Debtors, and for making Distributions to holders of Allowed Claims against the BAH Debtors other than the holders of Blitz Personal Injury Trust Claims.

B. Treatment of Administrative Expenses and Unclassified Claims

1. General.

Subject to the Bar Date provisions set forth in section 2.3 of the Plan, unless otherwise agreed to by the Blitz Liquidating Trustee or the BAH Plan Administrator, as applicable, and the holder of a particular Administrative Expense Claim, each holder of an Allowed Administrative Expense Claim shall receive Cash equal to the unpaid portion of such Allowed Administrative Expense Claim on the later of (a) the Effective Date or as soon thereafter as is reasonably practicable, and (b) such other date as is mutually agreed upon by the Blitz Liquidating Trustee or the BAH Plan Administrator, as applicable, and the holder of such Claim. Allowed Administrative Expense Claims against the USA Debtors shall be satisfied solely out of the Blitz Liquidating Trust and Allowed Administrative Expense Claims against the BAH Debtors shall be satisfied solely out of the BAH Debtors' Estates. All Allowed Administrative Expense Claims of Bankruptcy Professionals shall be satisfied solely out of the Blitz Liquidating Trust, except for the Allowed Administrative Expense Claims of Young Conaway Stargatt & Taylor, LLP, which shall be satisfied solely out of the BAH Debtors' Estates.

2. Payment of Judicial Fees.

All fees payable pursuant to 28 U.S.C. § 1930 shall be paid on the earlier of when due or the Effective Date, or as soon thereafter as practicable. From and after the Effective Date, the Blitz Liquidating Trust shall be liable for and shall pay the fees assessed against the USA Debtors' estate under 28 U.S.C. § 1930 until entry of a final decree closing the Cases. In addition, the Blitz Liquidating Trustee, shall, on behalf of the USA Debtors' Estates, file post-confirmation quarterly reports in conformity with the U.S. Trustee guidelines, until entry of an order closing or converting the USA Debtors' Chapter 11 Cases. The USA Debtors shall file all pre-confirmation monthly operating reports prior to the Confirmation Hearing. BAH shall be liable for and shall pay the fees assessed against the BAH Debtors' Estates under 28 U.S.C. § 1930 and BAH and/or the BAH Plan Administrator shall file post-confirmation quarterly reports in conformity with the U.S. Trustee guidelines until entry of an order closing or

converting the BAH Debtors' Chapter 11 Cases. The U.S. Trustee shall not be required to file a request for payment of its quarterly fees, which shall be treated as if they are Administrative Claims and will be paid by the BAH Debtors and/or the Blitz Liquidating Trustee, as applicable.

3. Bar Dates for Filing Claims by Holders of Administrative Expense Claims and Bankruptcy Professionals.

Confirmation of the Plan shall establish, and the Confirmation Order shall be the order establishing, a bar date for Administrative Expense Claims (other than Section 503(b)(9) Claims) in the Chapter 11 Cases. The bar date for filing Administrative Expense Claims (other than Section 503(b)(9) Claims, which Claims were required to be filed by July 13, 2012 pursuant to the Bar Date Order) shall be the first Business Day that is at least 45 days after the Effective Date (the "**Administrative Claims Bar Date**") unless a later date is otherwise approved or such time is extended by the Bankruptcy Court. All (i) holders of Administrative Expense Claims that have not been Allowed by Final Order of the Bankruptcy Court and (ii) Bankruptcy Professionals requesting compensation or reimbursement of expenses pursuant to sections 327, 328, 330, 331, 503(b) or 1103 of the Bankruptcy Code for services rendered during the Chapter 11 Cases (including, without limitation, any compensation requested by any Bankruptcy Professional or any other Entity for making a substantial contribution to the Chapter 11 Cases), shall file with the Bankruptcy Court, as applicable, a request for Allowance of their Administrative Expense Claim (which request shall specify whether the Claim is asserted against the USA Debtors or the BAH Debtors), or, in the case of Bankruptcy Professionals, an application for final allowance of compensation and reimbursement of expenses on or before the Administrative Claims Bar Date.

Any objection to timely filed requests for Allowance of Administrative Expense Claims or of applications of Bankruptcy Professionals for compensation or reimbursement of expenses must be filed and served on the Debtors, the Creditors' Committee, the U.S. Trustee, and the claimant or Bankruptcy Professional to whose request or application any objection is addressed no later than 30 days after the Administrative Claims Bar Date.

C. Classification and Treatment of Claims and Equity Interests

1. Classification of Claims and Equity Interests

The Plan provides for the classification of Claims and Equity Interests for all purposes, including, without express or implied limitation, voting, confirmation, and distribution pursuant to the Plan, as follows:

<u>Class</u>	<u>Description</u>	<u>Status</u>	<u>Voting Rights</u>
Class 1(a)	Priority Claims against the USA Debtors	Not Impaired	Not entitled to vote
Class 1(b)	Priority Claims against the BAH Debtors	Not Impaired	Not entitled to vote

Class 2(a)	Secured Claims against the USA Debtors	Not Impaired	Not entitled to vote
Class 2(b)	Secured Claims against the BAH Debtors	Not Impaired	Not entitled to vote
Class 3(a)	General Unsecured Claims against the USA Debtors	Impaired	Entitled to vote
Class 3(b)	General Unsecured Claims against the BAH Debtors	Impaired	Entitled to vote
Class 4(a)	Blitz Personal Injury Trust Claims against the USA Debtors	Impaired	Entitled to vote
Class 4(b)	Blitz Personal Injury Trust Claims against the BAH Debtors	Impaired	Entitled to vote
Class 5(a)	Intercompany Claims against the USA Debtors	Impaired	Not entitled to vote
Class 5(b)	Intercompany Claims against the BAH Debtors	Impaired	Not entitled to vote
Class 6(a)	Equity Interests in the USA Debtors	Impaired	Not entitled to vote
Class 6(b)	Equity Interests in the BAH Debtors	Impaired	Not entitled to vote

2. Treatment of Claims and Equity Interests against the USA Debtors.

The Plan provides for the following treatment of Claims and Equity Interests against the USA Debtors:

Class 1(a): Priority Claims against the USA Debtors. Each holder of an Allowed Class 1(a) Claim not otherwise paid pursuant to an Order of the Bankruptcy Court will be paid, from the Blitz Liquidating Trust Assets, the Allowed Amount of its Claim, in full, in Cash, on the Effective Date or as soon as practical thereafter. Holders of Class 1(a) Claims are Unimpaired, are not entitled to vote on the Plan, will not be solicited to vote on the Plan, and are deemed to have accepted the Plan.

Class 2(a): Allowed Secured Claims against the USA Debtors. The Blitz Liquidating Trustee will take the following action with respect to each holder of an Allowed Secured Claim against the USA Debtors: (a) distribute the collateral securing such Allowed Secured Claim; (b) distribute Cash in an amount equal to the proceeds actually realized from the sale, pursuant to section 363(b) of the Bankruptcy Code, of any collateral securing such Allowed Secured Claim, less the actual costs and expenses of disposing of such collateral; or (c) effect such other

treatment of such Allowed Secured Claim as may be mutually agreed upon between the holder of such Allowed Secured Claim and the Blitz Liquidating Trustee on the later of (i) the Effective Date and (ii) the tenth Business Day of the first month following the month in which such Claim becomes an Allowed Secured Claim, or as soon after such dates as is practicable. Each holder of an Allowed Secured Claim in Class 2(a) will retain the Liens securing such Claim as of the Confirmation Date, until such Claims are paid in full or otherwise satisfied in accordance with the Plan. Holders of Class 2(a) Claims are Unimpaired, are not entitled to vote on the Plan, will not be solicited to vote on the Plan, and are deemed to have accepted the Plan.

Class 3(a): General Unsecured Claims against the USA Debtors. Each holder of an Allowed Class 3(a) Claim will receive in full and final satisfaction, settlement, and release of and in exchange for such Allowed Class 3(a) Claim, its Pro Rata share of the Blitz Liquidating Trust Assets remaining after payment of Distributions on account of all Allowed Administrative Expense Claims against the USA Debtors, Allowed Priority Claims against the USA Debtors and any expenses of the Blitz Liquidating Trust. Holders of these Claims are impaired and are entitled to vote to accept or reject the Plan.

Class 4(a): Blitz Personal Injury Trust Claims against the USA Debtors. On the Effective Date, all Blitz Personal Injury Trust Claims shall be released as against the Debtors pursuant to the terms and conditions of the Plan and the Blitz Personal Injury Trust Documents. Pursuant to the Channeling Injunction, each holder of a Blitz Personal Injury Trust Claim shall have its Claim permanently channeled to the Blitz Personal Injury Trust, and such Blitz Personal Injury Trust Claim may thereafter be asserted exclusively against the Blitz Personal Injury Trust and resolved in accordance with the terms, provisions and procedures of the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP. For the avoidance of doubt, holders of Blitz Personal Injury Trust Claims are not entitled to receive distributions or other payment of funds from the Blitz Liquidating Trust on behalf of, related to or with respect to such Blitz Personal Injury Trust Claims. Holders of such Blitz Personal Injury Trust Claims are, subject to the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP, enjoined from filing any future litigation, claims or causes of action arising out of such Blitz Personal Injury Trust Claims against the Debtors and/or any of the Protected Parties, and may not proceed in any manner against the Debtors and/or any of the Protected Parties in any forum whatsoever, including, without limitation, any state or federal court or administrative or arbitral forum, and are required to pursue their Blitz Personal Injury Trust Claims against the Blitz Personal Injury Trust solely as provided in the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP. Holders of these Claims are Impaired and are entitled to vote to accept or reject the Plan.

Class 5(a): Intercompany Claims against the USA Debtors. On the Effective Date, pursuant to and subject to the settlements described herein, Intercompany Claims against the USA Debtors shall not be entitled to any Distribution under the Plan and such claims shall be cancelled and discharged on the Effective Date. Holders of these Claims will receive no Distributions under the Plan in respect of such Intercompany Claims and are deemed to have rejected the Plan.

Class 6(a): Equity Interests in the USA Debtors. All Equity Interests in the USA Debtors will be cancelled and terminated on the Effective Date of the Plan. The holders of these

Equity Interests will receive no Distributions under the Plan in respect of such Equity Interests and are deemed to have rejected the Plan.

3. Treatment of Claims and Equity Interests against the BAH Debtors.

The Plan provides for the following treatment of Claims and Equity Interests against the BAH Debtors:

Class 1(b): Priority Claims against the BAH Debtors. Each holder of an Allowed Class 1(b) Claim not otherwise paid pursuant to an Order of the Bankruptcy Court will be paid, by the BAH Plan Administrator, from the assets of the BAH Debtors' Estates, the Allowed Amount of its Claim, in full, in Cash, on the Effective Date or as soon as practical thereafter. Holders of Class 1(b) Claims are Unimpaired, are not entitled to vote on the Plan, will not be solicited to vote on the Plan, and are deemed to have accepted the Plan.

Class 2(b): Allowed Secured Claims against the BAH Debtors. The BAH Debtors will take the following action with respect to each holder of an Allowed Secured Claim against the BAH Debtors: (a) distribute the collateral securing such Allowed Secured Claim; (b) distribute Cash in an amount equal to the proceeds actually realized from the sale, pursuant to section 363(b) of the Bankruptcy Code, of any collateral securing such Allowed Secured Claim, less the actual costs and expenses of disposing of such collateral; or (c) effect such other treatment of such Allowed Secured Claim as may be mutually agreed upon between the holder of such Allowed Secured Claim and the BAH Plan Administrator on the later of (i) the Effective Date and (ii) the tenth Business Day of the first month following the month in which such Claim becomes an Allowed Secured Claim, or as soon after such dates as is practicable. Each holder of an Allowed Secured Claim in Class 2(b) will retain the Liens securing such Claim as of the Confirmation Date, until such Claims are paid in full or otherwise satisfied in accordance with the Plan. Holders of Class 2(b) Claims are Unimpaired, are not entitled to vote on the Plan, will not be solicited to vote on the Plan, and are deemed to have accepted the Plan.

Class 3(b): General Unsecured Claims against the BAH Debtors. Each holder of an Allowed Class 3(b) Claim will receive in full and final satisfaction, settlement, and release of and in exchange for such Allowed Class 3(b) Claim, its Pro Rata share of the BAH Debtors' assets remaining after payment of Distributions on account of all Allowed Administrative Expense Claims against the BAH Debtors, Allowed Priority Claims against the BAH Debtors and Allowed Secured Claims against the BAH Debtors. Holders of these Claims are impaired and are entitled to vote to accept or reject the Plan.

Class 4(b): Blitz Personal Injury Trust Claims against the BAH Debtors. On the Effective Date, all Blitz Personal Injury Trust Claims shall be released as against the Debtors pursuant to the terms and conditions of the Plan and the Blitz Personal Injury Trust Documents. Pursuant to the Channeling Injunction, each holder of a Blitz Personal Injury Trust Claim shall have its Claim permanently channeled to the Blitz Personal Injury Trust, and such Blitz Personal Injury Trust Claim may thereafter be asserted exclusively against the Blitz Personal Injury Trust and resolved in accordance with the terms, provisions and procedures of the Blitz Personal Injury TDP. For the avoidance of doubt, holders of Blitz Personal Injury Trust Claims are not entitled to receive distributions or other payment of funds from the BAH Plan Administrator, the BAH

Debtors, or their Estates, on behalf of, related to or with respect to such Blitz Personal Injury Trust Claims. Holders of such Blitz Personal Injury Trust Claims are, subject to the Blitz Personal Injury TDP, enjoined from filing any future litigation, claims or causes of action arising out of such Blitz Personal Injury Trust Claims against the Debtors and/or any of the Protected Parties, and may not proceed in any manner against the Debtors and/or any of the Protected Parties in any forum whatsoever, including, without limitation, any state or federal court or administrative or arbitral forum, and are required to pursue their Blitz Personal Injury Trust Claims against the Blitz Personal Injury Trust solely as provided in the Blitz Personal Injury TDP. Holders of these Claims are Impaired and are entitled to vote to accept or reject the Plan.

Class 5(b): Intercompany Claims against the BAH Debtors. On the Effective Date, pursuant to and subject to the settlements described herein and performed by the parties thereunder, Intercompany Claims against the BAH Debtors shall not be entitled to any distribution under the Plan and such claims shall be cancelled and discharged on the Effective Date. Holders of these Claims will receive no Distributions under the Plan in respect of such Intercompany Claims and are deemed to have rejected the Plan.

Class 6(b): Equity Interests in the BAH Debtors. All Equity Interests in the BAH Debtors will be cancelled and terminated on the Effective Date of the Plan. The holders of these Equity Interests will receive no Distributions under the Plan in respect of such Equity Interests and are deemed to have rejected the Plan.

4. General Provisions in Respect of Distributions Under the Plan Applicable to all Claims.

Unless otherwise set forth in the Blitz Personal Injury TDP, the following general provisions shall apply to distributions on account of Allowed Claims: (i) any Distribution to be made pursuant to the Plan shall be deemed to have been timely made if made within ten (10) business days of the time specified in the Plan; (ii) unless the Entity receiving a payment agrees otherwise, any payment in Cash to be made under the Plan shall be made by check drawn on a domestic bank, or by wire transfer from a domestic bank; (iii) the Blitz Liquidating Trustee, the Blitz Personal Injury Trustee or the BAH Plan Administrator, as applicable, shall withhold from any assets or property distributed under the Plan any assets or property which must be withheld for foreign, federal, state and local taxes payable with respect thereto or payable by the Entity entitled to such assets to the extent required by applicable law; (iv) to the extent that any Allowed Claim entitled to a Distribution under the Plan is comprised of indebtedness and accrued but unpaid interest thereon, such Distribution shall, for tax purposes, be allocated to the principal amount of the Claim first and then, to the extent the consideration exceeds the principal amount of the Claim, to accrued but unpaid interest; (v) unless otherwise specifically provided for in the Plan or Confirmation Order, or required by applicable bankruptcy law, postpetition interest shall not accrue or be paid on any Claims, and no holder of a Claim shall be entitled to interest accruing on or after the Petition Date on any Claim; and (vi) interest shall not accrue or be paid upon any Disputed Claim in respect of the period from the Effective Date to the date a Distribution is made thereon if and after such Disputed Claim becomes an Allowed Claim.

Any Cash, assets, and other property to be distributed under the Plan that cannot be delivered to the Entity entitled thereto (including by an Entity's failure to negotiate a check

issued to such Entity) before the later of (a) one year after the Effective Date, or (b) six months after an order allowing such Entity's Claim becomes a Final Order, shall become vested in, and shall be transferred to, the Blitz Personal Injury Trust, the Blitz Liquidating Trust or the BAH Debtors' Estates, as applicable, notwithstanding state or other escheat or similar laws to the contrary. In such event, such Entity's Claim shall no longer be deemed to be Allowed and such Entity shall be deemed to have waived its rights to such payments or Distributions under the Plan pursuant to section 1143 of the Bankruptcy Code, shall have no further Claim in respect of such Distribution and shall not participate in any further Distributions under the Plan with respect to such Claim. Distributions to holders of Allowed Claims shall be made to the address of the holder of such Claim as indicated on the records of the Debtors, or if a proof of claim has been filed, to the address on the proof of claim, unless the Blitz Liquidating Trustee, the Blitz Personal Injury Trustee or the BAH Plan Administrator, as the case may be, is instructed otherwise by a signed writing from the holder of such Allowed Claim. Notwithstanding anything to the contrary contained in the Plan, no Cash payments of \$10 or less will be made.

5. Plan Provisions for Treatment of Contingent and/or Disputed Claims Other than Blitz Personal Injury Claims.

Under the Plan, with respect to Claims that are not Blitz Personal Injury Claims, holders of Contingent Claims shall be paid only after such Claims have become fixed and/or liquidated. No interest shall be paid on account of a Contingent Claim except as provided in section 506(b) of the Bankruptcy Code. Except as otherwise provided for Blitz Personal Injury Trust Claims under the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP, (i) any Contingent Claim that has not become fixed or liquidated on or before two years after the Effective Date shall be deemed waived, disallowed and expunged unless the holder of such Claim has, on or before two years following the Effective Date, filed a request with the Bankruptcy Court requesting estimation of such Claim for purposes of allowance pursuant to section 502(c) of the Bankruptcy Code and (ii) after the later of two years following the Effective Date and the entry of Final Orders on any timely filed requests for estimation no cash reserves will be held for Contingent Claims and any funds previously held for such purposes may be distributed to the holders of Allowed Claims.

6. Objection to Claims and Prosecution of Disputed Claims.

The Blitz Liquidating Trustee shall object to the allowance of Claims against the USA Debtors (other than Blitz Personal Injury Trust Claims) filed with the Bankruptcy Court with respect to which the Blitz Liquidating Trustee disputes liability in whole or in part. The BAH Plan Administrator shall object to the allowance of Claims against the BAH Debtors (other than Blitz Personal Injury Trust Claims) filed with the Bankruptcy Court with respect to which BAH Debtors dispute liability in whole or in part. The failure of the Debtors, the Blitz Liquidating Trustee and/or the BAH Plan Administrator to object to or to re-examine any Claim shall not be deemed to be a waiver of the right to object to or to re-examine such Claim in whole or in part to determine its allowability. The Debtors, the Blitz Liquidating Trustee and/or the BAH Plan Administrator shall not be required to object to any Claim where the Debtors, the Blitz Liquidating Trustee and/or the BAH Plan Administrator has determined in its good faith reasonable discretion that objection to such Claim would not be in the best interest of the Debtors' Estates or the Blitz Liquidating Trust, as the case may be. The Blitz Liquidating

Trustee shall have the right to compromise and settle any General Unsecured Claim against the USA Debtors after the Effective Date without notice to Creditors or order of the Bankruptcy Court. The BAH Plan Administrator shall have the right to compromise and settle any General Unsecured Claim against the BAH Debtors after the Effective Date without notice to Creditors or order of the Bankruptcy Court. Notwithstanding anything to the contrary in this paragraph, the rights of any Participating Insurer under the Bankruptcy Code to initiate and/or participate in any objection to any Claim is hereby preserved.

7. Distributions by the Blitz Liquidating Trust and the BAH Plan Administrator on Account of Contingent Claims and Disputed Claims Other Than Blitz Personal Injury Trust Claims.

Payments and distributions to each holder of a Contingent Claim, a Disputed Claim (other than a Blitz Personal Injury Trust Claim) or any other Claim that is not an Allowed Claim, to the extent that such Claim ultimately becomes an Allowed Claim, shall be made in accordance with the Plan, including the provisions governing the Class of Claims in which such Claim is classified. As soon as practicable after the date that any Disputed Claim (other than a Blitz Personal Injury Trust Claim) is Allowed or any Contingent Claim becomes fixed or liquidated, in whole or in part, the Blitz Liquidating Trustee or BAH Plan Administrator, as appropriate, shall distribute to the holder of such Claim any Cash that would have been distributed to such holder if the Claim had been an Allowed Claim on the Effective Date. No distribution shall be made with respect to all or any portion of any Disputed Claim (other than a Blitz Personal Injury Trust Claim) pending the entire resolution thereof. Distribution shall be made as soon as practicable with respect to any portion of a Contingent Claim that becomes fixed or liquidated. Nothing in section 3.6.3 of the Plan shall affect the allowance, liquidation or payment of Blitz Personal Injury Trust Claims.

8. Cash Reserves.

On the Effective Date, the Blitz Liquidating Trustee shall establish the USA Debtors Contingent Claims Cash Reserve and the USA Debtors Disputed Claims Cash Reserve, and the BAH Plan Administrator shall establish the BAH Debtors Contingent Claims Cash Reserve and the BAH Debtors Disputed Claims Cash Reserve. The Cash held in the Cash Reserves shall be held in trust for the benefit of holders of the applicable Contingent Claims and Disputed Claims (other than Blitz Personal Injury Claims) pending determination of their entitlement thereto. Neither the Blitz Liquidating Trustee nor the BAH Plan Administrator shall make Distributions to the holders of Contingent Claims or Disputed Claims (other than Blitz Personal Injury Claims) in an aggregate amount in excess of the applicable Cash Reserve. To the extent that, after the Effective Date, any Disputed Claim (other than Blitz Personal Injury Trust Claims) is disallowed and expunged, in whole or in part, or any Contingent Claim is eliminated, the Blitz Liquidating Trustee or BAH Plan Administrator, as appropriate, may reduce the amount of the applicable Cash Reserve and any excess Cash shall be distributed to holders of Allowed Claims in Pro Rata shares. Any such additional distribution may be made at reasonable times, and, in any event, a final redistribution shall be made after all Disputed Claims (other than Blitz Personal Injury Trust Claims) have been Allowed or expunged, and all Contingent Claims have been fixed, liquidated, expunged, or estimated for purpose of allowance by a Final Order of the Bankruptcy Court.

9. Estimation of Claims.

The Blitz Liquidating Trustee or the BAH Plan Administrator, as appropriate, may, at any time, request that the Bankruptcy Court, on proper notice, estimate any Disputed Claim (other than Blitz Personal Injury Trust Claims) pursuant to section 502(c) of the Bankruptcy Code, and the Bankruptcy Court will retain jurisdiction to estimate any Claim at any time during litigation concerning any objection to any Disputed Claim (other than Blitz Personal Injury Trust Claims), including during the pendency of any appeal relating to any such objection. If the Bankruptcy Court estimates any Disputed Claim (other than Blitz Personal Injury Trust Claims), that estimated amount will constitute either the Allowed Amount of such Claim or a maximum limitation on such Claim, as determined by the Bankruptcy Court. If the estimated amount constitutes a maximum limitation on such Claim, the Blitz Liquidating Trustee or the BAH Plan Administrator, as appropriate, may elect to pursue any supplemental proceedings to object to any ultimate Distribution to such Claim. All of the objection, estimation, settlement and resolution procedures set forth in the Plan are cumulative and not necessarily exclusive of one another. Disputed Claims (other than Blitz Personal Injury Trust Claims) may be estimated and subsequently compromised, settled, withdrawn or resolved by any mechanism approved by the Bankruptcy Court.

10. Objections to Blitz Personal Injury Trust Claims.

Notwithstanding anything to the contrary herein, Blitz Personal Injury Trust Claims shall be channeled to the Blitz Personal Injury Trust and administered in accordance with the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP. Notwithstanding anything in the Blitz Personal Injury Trust Agreement to the contrary, and to the extent permissible under 28 U.S.C. § 157(b)(5), any Non-Participating Insurer may at any time object to the allowance of any Blitz Personal Injury Trust Claim asserted against such Non-Participating Insurer's Assigned Blitz Insurance Policy on any basis other than the liquidation of the allowed amounts for Distribution purposes.

11. Special Provisions Regarding BAH Settlement.

Pursuant to the BAH Settlement, Kinderhook, Crestwood, the Kinderhook Directors and the Non-Kinderhook Directors waive any distributions to which they would be entitled from the USA Debtors in their capacity as such and agree that any proofs of claim filed by each of them against the USA Debtors shall be deemed disallowed on the Effective Date of the Plan. For the avoidance of doubt, the Flick Claim shall not be disallowed by virtue of the foregoing sentence and any distribution on account of the Flick Claim, to the extent it is Allowed, shall not be waived by virtue of the foregoing sentence. On the Effective Date, (i) the Flick Claim shall be reduced to \$244,272.65 and (ii) the Blitz Liquidating Trustee shall be entitled to object to or seek further reduction of the Flick Claim.

On the Effective Date, any proofs of claim filed by any members of the Creditors' Committee and any holder of a Blitz Personal Injury Trust Claim against the BAH Debtors shall be deemed withdrawn with prejudice as against the BAH Debtors and all Blitz Personal Injury Trust Claims shall be channeled to the Blitz Personal Injury Trust and may thereafter be asserted exclusively against the Blitz Personal Injury Trust and resolved in accordance with the terms,

provisions and procedures of the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP. Furthermore, the Creditors' Committee or the Blitz Personal Injury Trustee shall support any objection by the BAH Debtors to Claims by any Blitz Insurer against the BAH Debtors.

D. The Blitz Personal Injury Trust

1. Establishment and Purpose of Blitz Personal Injury Trust.

The Blitz Personal Injury Trust will be established on the Effective Date of the Plan in accordance with the Blitz Personal Injury Trust Agreement. The Blitz Personal Injury Trust shall pay all Blitz Personal Injury Trust Expenses from the Blitz Personal Injury Trust Assets, as provided for in the Blitz Personal Injury Trust Agreement.

It is contemplated that the Blitz Personal Injury Trust shall be a "Qualified Settlement Fund" within the meaning of section 468B of the Internal Revenue Code and the regulations promulgated thereunder. The Blitz Personal Injury Trust shall be bound by the terms of the Insurance Settlement as if it had been a party thereto at the time of execution of the Insurance Settlement Term Sheet. The Blitz Personal Injury Trust shall assume the liability for all Blitz Personal Injury Trust Claims; shall administer, process, settle, resolve and liquidate such Blitz Personal Injury Trust Claims; and shall use the Blitz Personal Injury Trust Assets and the proceeds and income therefrom to satisfy and make payment to all such Blitz Personal Injury Trust Claims that may qualify for a recovery only in accordance with the terms of the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP, all in accordance with this Plan, the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP. The Blitz Personal Injury Trust will (i) administer, process, settle, resolve, liquidate, satisfy and/or pay, as applicable, Blitz Personal Injury Claims in such a way that the holders of Blitz Personal Injury Claims are treated equitably and in a substantially similar manner, subject to the terms of the Plan, the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP and (ii) in accordance with section 4.14 of the Plan and the Blitz Personal Injury Trust Agreement, defend and indemnify the Indemnified Parties, at the Blitz Personal Injury Trust's sole expense, in connection with any proceeding involving, relating to or arising out of, in whole or in part, the enforcement or enforceability of the Channeling Injunction. Blitz Personal Injury Trust Claims shall be channeled to the Blitz Personal Injury Trust pursuant to the Channeling Injunction set forth in section 4.3.3 of the Plan and may thereafter be asserted only and exclusively against the Blitz Personal Injury Trust. All such Blitz Personal Injury Trust Claims shall be liquidated and paid in accordance with the Blitz Personal Injury Trust Agreement, the Blitz Personal Injury TDP, this Plan and the Confirmation Order. The Blitz Personal Injury Trust shall be administered and implemented by the Blitz Personal Injury Trustee as provided in the Blitz Personal Injury Trust Agreement.

2. Blitz Personal Injury Trust TDP.

On the Effective Date, the Blitz Personal Injury Trust shall implement the Blitz Personal Injury TDP in accordance with the terms of the Blitz Personal Injury Trust Agreement. On or after the Effective Date, the Blitz Personal Injury Trustee, upon notice to the Blitz Personal Injury TAC, shall have the power to administer, amend, supplement or modify the Blitz Personal

Injury TDP in accordance with the terms thereof; provided however, that such modification is not inconsistent with this Plan, the Insurance Settlement Term Sheet, the BAH Settlement Term Sheet or other Plan Documents; provided, however, to the extent that any modifications to the Blitz Personal Injury Trust Agreement or the Blitz Personal Injury TDP constitute a material modification that would affect the rights of Wal-Mart, the Participating Insurers, the BAH Released Parties or the Debtors' officers and directors, such parties shall be provided ten (10) days advance notice of such amendment and an opportunity to contest the proposed amendment before the Bankruptcy Court. In the event that any of those parties contest a proposed amendment within the notice period contemplated in this paragraph, such modification shall not become effective until such time as the Bankruptcy Court has authorized the amendment or the objecting party has consented to the proposed amendment.

On the Effective Date, the Blitz Personal Injury Trust shall implement the Blitz Personal Injury TDP in accordance with the terms of the Blitz Personal Injury Trust Agreement. The Blitz Personal Injury TDP provides mechanisms to identify those claims which are compensable by the Blitz Personal Injury Trust and applies a methodology to compensate Covered Blitz Personal Injury Claims based upon the severity of the injuries and age of the injured party such that similarly-situated claimants are compensated equitably.

Claimants will be required to establish they were injured by a Blitz Product in such a way that their injuries would be recoverable in a lawsuit. To do so, each claimant must provide product identification evidence and evidence that a defect in the Blitz Product caused the injuries. For those claimants with a total body surface burn area greater than 15%, a matrix will be used to calculate a gross score amount for the claimant's pain & suffering, loss of enjoyment of life, lost earning capacity, and past and future medical costs. The matrix will establish a gross score for the claimant based upon the claimant's total body surface area burned, age, and past medical expenses. After each claimant receives a gross score, all gross scores will be added together. Then each individual's gross score will be divided by the sum of all the gross scores to establish a claimant's settlement percentage. For those claimants without burns or with total body surface burns less than 15%, such claims will be handled in the special circumstances fund discussed below.

The Cash held in the Blitz Personal Injury Trust will then be divided with \$30,000,000 deposited into a special circumstances fund and the rest remaining in a non-appealing fund. Each claimant will then have their settlement percentage multiplied by the amount remaining in the non-appealing fund, the result of which shall be the offer amount to the claimant. If the claimant accepts the offer, payment can be received within 5 business days. If the claimant is not satisfied by the offer amount, an application can be made to the special circumstances fund.

If a claimant elects to apply to the special circumstances fund, the amount of his or her initial offer will be added into the special circumstances fund. It is not the intent of the special circumstances fund to be available to increase the offer amount for all claimants but instead to account for exigent circumstances not fairly or fully addressed pursuant to the matrix used in the TDP to score claimants and to fairly compensate those claimants who either do not have burn injuries or have burn injuries comprising less than 15% of the total body surface area. The Blitz Personal Injury Trustee will then evaluate all the claims that have applied to the special

circumstances fund and make a final offer to the claimant. Applying to the special circumstances fund does not guarantee the claimant will receive a final offer greater than the offer amount, a claimant may receive a final offer less than the offer amount. If a claimant receives a final offer less than the original offer amount, the claimant will be required to cover the costs associated with the application to the special circumstances fund. If the claimant accepts the final offer amount, payment can be received within 5 business days.

If a Covered Blitz Personal Injury Claim is not resolved following the offer or final offer then the claimant shall comply with the ADR Procedures set forth in section 7.5(a) of the Blitz Personal Injury TDP. The claimant may elect either binding or non-binding arbitration. Any claimant who submits to arbitration and accepts the arbitrator's award shall be paid in the same manner as claimants who accepted the Blitz Personal Injury Trust's initial offer.

Upon an unsatisfactory resolution of an arbitration proceeding, the claimant may file a lawsuit against the Blitz Personal Injury Trust in the claimant's jurisdiction. All defenses that could have been asserted by the Debtors or any Released Party with respect to a Covered Blitz Personal Injury Claim shall be available to the Blitz Personal Injury Trust in such litigation. Following the final resolution of any litigation, including any associated appeals, a claimant shall be eligible for payment of a judgment for any monetary damages obtained in such litigation from the Blitz Personal Injury Trust Assets until those assets are exhausted.

3. Treatment of Other Blitz Personal Injury Trust Claims

The Blitz Liquidating Trust Agreement shall also provide mechanisms to treat holders of the Blitz Personal Injury Trust Claims that do not qualify as Covered Blitz Personal Injury Claims as set forth below.

As set forth in Article VII of the Plan, all holders of Blitz Personal Injury Trust Claims based on injuries or damages that occurred prior to the Release Date shall not release their Blitz Personal Injury Trust Claims against the USA Debtors and the Non-Participating Insurers. Holders of such Claims shall have the right to liquidate such claims and seek payment from the Non-Participating Insurers in accordance with Article VI of this Plan.

In satisfaction of the claim of Michael Montgomery: (i) the Blitz Personal Injury Trust shall pay to Michael Montgomery the sum of \$3,075,000; (ii) Michael Montgomery shall be entitled to pursue his Claim against the Assigned Blitz Insurance Policies that were in effect on the date that his injuries occurred and against Home Depot; and (iii) Michael Montgomery shall have no other or further claims against the Blitz Personal Injury Trust or any of the Protected Parties (except as otherwise provided by section 7.2.3 of the Plan).

Debtors, Westchester Fire Insurance Company ("Westchester Fire") and David Calder and his co-plaintiffs agree to settle and compromise in full the claims of David Calder and his co-plaintiffs by (a) Westchester Fire paying \$2,942,014, and (b) the Debtors or the Blitz Personal Injury Trustee causing to be paid, or directing RLI Insurance Company to pay from the proceeds of the Debtors' bond that is returnable to the Blitz USA estate (Bond Number RSB4174412) the full amount of that bond that the Debtors posted for on appeal (\$1,057,986.31). The forgoing payments shall be made within thirty (30) days of payment of the Insurance Settlement Amount

but shall be further subject to the exchange of full and mutual releases, compliance with Medicare secondary payer requirements and the dismissal with prejudice of all appeals. The automatic stay of section 362 of the Bankruptcy Code shall remain in place through the payment of the Insurance Settlement Amount. If the Debtors or the Blitz Personal Injury Trustee are unable to deliver the full amount of their bond (\$1,057,986.31) from the proceeds of the Debtors' bond for reasons beyond their control, the Debtors and/or David Calder and his co-plaintiffs shall be free to go forward with their appeal(s) and otherwise prosecute their claims and, if they opt to do so, the other parties to the settlement of Calder's Claims shall be relieved of their obligations under this paragraph. For the avoidance of doubt, proceedings with respect to enforcement of the settlement described herein shall be heard by the Bankruptcy Court and the parties shall only resort to courts other than the Bankruptcy Court in the event this settlement is not consummated and the Debtors or David Calder and his co-plaintiffs return to state or federal court to continue prosecution of their appeal(s).

Jonathan and Renee Green shall retain and shall not release their claim for sanctions, which is now pending appeal, until the occurrence of the Payment Date (as defined in the Insurance Settlement Term Sheet), and the vacatur of the sanctions order by the Green court (to which the Debtors and the Green plaintiffs consent and the Participating Blitz Personal Injury Claimants do not oppose), at which time the \$250,000 that has already been deposited with his counsel in escrow, shall be released and paid to Jonathan and Renee Green, and any claim asserted by the Green plaintiffs shall be released and the parties to the Green case agree to mutually dismiss their appeals.

Holders of Vendor Claims and Co-Defendant Claims, (i) shall retain their rights, if any, with respect to the Assigned Blitz Insurance Policies; (ii) shall receive the rights and benefits of a Protected Party under the Insurance Settlement, including, but not limited to, the Releases and the Channeling Injunction; and (iii) shall otherwise be subject to the terms and conditions of the Insurance Settlement Term Sheet, but (a) shall not receive any distributions from the Blitz Personal Injury Trust on account of their Claims and (b) shall not retain any rights against any Protected Party, except for any USA Debtor solely to the extent that such USA Debtor is required to be named as a nominal defendant in order for the holder of such Claim to recover under an Assigned Blitz Insurance Policy. Holders of Direct Action Claims shall be subject to the provisions of the Channeling Injunction and shall retain their rights, if any, with respect to the Assigned Blitz Insurance Policies but shall not receive any distributions from the Blitz Personal Injury Trust on account of their Claims.

4. Imposition of Channeling Injunction.

From and after the Effective Date, (i) all Blitz Personal Injury Trust Claims will be subject to the Channeling Injunction pursuant to section 105(a) of the Bankruptcy Code and the provisions of the Plan and the Confirmation Order and (ii) the Protected Parties shall have no obligation to pay any liability of any nature or description arising out of, relating to, or in connection with any Blitz Personal Injury Trust Claims, *provided, however* that nothing in the Plan shall preclude any action by the Blitz Personal Injury Trust to enforce the Plan. The Plan, at section 4.3.2, provides for the Channeling Injunction, discussed above in the context of the channeling of Blitz Personal Injury Trust Claims to the Blitz Personal Injury Trust, as follows:

In order to supplement the injunctive effect of the Plan Injunction, and pursuant to sections 105(a) and 363(f) of the Bankruptcy Code, for Blitz Personal Injury Trust Claims, the Confirmation Order shall provide for the following permanent injunction to take effect as of the Effective Date:

Terms. In order to preserve and promote the settlements contemplated by and provided for in the Plan and to supplement, where necessary, the injunctive effect of the Plan Injunction and the Releases described in section 7.2 of the Plan, and pursuant to the exercise of the equitable jurisdiction and power of the Bankruptcy Court under section 105(a) of the Bankruptcy Code, all Entities that have held or asserted, or that hold or assert any Blitz Personal Injury Trust Claim against the Protected Parties, or any of them, shall be permanently stayed, restrained and enjoined from taking any action for the purpose of directly or indirectly collecting, recovering, or receiving payments, satisfaction, or recovery from any such Protected Party with respect to any such Blitz Personal Injury Trust Claim, including, but not limited to:

(1) commencing, conducting or continuing, in any manner, whether directly or indirectly, any suit, action or other proceeding of any kind with respect to any such Blitz Personal Injury Trust Claim, against any of the Protected Parties, or against the property of any Protected Party with respect to any such Blitz Personal Injury Trust Claim;

(2) enforcing, levying, attaching, collecting or otherwise recovering, by any manner or means, or in any manner, either directly or indirectly, any judgment, award, decree or other order against any of the Protected Parties or against the property of any Protected Party with respect to any such Blitz Personal Injury Trust Claim;

(3) creating, perfecting or enforcing in any manner, whether directly or indirectly, any Lien of any kind against any Protected Party or the property of any Protected Party with respect to any such Blitz Personal Injury Trust Claim;

(4) asserting or accomplishing any setoff, right of subrogation, indemnity, contribution or recoupment of any kind, whether directly or indirectly, against any obligation due any Protected Party or against the property of any Protected Party with respect to any such Blitz Personal Injury Trust Claim; and

(5) taking any act, in any manner, in any place whatsoever, that does not conform to, or comply with, the provisions of the Plan Documents, with respect to such Blitz Personal Injury Trust Claim.

Reservations. Notwithstanding anything to the contrary in section 4.3.3 of the Plan, this Channeling Injunction shall not enjoin:

(1) *Any claim for damages on account of bodily injury and/or property damage that occurred on or after 12:01 A.M. CST on July 31, 2012;*

(2) *the rights of Entities to the treatment afforded them under the Plan, including the right of Entities holding Blitz Personal Injury Trust Claims to assert such Claims in accordance with the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP solely against the Blitz Personal Injury Trust whether or not there are funds to pay such Blitz Personal Injury Trust Claims;*

(3) *the rights of Entities to assert any Claim, debt, litigation, or liability for payment of Blitz Personal Injury Trust Expenses solely against the Blitz Personal Injury Trust whether or not there are funds to pay such Blitz Personal Injury Trust Expenses;*

(4) *the rights of holders of Blitz Personal Injury Trust Claims that arose prior to the Release Date to pursue and/or prosecute any Insurance Actions, including, without limitation, a Direct Action Claim, against any Non-Participating Insurer;*

(5) *if and to the extent necessary to preserve rights against any Non-Participating Insurer, the rights of the Blitz Personal Injury Trust to prosecute any Direct Action Claim, as attorney in fact for a holder of Blitz Personal Injury Trust Claim, including the participation of such claimant in such Direct Action Claim;*

(6) *the rights of any Entity to assert any claim, debt, obligation or liability for payment against a Non-Participating Insurer ;*

(7) *the rights of any Entity (other than the Debtors and Additional Insureds, in their capacity as such) to assert against a Protected Party any claim, debt, or obligation for payment that is not in any way based upon, related to, or arising out of, any Blitz Insurance Policy, Blitz Product or otherwise subject to the Insurance Settlement and BAH Settlement;*

(8) *the Blitz Personal Injury Trust from enforcing its rights under the Insurance Settlement Term Sheet the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP; and*

(9) *the rights of any Indemnified Party to demand the Blitz Personal Injury Trust to fulfill its obligations to enforce the terms of the Channeling Injunction consistent with section 4.14 of the Plan, the Insurance Settlement Term Sheet and the BAH Settlement Term Sheet.*

Modifications. *There can be no modification, dissolution or termination of the Channeling Injunction, which shall be a permanent injunction*

Nothing in the Plan or in the Blitz Personal Injury Trust Agreement shall be construed in any way to limit the scope, enforceability, or effectiveness of the Channeling Injunction issued in connection with the Plan or the Blitz Personal Injury Trust's assumption of all liability with respect to Blitz Personal Injury Trust Claims.

5. Release of Liabilities to Holders of Blitz Personal Injury Claims.

Except as provided in the Plan, the transfer to, vesting in, and assumption by the Blitz Personal Injury Trust of the Blitz Personal Injury Trust Assets as contemplated by the Plan shall, as of the Effective Date, release all obligations and liabilities of and bar recovery or any action against the Protected Parties and their respective estates, Affiliates and subsidiaries, for or in respect of all Blitz Personal Injury Claims (and the Confirmation Order shall so provide for such release). The Blitz Personal Injury Trust shall, as of the Effective Date, assume sole and exclusive responsibility and liability for all Blitz Personal Injury Trust Claims, and such Claims shall be liquidated, resolved or paid by the Blitz Personal Injury Trust from the Blitz Personal Injury Trust Assets or as otherwise directed in the Blitz Personal Injury Trust Documents. For the avoidance of doubt, holders of Vendor Claims, Co-Defendant Claims and Direct Action Claims shall not receive distributions or other payment of any funds attributable to the Insurance Settlement Payment or the BAH Settlement Payment on behalf of, related to or with respect to such Claims. As set forth in section 4.14 of the Plan and the Blitz Personal Injury Trust Agreement, the Blitz Personal Injury Trust shall defend and indemnify the Indemnified Parties in connection with any proceeding involving, relating to or arising out of, in whole or in part, the enforcement or enforceability of the Channeling Injunction.

6. Assumption of Liabilities.

In furtherance of the purposes of the Blitz Personal Injury Trust, and subject to the Blitz Personal Injury Trust Agreement, the Blitz Personal Injury Trust shall expressly assume all responsibility and liability for all Blitz Personal Injury Trust Claims and all Blitz Personal Injury Trust Expenses. The Blitz Personal Injury Trust shall have all defenses, cross-claims, offsets, and recoupments regarding Blitz Personal Injury Trust Claims that the Debtors have or would have had under applicable law and consistent with the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP.

7. Funding of the Blitz Personal Injury Trust.

With the exception of (i) the Insurance Settlement Payment, which shall be paid directly to the Blitz Personal Injury Trust by the Participating Insurers and Wal-Mart pursuant to the provisions of the Insurance Settlement and (ii) \$1.54 million, which, shall be remitted by the Blitz Liquidating Trust to the Blitz Personal Injury Trust, upon the Effective Date, the Debtors shall assign and transfer the Blitz Personal Injury Trust Assets to the Blitz Personal Injury Trust; *provided, however*, that to the extent certain Blitz Personal Injury Trust Assets, because of their nature or because such assets will accrue or become transferable subsequent to the Effective Date, cannot be transferred to, vested in and assumed by the Blitz Personal Injury Trust on the Effective Date, such Blitz Personal Injury Trust Assets shall be automatically, and without further act or deed, transferred to, vested in and assumed by the Blitz Personal Injury Trust as soon as practicable after the Effective Date.

If, and to the extent that any of the Blitz Personal Injury Trust Assets cannot be effectively transferred and assigned to the Blitz Personal Injury Trust, or if for any reason the Debtors, the Blitz Liquidating Trust and/or the BAH Plan Administrator shall retain or receive any property after the Effective Date that is to be transferred to the Blitz Personal Injury Trust pursuant to the Plan, then the Debtors, the Blitz Liquidating Trust and/or the BAH Plan Administrator, as applicable, shall furnish the Blitz Personal Injury Trustee written notice of any such event, shall hold such property in trust for the benefit of the Blitz Personal Injury Trust, and shall take such actions with respect to the property as the Blitz Personal Injury Trustee shall direct in writing. The Debtors, The Blitz Liquidating Trustee and/or the BAH Plan Administrator shall be entitled to the reimbursement of any reasonable fees, including professional fees, and expenses, incurred in compliance with any request of the Blitz Personal Injury Trust pursuant to the foregoing.

Notwithstanding anything in the Plan to the contrary, no monies, choses in action, and/or Blitz Personal Injury Trust Assets that have been transferred, granted, assigned or otherwise delivered to the Blitz Personal Injury Trust shall be used for any purpose other than for the payment, defense and/or administration of Blitz Personal Injury Trust Claims (including rights to payment of Blitz Personal Injury Trust Expenses related thereto).

8. Excess Blitz Personal Injury Trust Assets.

On the Blitz Personal Injury Trust Termination Date, after the payment of all the Covered Blitz Personal Injury Claims and Blitz Personal Injury Trust Expenses have been provided for and the liquidation of all properties and other non-cash trust assets then held by the Blitz Personal Injury Trust, all monies remaining in the Blitz Personal Injury Trust shall be distributed to holders of Covered Blitz Personal Injury Claims as set forth in the Blitz Personal Injury Trust Agreement and/or the Blitz Personal Injury TDP (including the Blitz Scoring System), or, if in the judgment of the Blitz Personal Injury Trustee, such sums are determined to be *de minimis* such that the costs associated with making such a distribution would outweigh the impact of the distribution, then given to such organization(s), exempt from federal income tax under section 501(c)(3) of the Internal Revenue Code selected by the Blitz Personal Injury Trustee using his or her reasonable discretion.

9. Blitz Personal Injury Trustee.

There shall be one (1) Blitz Personal Injury Trustee. Prior to the Confirmation Hearing, the Participating Blitz Personal Injury Claimants that serve on the Creditors' Committee shall select the initial Blitz Personal Injury Trustee, who, on the Confirmation Date, shall be appointed by the Bankruptcy Court to serve in accordance with, and shall have the functions and rights provided in, the Blitz Personal Injury Trust Agreement. Any successor Blitz Personal Injury Trustee shall be appointed in accordance with the terms of the Blitz Personal Injury Trust Agreement. For purposes of any Blitz Personal Injury Trustee performing his or her duties and fulfilling his or her obligations under the Blitz Personal Injury Trust and the Plan, the Blitz Personal Injury Trust and the Blitz Personal Injury Trustee shall be deemed to be "parties in interest" within the meaning of section 1109(b) of the Bankruptcy Code. The Blitz Personal Injury Trustee shall be the "administrator" of the Blitz Personal Injury Trust as that term is used in Treas. Reg. Section 1.468B-2(k)(3).

10. Blitz Personal Injury TAC.

The Blitz Personal Injury TAC shall have the functions and rights provided in the Blitz Personal Injury Trust Agreement. Prior to the Confirmation Hearing, the Participating Blitz Personal Injury Claimants that serve on the Creditors' Committee shall select the initial members of the Blitz Personal Injury TAC, who, on the Confirmation Date, shall be appointed by the Bankruptcy Court.

11. Cooperation; Transfer of Books and Records.

On the Effective Date or as soon thereafter as is practical, the Debtors will transfer and assign, or cause to be transferred and assigned, to the Blitz Personal Injury Trustee, all of the books and records of the Debtors that pertain to (a) any Blitz Personal Injury Trust Claim objected to by the Blitz Personal Injury Trustee in the Bankruptcy Court, (b) any Blitz Personal Injury Trust Claim the Blitz Personal Injury Trustee is called upon to defend pursuant to the Blitz Personal Injury TDP, and (c) the Blitz Personal Injury Trust Assets, including, but not limited to, insurance policies, self-insured retentions, deductibles, retrospective premiums, dividend payments, procurement of insurance, and the submission or payment of insurance claims. In addition, on the Effective Date or as soon thereafter as is practical, the Debtors will provide to the Blitz Personal Injury Trustee a copy of a database or other information as reasonably required to assist the Blitz Personal Injury Trust in identifying the Blitz Personal Injury Trust Claims being channeled to the Blitz Personal Injury Trust. The Debtors (to the extent practicable) shall further cooperate to the extent reasonably requested (as determined by the Debtors in their sole discretion) by the Blitz Personal Injury Trustee in the handling of Blitz Personal Injury Trust Claims, in the pursuit and protection of Assigned Blitz Insurance Policy Rights and generally in the operation of the Blitz Personal Injury Trust for purposes set forth herein and for the duration of the Blitz Personal Injury Trust, and shall use commercially reasonable efforts (as determined by the Debtors in their sole discretion) to request present or former officers, directors, employees, agents or representatives to the extent that the Blitz Personal Injury Trustee reasonably requests the Debtors to make such request to any of the foregoing and deems such persons necessary to appear at any trial or arbitration proceeding relating to the liquidation of Blitz Personal Injury Trust Claims. To the extent that the Debtors, the BAH Plan Administrator or the Blitz Liquidating Trustee, as appropriate, require any information from the Blitz Personal Injury Trustee for preparation of any tax return or financial statement, the Blitz Personal Injury Trustee shall cooperate in a commercially reasonable manner, to the extent reasonably requested to provide such information to the Debtors, the BAH Plan Administrator or the Blitz Liquidating Trustee, as appropriate. The Debtors (and any present or former officer, director, employee, agent or representative to the extent that such person is requested to perform act or otherwise perform hereunder), the Blitz Liquidating Trustee and/or the BAH Plan Administrator shall be entitled to the advancement and/or reimbursement of any reasonable costs, expenses or fees, including professional fees, and expenses, incurred or to be incurred in compliance with any request of the Blitz Personal Injury Trust pursuant to the foregoing. The Debtors' obligation (if any) to take any actions contemplated hereunder is subject to the Debtors having funding necessary to do so and the Debtors are only required to take such actions (if any) as are reasonably practical under the circumstances.

12. Transfer of Blitz Personal Injury Privileged Information and Blitz Personal Injury Confidential Information.

The transfer or assignment of Blitz Personal Injury Privileged Information to the Blitz Personal Injury Trustee does not result in the destruction or waiver of any applicable privileges pertaining to such Privileged Information. Further, with regard to any such privileges, (i) they are transferred or contributed for the sole purpose of enabling the Blitz Personal Injury Trustee to perform its duties to administer the Blitz Personal Injury Trust and for no other reason, (ii) they are vested solely in the Blitz Personal Injury Trustee, and not in the Blitz Personal Injury Trust, the Blitz Personal Injury TAC or any other entity, committee or subcomponent of the Blitz Personal Injury Trust, or any person (including counsel) who has been engaged by, represents or has represented any Blitz Personal Injury Claimant or any person who alleges or may allege a claim directly or indirectly relating to or arising from the Debtors' products, premises or operations, (iii) they shall be preserved and not waived, (iv) for the avoidance of doubt any such transfer or contribution shall have no effect on any right, claim or privilege of any person other than the Debtors, and (v) no information subject to a privilege or a prior assertion thereof shall be publicly disclosed by the Blitz Personal Injury Trustee or the Blitz Personal Injury Trust or communicated to any person not entitled to receive such information or in a manner that would diminish the protected status of any such information.

To the extent not subject to an applicable privilege or immunity in accordance with the foregoing, the Blitz Personal Injury Trustee and any of his or her Representatives shall maintain the confidentiality of all Blitz Personal Injury Confidential Information and such Blitz Personal Injury Confidential Information may only be disclosed to the following persons: (i) the Blitz Personal Injury Trustee and counsel to the Blitz Personal Injury Trustee; (ii) experts, consultants or non-legal professionals who actively assist the Blitz Personal Injury Trustee in the analysis, valuation and/or litigation of any Claim against the Blitz Personal Injury Trust or the Blitz Personal Injury Trust Assets; (iii) the Blitz Liquidating Trustee and counsel to the Blitz Liquidating Trustee solely to the extent necessary to comply with sections 4.9 and/or 5.11 of the Plan; (iv) paralegal, stenographic, technical, clerical, document management and secretarial personnel employed by any of the foregoing; (v) the Bankruptcy Court and court personnel, including stenographic, video, or audio reporters; (vi) any person identified on the face of any such Blitz Personal Injury Confidential Information as an author or recipient thereof; (vii) any person who is determined to have been an author and/or previous recipient of the Blitz Personal Injury Confidential Information, but is not identified on the face thereof; and (viii) during depositions or trial testimony (or preparation therefor), witnesses to whom disclosure is reasonably necessary, *provided, however* that none of the foregoing Entities is, has not been engaged by, represents, or has represented any holder of a Blitz Personal Injury Claim or any other person who has or may assert a claim directly or indirectly relating to, based upon, or arising from the Debtors' products, premises or operations.

All documents that (i) constitute Privileged Information and/or Confidential Information, (ii) pertain to a Blitz Personal Injury Trust Claim and (iii) are not transferred to the Blitz Personal Injury Trustee in accordance with section 4.9 of the Plan shall be maintained in the possession of a neutral third party to be agreed upon by Wal-Mart, the Participating Insurers, the USA Debtors and the Blitz Personal Injury Trustee. To the extent that the Blitz Personal Injury Trustee requires access to any documents meeting the foregoing standards, Wal-Mart, the

Participating Insurers and the Blitz Personal Injury Trustee will work together to formulate procedures that will permit the Blitz Personal Injury Trustee to access such documents without obviating or waiving any privilege.

13. Medicare Claims Reporting, Payment and Indemnification Obligations.

The Blitz Personal Injury Trust Agreement shall contain appropriate terms (in form and substance acceptable to the Proponents, the Participating Insurers and Wal-Mart) providing that the Blitz Personal Injury Trust will be responsible for ensuring compliance with Medicare secondary payer (“MSP”) requirements, and that the Blitz Personal Injury Trust will retain, at its expense, a qualified vendor to provide such services as are required to ensure compliance. The Participating Insurers and Wal-Mart shall have the right to approve the vendor retained by the Blitz Personal Injury Trust to provide such services (with such approval not to be unreasonably withheld) and to obtain information from such vendor, the Blitz Personal Injury Trust and the holder of a Blitz Personal Injury Claim as they may reasonably request to ensure that the Blitz Personal Injury Trust has complied with MSP requirements or for the purpose of internal audits and insurance or reinsurance claims. The Blitz Personal Injury Trust is prohibited from making a distribution to any holder of a Blitz Personal Injury Trust Claim who refuses to provide the information necessary to meet MSP requirements with regard to that holder.

14. Institution and Maintenance of Legal and Other Proceedings.

As of the Effective Date, the Blitz Personal Injury Trust shall be empowered to initiate, prosecute, defend, and resolve all legal actions and other proceedings related to any asset, liability, or responsibility of the Blitz Personal Injury Trust. The Blitz Personal Injury Trust shall be empowered to initiate, prosecute, defend, and resolve all such actions in the name of the Debtors if deemed necessary or appropriate by the Blitz Personal Injury Trustee. The Blitz Personal Injury Trust shall be responsible for the payment of all damages, awards, judgments, settlements, expenses, costs, fees, and other charges incurred subsequent to the Effective Date arising from or associated with any legal action or other proceeding brought pursuant to section 4.4 of the Plan and shall pay or reimburse all deductibles, retrospective premium adjustments, or other charges which may arise from the receipt of insurance proceeds by the Blitz Personal Injury Trust. For the avoidance of doubt, the Blitz Personal Injury Trust, pursuant to section 1123(b)(3)(B) of the Bankruptcy Code and applicable state corporate law, is appointed as the successor-in-interest to, and representative of, the USA Debtors and their Estates for the retention, enforcement, settlement or adjustment of all Blitz Personal Injury Trust Claims.

15. Indemnification and Defense by Blitz Personal Injury Trust.

The Blitz Personal Injury Trust shall fully and completely defend each of the Indemnified Parties in connection with any proceeding involving, relating to or arising out of, in whole or in part, the enforcement or enforceability of the Channeling Injunction. In the event any person or Entity asserts any claim that is subject to the Channeling Injunction, the Blitz Personal Injury Trust shall, at its own expense, defend the validity of the Channeling Injunction and its application and use its best efforts to establish that such Claim is enjoined. Wal-Mart, the Participating Insurers and the BAH Settling Parties (i) shall have consultation and approval rights with respect to the selection of counsel hired by the Blitz Personal Injury Trust for such

defense obligations and (ii) shall have the right, at their own cost and expense, to associate in the defense in any proceeding concerning the enforcement and application of the Channeling Injunction. If the Blitz Personal Injury Trust breaches its duty to fully and completely defend the Indemnified Parties, the Blitz Personal Injury Trust is obligated to indemnify the Indemnified Parties, including advancement of defense costs.

E. Insurance-Related Matters

1. Preservation of Rights and Defenses.

The Blitz Personal Injury Trust shall have, with respect to each Blitz Personal Injury Trust Claim, among other things, all defenses whatsoever under bankruptcy and non-bankruptcy law (including but not limited to all defenses under section 502 of the Bankruptcy Code), affirmative defenses, rights of setoff and recoupment, counterclaims and rights of contribution, reimbursement, subrogation and indemnity (i) that the Protected Parties would have had under applicable law if the holder of such Blitz Personal Injury Trust Claim had asserted such Blitz Personal Injury Trust Claim against one or more of the Protected Parties, and (ii) that the Debtors now have or ever had, except as any of the foregoing may be waived as set forth in the Blitz Personal Injury TDP.

2. Preservation of Rights Under Assigned Blitz Insurance Policies.

The Assigned Blitz Insurance Policies shall be assigned by Debtors to the Blitz Personal Injury Trust, and the Blitz Personal Injury Trust shall assume all of the rights, duties, and obligations of the Debtors, as an insured under the Assigned Blitz Insurance Policies, without any modification of the terms and conditions of the Assigned Blitz Insurance Policies. The Blitz Personal Injury Trust is, and shall be deemed to be, for all purposes, including, without limitation, for purposes of the ownership of any Assigned Blitz Insurance Policy, the successor to the Debtors in respect of Blitz Personal Injury Trust Claims. Neither the Debtors nor any other Entity shall be entitled to any Assigned Blitz Insurance Policy Rights that may be available after the Effective Date. Nothing in the Plan and/or the Blitz Personal Injury Trust Agreement shall impair or otherwise limit any Non-Participating Insurer's right to contest coverage for any Blitz Personal Injury Trust Claim under any applicable Assigned Blitz Insurance Policies. The Allowed Amount of a Blitz Personal Injury Trust Claim shall determine and constitute the liability of the Blitz Personal Injury Trust (as successor for all purposes to the liabilities of the Debtors in respect of Blitz Personal Injury Trust Claims) for all purposes in respect of such Blitz Personal Injury Trust Claim; however, it shall not be deemed to be a judgment or settlement against any Blitz Insurer or any Blitz Insurance Policy. All disputes regarding the nature, extent and/or existence of Assigned Blitz Insurance Policy Rights shall be adjudicated exclusively in coverage litigation not in the Bankruptcy Court. Nothing in the Plan shall be deemed to accelerate any obligations allegedly owed by any Non-Participating Insurer under any applicable Assigned Blitz Insurance Policies.

3. Preservation of Insurance Claims.

The Debtors' release, and the Protected Parties' discharge and release, from all Claims as provided herein shall neither diminish nor impair the enforceability of any of the Assigned Blitz Insurance Policies.

4. No Acceleration of Assigned Blitz Insurance Policy Rights.

Notwithstanding any estimate of the amounts of any Blitz Personal Injury Trust Claims in connection with any aspect of the Plan, or these Chapter 11 Cases, no such estimate or valuation shall be binding on any Non-Participating Insurer for any purpose including, without limitation, establishing the amount of any losses under any Assigned Blitz Insurance Policy; determining the amount of any judgment, settlement, or other obligation to pay any Blitz Personal Injury Trust Claim under any Assigned Blitz Insurance Policy; a waiver of any Non-Participating Insurer's rights under any Assigned Blitz Insurance Policy or otherwise; or otherwise affecting or triggering any coverage obligations under any Assigned Blitz Insurance Policy. Nothing in the Plan, the Blitz Personal Injury Trust Agreement or the Blitz Personal Injury TDP shall be deemed to accelerate any obligations allegedly owed by any Non-Participating Insurer under any applicable Assigned Blitz Insurance Policy. Notwithstanding any otherwise applicable law to the contrary, the Confirmation Order shall not be deemed to constitute a binding judgment or settlement for purposes of affecting or triggering any coverage obligations under any Assigned Blitz Insurance Policy. Absent an express written agreement by a Non-Participating Insurer to the contrary, (i) no lump sum or accelerated payment under any Assigned Blitz Insurance Policy will be due upon entry of the Confirmation Order or upon allowance of any Blitz Personal Injury Trust Claim; and (ii) any payment obligation allegedly owed to the Blitz Personal Injury Trust by a Non-Participating Insurer under any Assigned Blitz Insurance Policy shall be due when, if ever, a covered Allowed Blitz Personal Injury Trust Claim, is presented to such Non-Participating Insurer and determined to be covered under any Assigned Blitz Insurance Policy, all in accordance with the Blitz Personal Injury Trust Agreement.

5. Reduction of Insurance Judgments.

Any right, claim or cause of action that a Non-Participating Insurer may have been entitled to assert against any Participating Insurer but for the Channeling Injunction, if any such right, claim, or causes of action exist under applicable non-bankruptcy law, shall be channeled to and become a right, claim or cause of action solely as a setoff claim solely against the Blitz Personal Injury Trust and not against or in the name of the Participating Insurer in question. Any such right, claim, or cause of action to which a Non-Participating Insurer may be entitled, shall be solely a setoff against any recovery of the Blitz Personal Injury Trust from that Non-Participating Insurer, and under no circumstances shall that Non-Participating Insurer receive an affirmative recovery of funds from the Blitz Personal Injury Trust or any Participating Insurer for such right, claim, or cause of action. Any setoff in favor of a Non-Participating Insurer shall not constitute a classified or unclassified Claim under the Plan and shall not be subject to or impaired by the Plan. Instead, any setoff shall be determined, calculated and applied solely as a matter of applicable non-bankruptcy law without regard to the Plan or any bankruptcy law or decision.

Pursuant to section 363(e) of the Bankruptcy Code, as adequate protection for any interest that Non-Participating Insurers may have in the Assigned Blitz Insurance Policies, in the event that a court, arbitrator, or other tribunal with competent jurisdiction over a coverage

dispute related to the Assigned Blitz Insurance Policies determines that any Non-Participating Insurer would have been entitled, but for the terms of the Plan and Confirmation Order, to recover from any other Blitz Insurer as a result of such Non-Participating Insurer's claim for contribution, subrogation, indemnification, reimbursement, or other similar claim against such other Blitz Insurer that arises in relation to one or more of the Assigned Blitz Insurance Policies, including any claim for any such other Blitz Insurer's alleged share or equitable share of the defense or indemnity of the Debtors and/or the Blitz Personal Injury Trust, such Non-Participating Insurer's obligations under the Assigned Blitz Insurance Policies shall be reduced, dollar-for-dollar, by the amount of such Non-Participating Insurer's determined claim against such other Blitz Insurer that may be eliminated by the Plan and/or Confirmation Order. Further, nothing in the Plan or Confirmation Order shall prejudice a Non-Participating Insurer's right, as a predicate to being provided with the foregoing adequate protection under section 363(e), to raise as an issue in any dispute arising under the Assigned Blitz Insurance Policies, including any insurance coverage dispute with the Debtors and/or the Blitz Personal Injury Trust, that a Non-Participating Insurer, but for the Confirmation Order, would have had a right to pursue a claim for contribution, subrogation, indemnification, reimbursement or other similar relief against any such other Insurer, which claim may now be barred. Non-Participating Insurers shall not name or be required to name any such other Blitz Insurer as a party to such dispute to assert, effect or otherwise enforce the foregoing right to adequate protection under section 363(e).

In the event that a Non-Participating Insurer either (i) obtains a final binding award (whether by judgment, arbitration award, or other judicial or quasi-judicial proceeding) against any other Blitz Insurer after a contested proceeding, or (ii) agrees to a settlement with any such other Blitz Insurer with the consent of the Debtors and/or the Blitz Personal Injury Trust entitling such Non-Participating Insurer to obtain a sum certain from any other Blitz Insurer as a result of a Non-Participating Insurer's claim for contribution, subrogation, indemnification, reimbursement, or other similar claim against any such other Blitz Insurer that arises in relation to one or more of the Assigned Blitz Insurance Policies for its alleged share or equitable share of the defense and/or indemnity of the Debtors and/or the Blitz Personal Injury Trust, then the Debtors and/or the Blitz Personal Injury Trust shall voluntarily reduce such Non-Participating Insurer's obligation under the Assigned Blitz Insurance Policies by the amount of such award or settlement, or return to such Non-Participating Insurer an amount equal to such final award or settlement for claims released pursuant to the Plan and Confirmation Order, which amount shall be sufficient to eliminate such other Blitz Insurer's obligation to satisfy the settlement or award against it.

6. Insurance Agreements.

Except to the extent expressly set forth in section 6.7 of the Plan, nothing contained in the Plan or any negotiations leading up to the Plan shall constitute a waiver of: (i) any claim, right, or cause of action that any of the Debtors, any Additional Insured, any Vendor or the Blitz Personal Injury Trust, as applicable, may have against any Non-Participating Insurer; or (ii) any defense to coverage that any Non-Participating Insurer may have against the Debtors, any Additional Insured, any Vendor, or the Blitz Personal Injury Trust. The discharge and release provisions contained in the Plan shall neither diminish nor impair the duties or obligations of any Non-Participating Insurer under any Assigned Blitz Insurance Policy or agreement relating thereto.

7. Insurance Neutrality.

Notwithstanding any other terms or provisions in the Plan, Confirmation Order, any Plan Document, any finding of fact and/or conclusion of law with respect to the Confirmation of the Plan, or any Final Order or opinion entered on appeal from the Confirmation Order (including any other provision that purports to be preemptory or supervening), the Confirmation Order: (i) shall be without prejudice to the legal, equitable or contractual rights, remedies, claims, exclusions, limitations and/or defenses of any Non-Participating Insurer under any Assigned Blitz Insurance Policies and any other contracts related to the provision of insurance entered into by or issued to any of the Debtors or any of their predecessors that may provide either pre- and/or post-Petition Date insurance coverage for Claims asserted by or against the Debtors; (ii) shall not expand or alter any insurance coverage under any of the Assigned Blitz Insurance Policies, or shall be deemed to create any insurance coverage that does not otherwise exist, if at all, under the terms of the Assigned Blitz Insurance Policies, including, without limitation, insurance coverage for any Debtor or other Entity that is not a named insured under the Assigned Blitz Insurance Policies; (iii) shall not be deemed to grant to any Entity, other than the Debtors and/or any Vendor, pursuant to the terms of any Assigned Blitz Insurance Policies, any right to sue any Non-Participating Insurer directly, in connection with any Claim, that such Entity did not have under applicable non-bankruptcy law prior to the commencement of the Chapter 11 Cases; (iv) shall not relieve the Debtors, any Vendor (or any other Entity or entity claiming to be an insured under any Assigned Blitz Insurance Policies) from any obligations or duties imposed by any Assigned Blitz Insurance Policies; (v) shall not be construed as an acknowledgment either that the Assigned Blitz Insurance Policies cover or otherwise apply to any Claims or that any Claims are eligible for payment under any of the Assigned Blitz Insurance Policies; (vi) shall not affect, impair or prejudice the claims and/or defenses of any Non-Participating Insurers under any Assigned Blitz Insurance Policies in any manner; (vii) shall not have any *res judicata*, collateral estoppel, or other preclusive effect on, or otherwise prejudice, diminish, impair or affect (under principles of waiver, estoppel, or otherwise) any Non-Participating Insurer's legal, equitable or contractual rights or obligations under any Assigned Blitz Insurance Policies; (viii) shall not constitute an adjudication, judgment, trial, hearing on the merits, finding, conclusion, other determination, or evidence or suggestion of any such determination: (a) establishing the liability (in the aggregate or otherwise) or coverage obligation of any Non-Participating Insurers for any Claims, including, *inter alia*, on the basis of the decision in *UNR Industries, Inc. v. Continental Casualty Co.*, 942 F.2d 1101 (7th Cir. 1991); and/or (b) establishing the liability or obligation of the Debtors, the Blitz Personal Injury Trust and/or the Blitz Liquidating Trust with respect to any Claim.

The Plan shall not, and is not intended to, modify any of the rights or obligations of Non-Participating Insurers or the Debtors under the Assigned Blitz Insurance Policies; and the Debtors and/or the Blitz Personal Injury Trust shall remain bound by all of the terms, conditions, limitations and/or exclusions contained in the Assigned Blitz Insurance Policies, which shall continue in full force and effect. Notwithstanding anything contained in the Plan, the Confirmation Order or any Plan Document to the contrary, to the extent that there is an inconsistency between any of the Assigned Blitz Insurance Policies, and any provision of the Plan, the Confirmation Order or any Plan Document, the terms of the Assigned Blitz Insurance Policies, shall control; and the rights and/or obligations of Non-Participating Insurers shall be determined under, and in accordance with, the Assigned Blitz Insurance Policies, any Insurance

Settlement Agreements and/or applicable law, as the case may be; *provided, however*, that nothing in section 6.7 of the Plan shall preclude the effectiveness of the Channeling Injunction or shall affect or limit, or be construed as affecting or limiting, the protection afforded to the Protected Parties under the Channeling Injunction, or shall affect or limit, or be construed as affecting or limiting the releases, covenants and/or agreements in the Blitz Personal Injury Trust Agreement (or any releases granted in connection therewith).

F. The Blitz Liquidating Trust

1. Establishment of the Blitz Liquidating Trust.

On or before the Effective Date, the USA Debtors and the Blitz Liquidating Trustee shall execute the Blitz Liquidating Trust Agreement and shall have established the Blitz Liquidating Trust pursuant to the Plan.

2. Authority and Role of the Blitz Liquidating Trustee.

The authority and role of the Blitz Liquidating Trustee shall be in accordance with the provisions of the Blitz Liquidating Trust Agreement and the Plan. In furtherance of and consistent with the purpose of the Blitz Liquidating Trust Agreement and the Plan, solely for the purpose of carrying out the Plan and discharging the duties in the Blitz Liquidating Trust Agreement, the Blitz Liquidating Trustee shall be deemed to be a judicial substitute for each of the USA Debtors as the party-in-interest in these Bankruptcy Cases, and pursuant to section 1123(b)(3)(B) of the Bankruptcy Code and applicable State corporate law, is appointed as the successor-in-interest to, and the representative of, the USA Debtors' Estates for the retention, enforcement, settlement or adjustment of all claims and rights, known and unknown, and all interests belonging to the USA Debtors or their Estates, which arose prior to the Confirmation Date, except in connection with any proceeding involving, relating to or arising out of, in whole or in part, the Blitz Personal Injury Trust Claims.

3. Appointment of the Blitz Liquidating Trustee.

The identity of the Blitz Liquidating Trustee is set forth in the Blitz Liquidating Trust Agreement. The appointment of the Blitz Liquidating Trustee shall be approved in the Confirmation Order, and such appointment shall be as of the Effective Date. In accordance with the Blitz Liquidating Trust Agreement, the Blitz Liquidating Trustee shall serve in such capacity through the earlier of (i) the date that the Blitz Liquidating Trust is dissolved in accordance with the Blitz Liquidating Trust Agreement and/or (ii) the date such Blitz Liquidating Trustee resigns, is terminated or is otherwise unable to serve, *provided, however*, that, in the event that the Blitz Liquidating Trustee resigns, is terminated or is unable to serve, then the Court, upon the motion of any party-in-interest, including, but not limited to, counsel to the Blitz Liquidating Trust, shall approve a successor to serve as the Blitz Liquidating Trustee, and such successor Blitz Liquidating Trustee shall serve in such capacity until the Blitz Liquidating Trust is dissolved.

4. Blitz Liquidating Trust Assets.

On the Effective Date, (i) the USA Debtors shall transfer the Blitz Liquidating Trust Assets to the Blitz Liquidating Trust; and (ii) Wal-Mart shall waive its secured setoff claim against Blitz U.S.A., Inc. and will pay to the Blitz Liquidating Trust the sum of \$1.54 million in payables owed to Blitz U.S.A., Inc., to pay Administrative Expense Claims and fund a recovery to holders of General Unsecured Claims against the USA Debtors. With respect to the BAH Settlement Payment, the USA Debtors shall transfer the BAH Settlement Payment to the Blitz Liquidating Trust, which may be done by directing BAH to pay the BAH Settlement Amount directly to the Blitz Liquidating Trust. Notwithstanding any prohibition on assignability under applicable non-bankruptcy law, on the Effective Date and periodically thereafter if additional Blitz Liquidating Trust Assets become available, the USA Debtors shall be deemed to have automatically transferred to the Blitz Liquidating Trust all of their right, title, and interest in and to all of the Blitz Liquidating Trust Assets, and in accordance with section 1141 of the Bankruptcy Code, all such assets shall automatically vest in the Blitz Liquidating Trust free and clear of all Claims and Liens, subject only to the Allowed Claims of the Blitz Liquidating Trust Beneficiaries as set forth in the Plan and the expenses of the Blitz Liquidating Trust as set forth herein and in the Blitz Liquidating Trust Agreement. Thereupon, the Debtors shall have no interest in or with respect to the Blitz Liquidating Trust Assets or the Blitz Liquidating Trust.

5. Treatment of Blitz Liquidating Trust for Federal Income Tax Purposes; No Successor-in-Interest.

The Blitz Liquidating Trust shall be established for the primary purpose of liquidating and distributing the assets transferred to it, in accordance with Treas. Reg. § 301.7701-4(d), with no objective to continue or engage in the conduct of a trade or business, except to the extent reasonably necessary to, and consistent with, the liquidating purpose of the Blitz Liquidating Trust. Accordingly, the Blitz Liquidating Trustee shall, in an expeditious but orderly manner, liquidate and convert to Cash the Blitz Liquidating Trust Assets, make timely distributions to the Blitz Liquidating Trust Beneficiaries and not unduly prolong its duration. The Blitz Liquidating Trust shall not be deemed a successor-in-interest of the USA Debtors for any purpose other than as specifically set forth herein or in the Blitz Liquidating Trust Agreement.

The Blitz Liquidating Trust is intended to qualify as a “grantor trust” for federal income tax purposes with the Blitz Liquidating Trust Beneficiaries treated as grantors and owners of the Blitz Liquidating Trust. For all federal income tax purposes, all parties (including, without limitation, the USA Debtors, the Blitz Liquidating Trustee, and the Blitz Liquidating Trust Beneficiaries) shall treat the transfer of the Blitz Liquidating Trust Assets by the USA Debtors to the Blitz Liquidating Trust, as set forth in the Blitz Liquidating Trust Agreement, as a transfer of such assets by the USA Debtors to the holders of Allowed Claims of Blitz Liquidating Trust Beneficiaries entitled to distributions from the Blitz Liquidating Trust Assets, followed by a transfer by such holders to the Blitz Liquidating Trust. Thus, the Blitz Liquidating Trust Beneficiaries shall be treated as the grantors and owners of a grantor trust for federal income tax purposes.

As soon as reasonably practicable after the Effective Date, the Blitz Liquidating Trustee (to the extent that the Blitz Liquidating Trustee deems it necessary or appropriate in his or her sole discretion) shall value the Blitz Liquidating Trust Assets based on the good faith determination of the value of such Blitz Liquidating Trust Assets. The valuation shall be used

consistently by all parties (including the USA Debtors, the Blitz Liquidating Trustee, and the Blitz Liquidating Trust Beneficiaries) for all federal income tax purposes. The Bankruptcy Court shall resolve any dispute regarding the valuation of the Blitz Liquidating Trust Assets.

The right and power of the Blitz Liquidating Trustee to invest the Blitz Liquidating Trust Assets transferred to the Blitz Liquidating Trust, the proceeds thereof, or any income earned by the Blitz Liquidating Trust, shall be limited to the right and power to invest such Blitz Liquidating Trust Assets (pending distributions in accordance with the Plan) in Permissible Investments; *provided, however*, that the scope of any such Permissible Investments shall be limited to include only those investments that a liquidating trust, within the meaning of Treas. Reg. § 301.7701-4(d), may be permitted to hold, pursuant to the Treasury Regulations, or any modification in the IRS guidelines, whether set forth in IRS rulings, other IRS pronouncements, or otherwise.

6. Additional Responsibilities of the Blitz Liquidating Trustee.

The responsibilities of the Blitz Liquidating Trustee shall include, but shall not be limited to: (i) making Distributions to holders of Allowed Claims (other than Blitz Personal Injury Claims) as contemplated in the Plan; (ii) establishing and maintaining the USA Debtors Contingent Claims Cash Reserve and the USA Debtors Disputed Claims Cash Reserve in accordance with the terms of the Plan; (iii) conducting an analysis of Administrative Expense Claims (including fee applications of Bankruptcy Professionals, *provided, however*, any analysis of such fee applications shall be subject to and in accordance with the BAH Term Sheet) against the USA Debtors, Priority Claims against the USA Debtors, Secured Claims against the USA Debtors and General Unsecured Claims against the USA Debtors, and prosecuting objections thereto or settling or otherwise compromising such Claims if necessary and appropriate; (iv) preparing and filing post-Effective Date operating reports for the USA Debtors; (v) filing appropriate tax returns with respect to the Blitz Liquidating Trust and paying taxes properly payable by the Blitz Liquidating Trust, if any, in the exercise of its fiduciary obligations; *provided, however* that for the avoidance of doubt, neither the Blitz Liquidating Trust or the Blitz Liquidating Trustee shall have any authority or duty to file any tax returns for any of the Debtors; (vi) retaining such professionals as are necessary and appropriate in furtherance of its fiduciary obligations; (vii) taking such actions as are necessary and reasonable to carry out the purposes of the Blitz Liquidating Trust; (viii) protecting and enforcing the rights to the Blitz Liquidating Trust Assets vested in the Blitz Liquidating Trustee by any method reasonably determined to be appropriate, including without limitation, by judicial proceedings or pursuant to any applicable bankruptcy, insolvency, moratorium or similar law and general principles of equity, and (ix) terminating the Blitz Liquidating Trust and seeking to close the USA Debtors' Chapter 11 Cases pursuant to section 350(a) of the Bankruptcy Code.

The Fees and expenses incurred by the Blitz Liquidating Trustee shall be paid from the Blitz Liquidating Trust Expense Reserve. The Blitz Liquidating Trustee shall not be obligated to obtain a bond but may do so, in his or her sole discretion, in which case the expense incurred by such bonding shall be paid by the Blitz Liquidating Trust. Pursuant to the Plan and the Blitz Liquidating Trust Agreement, the Blitz Liquidating Trustee shall act in a fiduciary capacity on behalf of the interests of all holders of Claims against the USA Debtors (other than those holders

of Blitz Personal Injury Trust Claims) that will receive Distributions pursuant to the terms of the Plan.

7. Cooperation; Transfer of Books and Records.

On the Effective Date or as soon thereafter as is practical, the USA Debtors will transfer and assign, or cause to be transferred and assigned, to the Blitz Liquidating Trust, all of the books and records of the USA Debtors except those that pertain to (a) the Blitz Personal Injury Trust Claims, and (b) the Blitz Personal Injury Trust Assets, including, but not limited to, insurance policies, self-insured retentions, deductibles, retrospective premiums, dividend payments, procurement of insurance, and the submission or payment of insurance claims and any other books and records transferred in accordance with section 4.9 of the Plan. The Debtors (to the extent practicable) shall further cooperate to the extent reasonably requested by the Blitz Personal Injury Trustee in the handling of Claims (other than Blitz Personal Injury Claims) filed against the USA Debtors, and generally in the operation of the Blitz Liquidating Trust for purposes set forth herein and for the duration of the Blitz Liquidating Trust.. The Debtors (to the extent practicable) shall further cooperate to the extent reasonably requested (as determined by the Debtors in their sole discretion) by the Blitz Liquidating Trustee in the handling of Claims (other than Blitz Personal Injury Trust Claims) against the USA Debtors, and generally in the operation of the Blitz Liquidating Trust for purposes set forth herein and for the duration of the Blitz Liquidating Trust, and shall use reasonable best efforts (as determined by the Debtors in their sole discretion) to request present or former officers, directors, employees, agents or representatives to the extent that the Blitz Liquidating Trustee reasonably requests the Debtors to make such request to any of the foregoing and deems such persons necessary to appear at any trial or arbitration proceeding relating to the liquidation of Claims against the USA Debtors (other than Blitz Personal Injury Trust Claims). To the extent that the Debtors, the BAH Plan Administrator or the Blitz Personal Injury Trustee, as appropriate, require any information from the Blitz Liquidating Trustee for preparation of any tax return or financial statement, the Blitz Liquidating Trustee shall use its reasonable best efforts to cooperate, to the extent reasonably requested to provide such information to the Debtors, the BAH Plan Administrator or the Blitz Personal Injury Trustee, as appropriate. The Debtors (and any present or former officer, director, employee, agent or representative to the extent that such person is request to perform act or otherwise perform hereunder),, the Blitz Personal Injury Trustee and/or the BAH Plan Administrator shall be entitled to the reimbursement of any reasonable fees, including professional fees, and expenses, incurred in compliance with any request of the Blitz Liquidating Trust pursuant to the foregoing. The Debtors' obligation (if any) to take any action contemplated hereunder is subject to the Debtors having funding necessary to do so and the Debtors are only required to take such actions (if any) as are reasonably practical under the circumstances.

8. Transfer of Privileged Information and Confidential Information.

On the Effective Date or as soon thereafter as is reasonably practicable, except for the Blitz Personal Injury Privileged Information (which shall be treated as set forth in section 4.10 of the Plan), the Privileged Information of the USA Debtors shall be transferred, assigned, given over to, and shall vest exclusively in the Blitz Liquidating Trustee. Further, with regard to any such privileges, (i) they are transferred or contributed for the sole purpose of enabling the Blitz Liquidating Trustee to perform its duties to administer the Blitz Liquidating Trust and for no

other reason, (ii) they are vested solely in the Blitz Liquidating Trustee, and not in the Blitz Liquidating Trust or any other entity, committee or subcomponent of the Blitz Liquidating Trust, or any person (including counsel) who has been engaged by, represents or has represented any Blitz Personal Injury Claimant or any person who alleges or may allege a claim directly or indirectly relating to or arising from the Debtors' products, premises or operations, (iii) they shall be preserved and not waived, (iv) for the avoidance of doubt (if any), any such transfer or contribution shall have no effect on any right, claim or privilege of any person other than the Debtors, and (v) no information subject to a privilege or a prior assertion thereof shall be publicly disclosed by the Blitz Liquidating Trustee or the Blitz Liquidating Trust or communicated to any person not entitled to receive such information or in a manner that would diminish the protected status of any such information.

To the extent not subject to an applicable privilege or immunity in accordance with the foregoing, the Blitz Liquidating Trustee and any of his or her Representatives shall maintain the confidentiality of all Confidential Information and such Confidential Information may only be disclosed to the following persons: (i) the Blitz Liquidating Trustee and outside counsel to the Blitz Liquidating Trustee; (ii) experts, consultants or non-legal professionals who actively assist the Blitz Liquidating Trustee in the analysis, valuation and/or litigation of any Claim against the Blitz Liquidating Trust or the Blitz Liquidating Trust Assets; (iii) the Blitz Personal Injury Trustee and outside counsel to the Blitz Personal Injury Trustee solely to the extent necessary to comply with sections 4.9 and/or 5.11 of the Plan; (iv) paralegal, stenographic, technical, clerical, document management and secretarial personnel employed by any of the foregoing; (v) the Bankruptcy Court and court personnel, including stenographic, video, or audio reporters; (vi) any person identified on the face of any such Confidential Information as an author or recipient thereof; (vii) any person who is determined to have been an author and/or previous recipient of the Confidential Information, but is not identified on the face thereof; and (viii) during depositions or trial testimony (or preparation therefor), witnesses to whom disclosure is reasonably necessary, *provided, however* that none of the foregoing Entities is, has not been engaged by, represents, or has represented any holder of a Blitz Personal Injury Claim or any other person who has or may assert a claim directly or indirectly relating to, based upon, or arising from the Debtors' products, premises or operations.

9. Dissolution of the Blitz Liquidating Trust.

The Blitz Liquidating Trust shall be dissolved no later than five (5) years from the Effective Date unless the Bankruptcy Court, upon a motion Filed prior to the fourth anniversary or the end of any extension period approved by the Bankruptcy Court (the Filing of which shall automatically extend the term of the Blitz Liquidating Trust pending the entry of an order by the Bankruptcy Court granting or denying the motion), determines that a fixed period extension is necessary to facilitate or complete the recovery and liquidation of the Blitz Liquidating Trust Assets. The Blitz Liquidating Trust Agreement shall require that each extension be approved by the Bankruptcy Court within six (6) months prior to the conclusion of the extended term. After (a) the final Distribution of the USA Debtors Contingent Claims Cash Reserve and the USA Debtors Disputed Claims Cash Reserve and the balance of the assets or proceeds of the Blitz Liquidating Trust pursuant to the Plan, (b) the Filing by or on behalf of the Blitz Liquidating Trust of a certification of dissolution with the Bankruptcy Court in accordance with the Plan, and (c) any other action deemed appropriate by the Blitz Liquidating Trustee, the Blitz Liquidating

Trust shall be deemed dissolved for all purposes without the necessity for any other or further actions.

10. Full and Final Satisfaction against Blitz Liquidating Trust.

On and after the Effective Date, the Blitz Liquidating Trust shall have no liability on account of any Claims or Equity Interests except as set forth in the Plan and in the Blitz Liquidating Trust Agreement. All payments and all Distributions made by the Blitz Liquidating Trustee under the Plan shall be in full and final satisfaction, settlement, and release of and in exchange for all Claims or Equity Interests against the Blitz Liquidating Trust.

G. Injunctions, Releases and Discharge

1. Term of Certain Injunctions and Automatic Stay.

All of the injunctions (which do not include the Injunctions, as defined in the Plan) and/or automatic stays provided for in or with respect to these Chapter 11 Cases, whether pursuant to section 105, section 362 or any other provision of the Bankruptcy Code or other applicable law, in existence immediately prior to the Confirmation Date shall remain in full force and effect until the Injunctions (as defined in the Plan) provided for by the Plan become effective. In addition, on and after the Confirmation Date, the Proponents, with the consent of all the Settling Parties, may seek such further orders as they deem necessary to preserve the *status quo* during the time between the Confirmation Date and the Effective Date.

Each of the Injunctions shall become effective on the Effective Date and shall continue to be effective at all times thereafter. Notwithstanding anything to the contrary contained in the Plan, all actions in the nature of those to be enjoined by the Injunctions shall be enjoined or stayed during the period between the Confirmation Date and the Effective Date. On and after the Confirmation Date but prior to the Effective Date, all Entities are permanently enjoined from commencing or continuing in any manner any action or proceeding (whether directly, indirectly, derivatively or otherwise) on account of or respecting any Claim, debt, right or cause of action of the Debtors which the Debtors retain sole and exclusive authority to pursue in accordance with Section 12.1.4 of the Plan.

2. Releases by Debtors and Estates.

The Plan, at section 7.2.1, provides that in consideration for the Insurance Settlement Payment and the BAH Settlement Payment, the Debtors and the Creditors' Committee, both on behalf of the Debtors' Estates will release the Protected Parties from all claims that could be brought by or on behalf of the Debtors' Estates. These releases are subject to the exceptions found in section 7.2.3 of the Plan. Absent the contributions made by the Participating Insurers and Wal-Mart through the Insurance Settlement Payment, the Debtors would be unable to confirm a plan that provides for Distributions to all holders of Allowed Blitz Personal Injury Trust Claims. Similarly, absent the contributions made by or on behalf of Wal-Mart and the BAH Settling Parties, the Debtors do not believe that any Distributions would be available to holder of Allowed General Unsecured Claims against the USA Debtors. The release provision of section 7.2.1 of the Plan provides:

For good and valuable consideration, including without limitation, (a) the Insurance Settlement Payment and Wal-Mart's additional payment of \$1.54 million, payment of which is critical to the Debtors' ability to obtain confirmation of the Plan and to effectuate distributions to holders of Blitz Personal Injury Trust Claims, and (b) the BAH Settlement Payment, payment of which is critical to the Debtors' ability to obtain confirmation of the Plan and to effectuate distributions to holders of Allowed Claims against the USA Debtors, as of the Effective Date, each of (i) the Debtors, on behalf of themselves and their respective Estates and their respective Affiliates, members, officers, directors, and employees, and any person claiming by or through them and (ii) the Creditors' Committee, on behalf of itself and its members (solely in their capacities as members of the Creditors' Committee), shall be deemed to completely and forever release, waive, disclaim and discharge the Protected Parties, of and from any and all claims, counterclaims, actions, causes of action, lawsuits, proceedings, adjustments, offsets, contracts, obligations, liabilities, controversies, costs, expenses, attorneys' fees and losses whatsoever, whether in law, in admiralty, in bankruptcy, or in equity, and whether based on any federal law, state law, foreign law, common law or otherwise, foreseen or unforeseen, matured or unmatured, known or unknown, accrued or not accrued based upon any acts, omissions, conduct or other matters occurring prior to the Effective Date and in any way related to the Debtors, their businesses, operations, activities, their Chapter 11 Cases, and/or any Blitz Product.

3. Releases by Holders of Claims and Equity Interests.

The Plan, at section 7.2.2, provides that as further consideration for the Insurance Settlement Payment and the BAH Settlement Payment, all holders of Claims against and Equity Interests in the Debtors are deemed to release the Protected Parties from all claims that could be brought by such holders of Claims and/or Equity Interests against the Protected Parties related to any Blitz Product or any Blitz Personal Injury Trust Claim. These releases are subject to the exceptions found in section 7.2.3 of the Plan. As noted above, absent the contributions made by the Participating Insurers and Wal-Mart through the Insurance Settlement Payment, the Debtors would be unable to confirm a plan that provides for Distributions to all holders of Allowed Blitz Personal Injury Trust Claims. Similarly, absent the contributions made by or on behalf of Wal-Mart and the BAH Settling Parties, the Debtors do not believe that any Distributions would be available to holder of Allowed General Unsecured Claims against the USA Debtors. The release provision of section 7.2.2 of the Plan provides:

For good and valuable consideration, including (a) the Insurance Settlement Payment and Wal-Mart's payment of an additional \$1.54 million, payment of which is critical to the Debtors' ability to obtain confirmation of the Plan and to effectuate distributions to holders of Blitz Personal Injury Trust Claims, and (b) the BAH Settlement Payment, payment of which is critical to the Debtors' ability to obtain confirmation of the Plan and to effectuate distributions to holders of Allowed Claims against the USA Debtors, as of the Effective Date, each present and former holder of a Claim or Equity Interest will be deemed to

completely and forever release, waive, disclaim and discharge the Protected Parties of and from any and all claims, counterclaims, actions, causes of action, lawsuits, proceedings, adjustments, offsets, contracts, obligations, liabilities, controversies, costs, expenses, attorneys' fees and losses whatsoever, whether in law, in admiralty, in bankruptcy, or in equity, and whether based on any federal law, state law, foreign law, common law or otherwise, foreseen or unforeseen, matured or unmatured, known or unknown, accrued or not accrued based upon any acts, omissions, conduct or other matters occurring prior to the Effective Date and in any way related to the Debtors, their businesses, operations, activities, their Chapter 11 Cases, and/or any Blitz Product.

4. Plan Injunction.

The Plan also provides, at section 7.3, for a customary plan injunction, as follows:

Except as otherwise provided in the Plan and/or the Plan Documents (including specifically the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP), upon the entry of the Confirmation Order, all holders of Claims and Equity Interests and other parties in interest, along with their respective present or former employers, agents, officers, directors, or principals, shall be and are permanently enjoined from and restrained against (i) taking any actions to interfere with the implementation or consummation of the Plan; (ii) commencing or continuing in any court, proceeding or other tribunal of any kind, any suit, action, or other proceeding, or otherwise asserting any Claim or Equity Interest, which has been released pursuant to Sections 7.2.1, or 7.2.2 hereof or from seeking to hold any Protected Party liable in any such suit, action or proceeding or for any such Claim, or Equity Interest that has been released pursuant to Sections 7.2.1 or 7.2.2 of the Plan; (iii) enforcing, levying, attaching, collecting or otherwise recovering by any manner or means, whether directly or indirectly, any judgment, award, decree or order against the Debtors, their Estates, their assets, the Protected Parties, the Blitz Liquidating Trust Assets and/or the Blitz Personal Injury Trust Assets; (iv) creating, perfecting or otherwise enforcing in any manner, directly or indirectly, any encumbrance against the Debtors' assets, their Estates' assets, the Protected Parties' assets, the Blitz Liquidating Trust Assets and/or the Blitz Personal Injury Trust Assets; and (v) asserting, implementing or effectuating any setoff, right of subrogation, indemnity, contribution or recoupment of any kind against any obligation due any Protected Party or against the property of any Protected Party with respect to any such claim, demand or cause of action.

H. Executory Contracts and Unexpired Leases

1. Executory Contracts and Unexpired Leases Deemed Rejected.

Except as otherwise provided for herein, and except for executory contracts and unexpired leases which the Debtors either have assumed, have rejected or have filed a motion to assume prior to the Confirmation Date and which remains pending as of the Confirmation Date,

all executory contracts and unexpired leases for goods, services or premises used in connection with Debtors' business operations shall be deemed rejected by the Debtors on the Effective Date, and the Plan shall constitute a motion to reject such executory contracts and unexpired leases. Subject to the occurrence of the Effective Date, entry of the Confirmation Order by the Bankruptcy Court shall constitute approval of such rejections pursuant to section 365(a) of the Bankruptcy Code and a finding by the Bankruptcy Court that each such rejection is in the best interests of the Debtors, their Estates, and all parties in interest in these Chapter 11 Cases.

2. Bar Date for Claims Arising from Rejection or Termination.

Claims created by the rejection of executory contracts or unexpired leases pursuant to the Plan must be filed with the Bankruptcy Court and served on the Blitz Liquidating Trustee or the BAH Plan Administrator, as applicable, no later than thirty (30) days after the Effective Date. Any Claims for rejection of executory contracts or unexpired leases pursuant to the Plan for which a proof of claim is not filed and served within such time will be forever barred and shall not be enforceable against the Debtors or their Estates, assets, properties, or interests in property; against the Blitz Liquidating Trust; or against the Blitz Personal Injury Trust. Unless otherwise ordered by the Bankruptcy Court, all such Claims that are timely filed as provided herein shall be treated as General Unsecured Claims under the Plan. For avoidance of doubt, nothing in the Plan shall extend any deadline for the filing of any Claims established in a previously entered order of the Bankruptcy Court.

3. Assumption and Assignment of Blitz Insurance Policies.

On the Effective Date, the Debtors shall assign the Assigned Blitz Insurance Policies to the Blitz Personal Injury Trust pursuant to section 365 of the Bankruptcy Code. The Plan shall constitute a motion to assume such Assigned Blitz Insurance Policies and, subject to the occurrence of the Effective Date, entry of the Confirmation Order shall constitute approval of such assumption and assignment pursuant to section 365(f) of the Bankruptcy Code and/or under applicable non-bankruptcy law, and findings by the Bankruptcy Court that each such assumption and assignment is in the best interests of the Debtors, their Estates, and all parties in interest in these Chapter 11 Cases. To the extent that any Assigned Blitz Insurance Policy is not an executory contract, it shall remain in full force and effect in accordance with its terms such that each of the parties' contractual, legal and equitable rights under each Assigned Blitz Insurance Policy shall remain unaltered; and such Assigned Blitz Insurance Policies shall be treated as reinstated and assigned to the Blitz Personal Injury Trust.

I. Conditions

1. Conditions Precedent to Confirmation.

The Plan contains several conditions precedent to confirmation, which must either be satisfied, or waived by each of the Settling Parties in its sole and absolute discretion in accordance with section 11.5 of the Plan. Section 11.1 of the Plan includes the following conditions to confirmation of the Plan:

- a. The Bankruptcy Court shall have entered an order approving the Insurance Settlement Agreement on terms which shall be acceptable to each of the Insurance Settling Parties, in their sole discretion;
- b. the Bankruptcy Court shall have entered an order approving the Disclosure Statement as containing adequate information within the meaning of section 1125 of the Bankruptcy Code;
- c. the Confirmation Order, including, *inter alia*, the Channeling Injunction and the Releases, in a form and substance acceptable to all the Settling Parties, shall have been entered by the Bankruptcy Court and shall not in any way impair, diminish or detract from the terms of the Insurance Settlement or the BAH Settlement;
- d. all documents, instruments, and agreements provided under, or necessary to implement, the Plan, shall have been executed and delivered by the applicable parties and shall be in a form and substance acceptable to all the Settling Parties;
- e. the Debtors and the Blitz Personal Injury Trustee shall have executed the Blitz Personal Injury Trust Agreement and shall have established the Blitz Personal Injury Trust pursuant to the Plan and shall be in a form and substance acceptable to all the Settling Parties;
- f. the Debtors and the Blitz Liquidating Trustee shall have executed the Blitz Liquidating Trust Agreement and shall have established the Blitz Liquidating Trust pursuant to the Plan and shall be in a form and substance acceptable to Proponents;
- g. the substantive consolidation of the USA Debtors and the substantive consolidation of the BAH Debtors shall have been approved by the Bankruptcy Court; and
- h. the following findings of fact or conclusions of law shall be contained in the Confirmation Order:
 - (1) As of the Petition Date, certain of the Debtors have been named as defendants in personal injury or wrongful death actions seeking recovery for damages allegedly caused by Blitz Products;
 - (2) The Blitz Personal Injury Trust, as of the Effective Date, will assume the liabilities of the Debtors and the Protected Parties with respect to the Blitz Personal Injury Trust Claims and shall assume all obligations of the Blitz Personal Injury Trust set forth in the Plan Documents;
 - (3) The Blitz Personal Injury Trust, upon the Effective Date, shall have received the Blitz Personal Injury Trust Assets or, if applicable, the right to receive such assets in accordance with the terms of the Plan and the Plan Documents;

- (4) Pursuit of the Blitz Personal Injury Trust Claims outside the procedures prescribed by the Plan is likely to threaten the Plan's purpose to deal equitably with Blitz Personal Injury Trust Claims;
- (5) The Blitz Personal Injury Trust shall use its assets and income to pay Blitz Personal Injury Trust Claims and Blitz Personal Injury Trust Expenses in accordance with the Blitz Personal Injury Trust Agreement and Blitz Personal Injury TDP;
- (6) The actual amounts and timing of the Blitz Personal Injury Trust Claims cannot be determined at the time of the entry of the Confirmation Order;
- (7) The sole and exclusive remedy of holders of Blitz Personal Injury Trust Claims against the Debtors and the Protected Parties shall be against the Blitz Personal Injury Trust, and no such Blitz Personal Injury Trust Claims may be asserted against the Debtors or any Protected Party;
- (8) An identity of interests exists between the Debtors and the non-debtor Protected Parties such that a Claim asserted against any non-debtor Protected Party gives rise to a claim against the Debtors by contract and/or operation of the law of indemnity and/or contribution;
- (9) The terms of the Channeling Injunction, including any provisions barring actions against third parties, are set out in conspicuous language in the Plan and in the Disclosure Statement and are essential elements of the Plan and the Debtors' liquidating efforts, and are appropriate under the circumstances;
- (10) The procedures and payment mechanisms set forth in the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP are fair and equitable to the holders of Blitz Personal Injury Trust Claims and provide reasonable assurance that the Blitz Personal Injury Trust will value, and be in a financial position to pay, Blitz Personal Injury Trust Claims that involve similar claims in substantially the same manner;
- (11) The Plan provides a mechanism to pay for all, or substantially all, Blitz Personal Injury Trust Claims;
- (12) The transfer of Blitz Personal Injury Trust Assets to the Blitz Personal Injury Trust does not violate any obligations of the Debtors;

- (13) Any transfers of property by the Debtors (i) to the Blitz Liquidating Trust and/or the Blitz Personal Injury Trust (a) are or will be legal, valid and effective transfers of property, (b) vest or will vest the Blitz Liquidating Trust and/or the Blitz Personal Injury Trust, as the case may be, with good title to such property free and clear of all Liens, Claims, encumbrances or Equity Interests, except as expressly provided in the Plan or Confirmation Order, (c) do not and will not constitute avoidable transfers under the Bankruptcy Code or under applicable bankruptcy or nonbankruptcy law, and (d) except as provided otherwise in the Plan Documents, do not and will not subject the Debtors, the Blitz Liquidating Trust, the Blitz Personal Injury Trust and/or the BAH Plan Administrator to any liability by reason of such transfer under the Bankruptcy Code or under applicable nonbankruptcy law, including, without limitation, any laws affecting successor, transferee or stamp or recording tax liability, and (ii) to holders of Claims under the Plan are for good consideration and value;
- (14) The Bankruptcy Court has subject-matter jurisdiction to issue the Channeling Injunction; and the Channeling Injunction is authorized by section 105 of the Bankruptcy Code and/or by the Bankruptcy Court's inherent authority or other statutory authority;
- (15) Approval of the Insurance Settlement, the BAH Settlement and any other settlement agreement between the Debtors and any other Entities not previously approved by the Bankruptcy Court is appropriate under Bankruptcy Rule 9019 and the applicable law governing approval of such settlements and compromises and is granted as part of the Confirmation Order;
- (16) Subject to the provisions of section 14.2.7 of the Plan, upon the contribution of the Insurance Settlement Payment to the Blitz Personal Injury Trust, all interests in the Participating Insurer Policies shall be deemed to have been released and sold back to the Participating Insurers free and clear of all rights, claims, liens, interest, and/or encumbrances in the Participating Insurer Policies pursuant to section 363 of the Bankruptcy Code;
- (17) Subject to the provisions of section 14.2.7 of the Plan, upon the contribution of the Insurance Settlement Payment to the Blitz Personal Injury Trust, all Blitz Personal Injury Claims arising on or after 12:01 PM CST on July 31, 2007 (except for *Calder* and *Bosse*) and for which litigation was commenced as of the date of execution of the Insurance Settlement Term Sheet shall be deemed dismissed and withdrawn with prejudice without any further action of the Insurance Settling Parties;

- (18) The Plan complies with all applicable sections of the Bankruptcy Code, and the Debtors have complied with all applicable sections of the Bankruptcy Code;
- (19) The substantive consolidation of the USA Debtors for purposes of Distributions as set forth in section 12.1.5 of the Plan and the substantive consolidation of the BAH Debtors for purposes of Distributions as set forth in section 12.1.6 of the Plan are approved;
- (20) In light of the respective direct and indirect benefits provided, or to be provided, to the Blitz Personal Injury Trust or the USA Debtors, as applicable, by, or on behalf of, each Participating Insurer, Wal-Mart or any other Protected Party pursuant to the Insurance Settlement Term Sheet, the identification of the Participating Insurers, Wal-Mart or any other Protected Party in the Channeling Injunction is fair and equitable with respect to any Entity that might subsequently assert Blitz Personal Injury Trust Claims or any other Claim against a Participating Insurer, Wal-Mart or any other Protected Party pursuant to the Insurance Settlement Term Sheet. The Insurance Settlement constitutes a reasonable settlement and fair resolution of the Participating Insurers' alleged liabilities and obligations under the Participating Insurer Policies. The Insurance Settlement constitutes a reasonable settlement and fair resolution of Wal-Mart's alleged liabilities and obligations with respect to any Blitz Personal Injury Trust Claim and Wal-Mart's rights under the Blitz Insurance Policies;
- (21) In light of the respective direct and indirect benefits provided, or to be provided, to the Blitz Personal Injury Trust or the USA Debtors, as applicable, by, or on behalf of, each BAH Settling Party or any other Protected Party pursuant to the BAH Settlement, the identification of the BAH Settling Parties or any other Protected Party in the Channeling Injunction is fair and equitable with respect to any Entity that might subsequently assert Blitz Personal Injury Trust Claims or any other Claim against a BAH Settling Party or any other Protected Party pursuant to the BAH Settlement. The BAH Settlement constitutes a reasonable settlement and fair resolution of the BAH Settling Parties' alleged liabilities by the Creditors' Committee on behalf of the USA Debtors' Estates and for the Blitz Personal Injury Claims;
- (22) The contributions to be made by Protected Parties to the Blitz Personal Injury Trust and the USA Debtors' Estates are substantial and are a fundamental, integral and essential component of the success and implementation of the Plan;

- (23) The Channeling Injunction and Releases, as applied to Blitz Personal Injury Trust Claims against the Protected Parties, are essential and necessary for the Debtors because, among other reasons, the Protected Parties would not be willing to make their contributions to the Blitz Personal Injury Trust or the USA Debtors' Estates without the protection provided by the Channeling Injunction and Releases;
- (24) The Plan would not be able to be confirmed and the Insurance Settlement would not be able to be consummated without the BAH Settlement Payment to the USA Debtors' Estates; the BAH Settling Parties would not have agreed to the terms of the BAH Settlement if they did not include the Channeling Injunction and Releases for the BAH Settling Parties;
- (25) The identification and designation of each Protected Party is fair and equitable with respect to Entities that might subsequently assert Blitz Personal Injury Trust Claims against any such Protected Party, in light of the benefits provided, or to be provided, to the Blitz Personal Injury Trust by or on behalf of the Protected Parties;
- (26) In view of the substantial contributions to the Blitz Personal Injury Trust and the USA Debtors' Estates made by or on behalf of the Protected Parties, it is reasonable and fair for the Plan to provide that holders of Blitz Personal Injury Trust Claims be enjoined from pursuing any action against the Protected Parties;
- (27) The Plan does not violate any consent to assignment, consent to settlement, management of claims, cooperation, or similar clause in any Assigned Blitz Insurance Policy;
- (28) The Plan does not materially increase any Non-Participating Insurer's risk of providing coverage for any Blitz Personal Injury Trust Claims under the relevant Assigned Blitz Insurance Policy as compared to the risk that was otherwise being borne by such Non-Participating Insurer prior to the Effective Date;
- (29) Except for an agreed upon joint press statement with respect to the Insurance Settlement to be released to the public at an agreed upon time, no Insurance Settling Party shall make any statements to the media concerning the Insurance Settlement other than referring the media to such press statement and any court filings not under seal. This paragraph shall not preclude plaintiff's counsel from identifying on their respective websites and in other materials describing their respective law firms, the fact that they were one of the counsel involved in the Insurance Settlement; and

- (30) The provisions of the Confirmation Order are non-severable and mutually dependent.

2. Conditions Precedent to the Effective Date.

The Plan also contains several conditions to the effectiveness of the Plan that, notwithstanding confirmation of the Plan, could prevent consummation of the Plan if not satisfied or waived in accordance with the terms of the Plan. The “substantial consummation,” as defined in section 1101 of the Bankruptcy Code, shall not occur, and the Plan shall be of no force and effect, until the Effective Date. The occurrence of the Effective Date is subject to satisfaction of each of the following conditions precedent, each of which may be waived by all the Settling Parties in their sole and absolute discretion:

- (1) The Confirmation Order shall have become a Final Order;
- (2) There is no stay in effect with respect to the Confirmation Order, and the Confirmation Order, including the Channeling Injunction and Releases, shall be in full force and effect;
- (3) There is no order issued by any court that invalidates the Channeling Injunction and Releases or deprives any of the Protected Parties of the protections of the Channeling Injunction and Releases;
- (4) The Blitz Personal Injury Trust shall have been funded as provided in section 4.5 of the Plan;
- (5) At least eighty percent (80%) of the Insurance Settlement Payment shall have been funded by Wal-Mart and or the Participating Insurers;
- (6) The Blitz Personal Injury Trustee shall have accepted his or her appointment and executed the Blitz Personal Injury Trust Agreement;
- (7) The Blitz Liquidating Trust shall have been funded in accordance with the terms of this Plan;
- (8) No suit, action or administrative proceeding shall have been filed and be pending, or shall have been threatened, against any of the Settling Parties which, if successful, would: (a) prohibit that Settling Party from consummating the transactions set forth in the Plan; (b) would make the transactions set forth in the Plan infeasible, impossible or undesirable, any and all of which shall be determined by that Settling Party in its sole discretion; or (c) which would subject that Settling Party to damages, fines, or penalties in connection with the consummation of the Plan;
- (9) The Debtors shall have sufficient funds to satisfy all Allowed Administrative Expense Claims in full, in Cash;

- (10) If a Notice of Failure of Effective Date has been filed with the Court, such Notice of Failure of Effective Date shall have been cured in accordance with the provisions of paragraph 3 of the Insurance Settlement Term Sheet;
- (11) The Plan Documents necessary or appropriate to implement the Plan, shall have been executed and shall be in full force and effect;
- (12) All authorizations, consents, and regulatory approvals required, if any, in connection with the consummation of the Plan shall have been obtained; and
- (13) All other actions, documents, and agreements necessary to implement the Plan shall have been effected or executed.

3. Effect of Failure of Conditions.

In the event that one or more of the conditions specified in sections 11.1 or 11.2 of the Plan cannot be satisfied after a reasonable amount of time and the occurrence of such condition is not waived by all the Settling Parties in their sole and absolute discretion, then Proponents, with the consent of all the Settling Parties, shall file a notice of the failure of the Effective Date with the Bankruptcy Court, at which time the Plan and the Confirmation Order, if the conditions precedent to the Confirmation Date have been satisfied, shall be deemed null and void. If the Effective Date does not occur, then (a) the Confirmation Order, if the conditions precedent to Confirmation Date have been satisfied, shall be vacated, (b) no Distributions under the Plan shall be made, (c) the Debtors and all holders of Claims and Equity Interests shall be restored to the *status quo ante*, including any injunctions and automatic stays issued in these Chapter 11 Cases, as of the day immediately preceding the Confirmation Date, if the conditions precedent to Confirmation Date shall have been made, as though the Confirmation Order had never been entered and the Confirmation Date never occurred, and (d) the Debtors' obligations with respect to all of the Claims and Equity Interests shall remain unchanged, and nothing contained herein shall constitute or be deemed a waiver or release of any Claims or Equity Interests by or against the Debtors or any other Entity or to prejudice in any manner the rights of the Debtors or any Entity in any further proceedings involving the Debtors.

4. Waiver of Conditions Precedent.

Proponents reserve the right to waive the occurrence of any of the foregoing conditions specified in sections 11.1 or 11.2 of the Plan or to modify any such conditions precedent with the consent of all the Settling Parties. Except as otherwise set forth herein, any such waiver of a condition precedent may be affected at any time, without notice, without leave or order of the Bankruptcy Court, and without formal action other than the filing of a stipulation executed by each of the Settling Parties and proceeding to consummate the Plan.

J. Retention of Jurisdiction

1. General Jurisdiction.

The Plan provides that the Bankruptcy Court shall retain the fullest and most extensive jurisdiction permissible and necessary to ensure that the purposes and intent of the Plan are carried out. Except as otherwise provided in the Plan, the Bankruptcy Court shall retain jurisdiction to hear and determine all Claims against the Debtors, and to adjudicate and enforce all of the Debtors' causes of action. Nothing contained herein shall prevent the Debtors, the Blitz Liquidating Trust, the Blitz Personal Injury Trust or the BAH Plan Administrator, as applicable, from taking such action as may be necessary in the enforcement of any cause of action which the Debtors have or may have and which may not have been enforced or prosecuted by the Debtors, which cause of action shall survive confirmation of the Plan and shall not be affected hereto except as specifically provided herein.

Following the entry of the Confirmation Order, the administration of the Chapter 11 Cases will continue at least until the completion of the transfers contemplated to be accomplished on the Effective Date. Moreover, the Blitz Personal Injury Trust shall be subject to the continuing jurisdiction of the Bankruptcy Court in accordance with the requirements of section 468(B) of the Internal Revenue Code and the Treasury regulations issued pursuant thereto. The Bankruptcy Court shall also retain jurisdiction for the purpose of classification of any Claim and the re-examination of Claims that have been Allowed temporarily for purposes of voting, and the determination of such objections as may be filed with the Bankruptcy Court with respect to any Claim, other than Blitz Personal Injury Trust Claims. The failure by the Proponents to object to, or examine, any Claim for the purposes of voting, shall not be deemed a waiver of the right of the Protected Parties, the Blitz Liquidating Trust, the BAH Plan Administrator and/or the Blitz Personal Injury Trust to object to or re-examine such Claim in whole or part for any other purpose.

2. Specific Jurisdiction.

In addition to the foregoing, the Plan specifically provides for the Bankruptcy Court to retain exclusive jurisdiction for the following specific purposes after the Confirmation Date:

- (1) To modify the Plan after the Confirmation Date, pursuant to the provisions of the Bankruptcy Code, the Bankruptcy Rules and the terms and conditions of the Plan;
- (2) To correct any defect, cure any omission, reconcile any inconsistency, or make any other necessary changes or modifications in or to the Plan, the Plan Documents or the Confirmation Order as may be necessary to carry out the purposes and intent of the Plan, including the adjustment of the date(s) of performance under the Plan Documents in the event that the Effective Date does not occur as provided herein so that the intended effect of the Plan may be substantially realized thereby;
- (3) To hear, determine and resolve controversies related to the Blitz Liquidating Trust;

- (4) To assure the performance by all the Debtors, the Blitz Personal Injury Trust, the BAH Plan Administrator and/or the Blitz Liquidating Trust, as applicable, of their respective obligations to make Distributions under the Plan;
- (5) To enforce and interpret the terms and conditions of the Plan Documents and any documents issued or executed with respect to the Plan;
- (6) To enter such orders or judgments, including, but not limited to, the Injunctions (i) as are necessary to enforce the title, rights, and powers of the Debtors, the Blitz Liquidating Trust, the Blitz Personal Injury Trust and/or the Protected Parties, and (ii) as are necessary to enable holders of Claims to pursue their rights against any Entity that may be liable therefore pursuant to applicable law or otherwise, including but not limited to, Bankruptcy Court orders;
- (7) To hear and determine any motions or contested matters involving taxes, tax refunds, tax attributes, tax benefits, and similar or related matters with respect to the Debtors, the Blitz Liquidating Trust or the Blitz Personal Injury Trust, arising on or prior to the Effective Date, arising on account of transactions contemplated by the Plan Documents, or based upon the period of administration of the Chapter 11 Cases;
- (8) To hear and determine all applications for compensation of professionals and reimbursement of expenses under sections 330, 331, or 503(b) of the Bankruptcy Code;
- (9) To hear and determine any causes of action by, against or involving the Debtors arising during the period from the Petition Date through the Effective Date;
- (10) To hear and determine any causes of action by, against or involving the BAH Debtors or the Blitz Liquidating Trust arising during the period from the Effective Date to the date of the order entering a final decree in the Chapter 11 Cases;
- (11) To hear and determine any cause of action regarding the enforcement of Plan Documents or the transactions contemplated thereby;
- (12) To determine any and all applications or motions pending on the Effective Date for the rejection or assumption of executory contracts or unexpired leases, and if need be, liquidate any and all Claims arising therefrom;
- (13) To hear and determine such other matters as may be provided in the Confirmation Order;
- (14) To consider and act on the compromise and settlement of any Claim (other than a Blitz Personal Injury Trust Claim) against or Equity Interest in the Debtors or their Estates including, without limitation, any disputes with respect to the Bar Dates;

(15) To hear and determine all questions and disputes regarding title to the assets of the Debtors and their Estates, the Blitz Liquidating Trust or the Blitz Personal Injury Trust;

(16) To hear and determine all matters, questions, and disputes with respect to the direct causes of action brought by the Debtors and their Estates, the Blitz Liquidating Trust or Blitz Personal Injury Trust;

(17) To hear and determine any other matters related hereto, including the implementation and enforcement of all orders entered by the Bankruptcy Court in the Chapter 11 Cases;

(18) To interpret, enforce, and administer the terms of the Blitz Personal Injury Trust Agreement, and the Blitz Personal Injury TDP (including all annexes and exhibits to any of the foregoing), only to the extent the documents do not provide for an alternate forum for resolution;

(19) To hear and determine any proceeding that involves the validity, application, construction, interpretation, enforceability or enforcement of the Channeling Injunction or the application of section 105(a) of the Bankruptcy Code to the Channeling Injunction. Notwithstanding the foregoing, nothing herein shall constitute a waiver by any Protected Party of the protections granted to them under the Channeling Injunction or consent to the Bankruptcy Court's or District Court's consideration of any matter;

(20) To hear and determine matters concerning state, local, and federal taxes, fines, penalties, or additions to taxes for which a Debtor may be liable, directly or indirectly, in accordance with sections 346, 505, and 1146 of the Bankruptcy Code;

(21) To hear and determine any proceeding seeking to amend or restate the Blitz Personal Injury Trust Agreement in accordance with the Plan Documents; however, no amendment or modification of the Blitz Personal Injury Trust Agreement may modify any rights, remedies, Releases and/or Injunctions granted under the Plan to the Protected Parties;

(22) To enjoin any actions in violation of the Injunctions;

(23) To hear and determine all adversary proceedings, applications, motions, and contested or litigated matters that may be pending on the Effective Date or that, pursuant to the Plan, may be instituted by the Debtors, the Blitz Liquidating Trust or the Blitz Personal Injury Trust, as applicable, after the Effective Date, including, without express or implied limitation, any claims to recover assets for the benefit of the Estates, including actions to recover insurance proceeds that are pending in Bankruptcy Court or District Court;

(24) To enter an order or final decree closing the Chapter 11 Cases; and

(25) To hear and determine all questions, matters, and disputes with respect to the Plan.

3. Blitz Personal Injury Trust Agreement and Blitz Personal Injury TDP Controlling.

The Plan also provides that notwithstanding anything in Article XIII of the Plan to the contrary, the allowance of Blitz Personal Injury Trust Claims and the forum in which such allowance will be determined will be governed by and in accordance with the procedures established by the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP.

4. District Court Jurisdiction.

The Plan further provides that to the extent that the Bankruptcy Court is not permitted under applicable law to preside over any of the foregoing matters specified in Article XIII of the Plan, the reference to the Bankruptcy Court in Article XIII of the Plan shall be deemed to be replaced by the District Court.

5. Bankruptcy Court Does Not Exercise Jurisdiction.

The Plan further provides that if the Bankruptcy Court abstains from exercising or declines to exercise jurisdiction, or is otherwise without jurisdiction, over any matter arising under, arising in or related to these Chapter 11 Cases, including with respect to any of the matters set forth in Article XIII of the Plan, nothing herein shall prohibit or limit the exercise of jurisdiction by any other tribunal that has competent jurisdiction with respect to any such subject matter.

K. Miscellaneous Plan Provisions

1. Dissolution of the Creditors' Committee.

On the Effective Date, the Creditors' Committee shall thereupon be released and discharged of and from all further authority, duties, responsibilities, and obligations arising from and based upon the Chapter 11 Cases, and the Creditors' Committee shall be deemed dissolved; *provided, however*, that (a) in the event that the Effective Date occurs prior to the Confirmation Order becoming a Final Order, the Creditors' Committee may, at its option, continue to serve and function for the purpose of participating in any appeal of the Confirmation Order until such time as the Confirmation Order becomes a Final Order, and (b) if the Effective Date occurs prior to the conclusion of any outstanding litigation or adversary proceedings in the Chapter 11 Cases or prior to the entry of a Final Order with respect to final fee applications of Bankruptcy Professionals, the Creditors' Committee may, at its option, continue to serve until a Final Order is entered with respect to such proceedings and/or applications.

2. Exculpation and Release.

The Plan provides that **the Exculpated Parties shall not have or incur, and are hereby released from, any claim, obligation, cause of action and/or liability to any holder of a Claim, Equity Interest, or any other Entity or any of their respective successors, assigns or**

Representatives for any act or omission with respect to or arising out of the Chapter 11 Cases, the pursuit of confirmation of the Plan, the consummation of the Plan, or the administration of the Plan or the property to be distributed under the Plan, except for gross negligence, fraud or willful misconduct or any obligations that they have under or in connection with the Plan, the Plan Documents, or any transactions contemplated thereby, and in all respects shall be entitled to rely upon the advice of counsel with respect to their duties and responsibilities under the Plan.

3. Section 346 Injunction.

In accordance with section 346 of the Bankruptcy Code, for purposes of any state or local law imposing a tax, income will not be realized by the Debtors by reason of the forgiveness or discharge of indebtedness resulting from the consummation of the Plan. As a result, each state or local taxing authority is permanently enjoined and restrained, after the Confirmation Date, from commencing, continuing, or taking any act to impose, collect or recover in any manner any tax against the Debtors arising by reason of the forgiveness or discharge of indebtedness under the Plan.

4. Exemption from Taxes.

Pursuant to section 1146(a) of the Bankruptcy Code, the issuance, transfer, or exchange of any equity security under the Plan, the creation of any mortgage, deed of trust, or other security interest, the making or assignment of any lease or sublease, or the making or delivery of any deed or other instrument of transfer under, in furtherance of, or with respect to, the Plan shall be exempt from all transfer and recordation taxes, stamp taxes or similar taxes.

5. Severability.

If, prior to Confirmation, any term or provision of the Plan, Confirmation Order, the Channeling Injunction, or any other Plan Document, is held by any court of competent jurisdiction or any other governmental Entity with appropriate jurisdiction to be invalid, void, prohibited, or unenforceable, (i) Proponents, with the consent of all the Settling Parties, may amend or modify the Plan to correct the defect, by amending or deleting the offending provision or otherwise, or may withdraw the Plan, or (ii) the Bankruptcy Court shall have the power to alter and interpret such term or provision to make it valid or enforceable to the maximum extent practicable, consistent with the original purpose of the term or provision held to be invalid, void, prohibited or unenforceable, and such term or provision shall then be applicable as altered or interpreted. Notwithstanding any such holding, alteration, or interpretation, (i) to the extent such holding, alteration or interpretation is inconsistent with any provision of the Plan Support Agreements (including without limitation, any such holding, alteration or interpretation with respect to Articles III, IV, V, VI, VII or XIV of the Plan), such holding, alteration or interpretation shall not be effective absent the consent of all the Settling Parties and (ii) the remainder of the terms and provisions of the Plan, the Plan Documents, the Confirmation Order and the Channeling Injunction shall remain in full force and effect and shall in no way be affected, impaired, or invalidated by such holding, alteration, or interpretation. Notwithstanding anything to the contrary herein, Proponents shall not, without all the Settling Parties' written consent, alter, amend or modify the Plan at any time to the extent any such alteration,

amendment, or modification would in any way impair, diminish or detract from the terms of the Plan Support Agreements. The Confirmation Order shall constitute a judicial determination, and shall provide, that each term and provision of the Plan, the Plan Documents, the Confirmation Order, the Channeling Injunction and Releases, as it may have been altered or interpreted in accordance with the forgoing (a) is valid and enforceable pursuant to its terms; (b) is integral to the Plan and may not be deleted or modified without all the Settling Parties' express written consent, (c) does not require the resolicitation of any acceptance or rejection of the Plan; and (d) is non-severable and mutually dependent.

6. Plan Supplement.

Any Plan Supplement (and amendments thereto) filed by the Proponents shall be deemed an integral part of the Plan and shall be incorporated by reference as if fully set forth herein. Any and all exhibits, lists or schedules referred to herein or in the Disclosure Statement but not filed with the Plan shall be contained in the Plan Supplement and filed with the Clerk of the Bankruptcy Court at least five (5) Business Days prior to the deadline established by the Bankruptcy Court for filing and service of objections to the Plan.

7. Standing of Protected Parties.

Each of the Protected Parties shall have standing to seek relief from the Bankruptcy Court or any court of competent jurisdiction for purposes of enforcement of the Channeling Injunction to the extent that any act occurs or is taken that is contrary to the provisions of, or would interfere with, restrict, defeat, nullify, violate or otherwise limit the protections afforded the Protected Party under, by or through the Channeling Injunction.

V.

IMPLEMENTATION OF THE PLAN

The Plan provides for certain actions to be taken, in addition to those set forth and described above, including the creation of the Blitz Personal Injury Trust and the Blitz Liquidating Trust, in the nature of assisting in or otherwise providing for implementation of the Plan and its various terms and provisions, some of which are set forth in more detail below:

1. Cancellation of Certain Claims and Equity Interests.

Except as otherwise may be provided in the Plan, on the Effective Date all Intercompany Claims of any Debtor against any other Debtor and all Equity Interests in the Debtors shall be cancelled.

2. Vesting of Certain Assets.

Except as otherwise may be provided in the Plan, on the Effective Date, title to all assets and properties and interests in property of the USA Debtors dealt with by the Plan shall either vest in the Blitz Personal Injury Trust or the Blitz Liquidating Trust, as applicable, free and clear of all Claims, Liens and Equity Interests and title to all assets and properties and interests in property of the BAH Debtors dealt with by the Plan shall vest in BAH., free and clear of all Claims, Liens and/or Equity Interests. All rights and causes of action in connection with the Blitz Personal Injury Trust Claims accruing to the Debtors pursuant to the Bankruptcy Code or any other statute or any legal theory, and any rights for recovery under any Assigned Blitz Insurance Policy are hereby expressly assigned to the Blitz Personal Injury Trust, and on the Effective Date, shall be transferred and assigned to the Blitz Personal Injury Trust. All of the Debtors' right, title and interest, if any, in and to Claims of contribution and indemnification in respect of Blitz Personal Injury Trust Claims are hereby preserved to the extent those Claims have not been settled pursuant to the Insurance Settlement, or any other settlement agreement between the Debtors and any other Entities. The Blitz Personal Injury Trust shall investigate, prosecute, settle or abandon such rights, as may be determined in the sole discretion of the Blitz Personal Injury Trustee; *provided, however*, any such prosecution or settlement shall not violate the terms of the Insurance Settlement, or any other settlement agreement between the Debtors and any other Entities. All rights and causes of action accruing to the USA Debtors pursuant to the Bankruptcy Code or any other statute or any legal theory, not expressly assigned and transferred to the Blitz Personal Injury Trust, are expressly assigned to the Blitz Liquidating Trust and on the Effective Date, shall be transferred and assigned to the Blitz Liquidating Trust. All rights and causes of action accruing to the BAH Debtors pursuant to the Bankruptcy Code or any other statute or any legal theory not expressly waived or assigned are expressly retained and preserved by BAH.

3. Substantive Consolidation of the USA Debtors.

The Plan, with respect to the USA Debtors, shall be implemented through a substantive consolidation of the assets and liabilities of the USA Debtors with one another. The Confirmation Order shall contain findings supporting the conclusions providing for substantive

consolidation for purposes of distribution on the terms set forth in section 12.1.5 of the Plan. The substantive consolidation of the assets and liabilities and properties of the USA Debtors shall have the effects set forth in section 12.1.5 of the Plan.

The Chapter 11 Cases of the USA Debtors shall be consolidated into the case of Blitz U.S.A., Inc. as a single consolidated case with respect to Claims against the USA Debtors. All property of the estate of each USA Debtor shall be deemed to be property of the consolidated estates with respect to the payment of Claims against the USA Debtors. All Claims against each USA Debtor's Estate shall be deemed to be Claims against the consolidated estates, all proofs of claim filed against one or more of the USA Debtors shall be deemed to be a single Claim filed against the consolidated estates, and all duplicate proofs of claim for the same Claim filed against more than one USA Debtor shall be deemed expunged. As set forth in section 12.1.1 of the Plan, no Distributions under the Plan shall be made on account of Intercompany Claims among the USA Debtors.

For purposes of determining the availability of the right of setoff under section 553 of the Bankruptcy Code, the USA Debtors shall be treated as one consolidated entity so that, subject to the other provisions of section 553, debts due to any of USA Debtors may be set off against the debts of any other of the USA Debtors. Subject to the limitations provided in section 553 of the Bankruptcy Code, the Debtors, the Blitz Liquidating Trust or the Blitz Personal Injury Trust, as applicable, may, but shall not be required to, setoff against any Claim and the payments or Distributions to be made pursuant to the Plan in respect of such Claim, any claims, rights, causes of action and liabilities of any nature that the Debtors, the Blitz Liquidating Trust or the Blitz Personal Injury Trust may hold against the holder of such Claim; *provided, however*, that neither the failure to effect such a setoff nor the Allowance of any Claim hereunder shall constitute a waiver or release by the Debtors, the Blitz Liquidating Trust or the Blitz Personal Injury Trust, of any of such claims, rights, causes of action and liabilities that the Debtors, the Blitz Liquidating Trust or the Blitz Personal Injury Trust has or may have against the holder of any such Claim.

4. Substantive Consolidation of the BAH Debtors.

The Plan, with respect to the BAH Debtors, shall be implemented through a substantive consolidation of the assets and liabilities of the BAH Debtors with one another. The Confirmation Order shall contain findings supporting the conclusions providing for substantive consolidation for purposes of distribution on the terms set forth in section 12.1.6 of the Plan. The substantive consolidation of the assets and liabilities and properties of the BAH Debtors shall have the effects set forth in section 12.1.6 of the Plan.

On the Effective Date or as soon as reasonably practicable thereafter, LAM shall merge with and into BAH, as set forth in section 12.4.2 of the Plan. The Chapter 11 Cases of the BAH Debtors shall be consolidated into the case of BAH as a single consolidated case with respect to Claims against the BAH Debtors. All property of the estate of each BAH Debtor shall be deemed to be property of BAH's Estate with respect to the payment of Claims against the BAH Debtors. All Claims against each BAH Debtor's Estate shall be deemed to be Claims against BAH's Estate, all proofs of claim filed against one or more of the BAH Debtors shall be deemed to be a single Claim filed against BAH, and all duplicate proofs of claim for the same Claim filed against more than one BAH Debtor shall be deemed expunged. As set forth in section 12.1.1 of

the Plan, no Distributions under the Plan shall be made on account of Intercompany Claims among the BAH Debtors.

Notwithstanding the substantive consolidation of the BAH Debtors provided by section 12.1.6, for purposes of determining the availability of the right of setoff under section 553 of the Bankruptcy Code, debts due to any of the BAH Debtors may not be set off against the debts of any other of the BAH Debtors. Subject to the limitations provided in section 553 of the Bankruptcy Code, the BAH Debtors, may, but shall not be required to, setoff against any Claim and the payments or Distributions to be made pursuant to the Plan in respect of such Claim, any claims, rights, causes of action and liabilities of any nature that the BAH Debtors may hold against the holder of such Claim; *provided, however*, that neither the failure to effect such a setoff nor the Allowance of any Claim hereunder shall constitute a waiver or release by the BAH Debtors, or the BAH Plan Administrator, of any of such claims, rights, causes of action and liabilities that the BAH Debtors, has or may have against the holder of any such Claim.

5. Corporate Authority.

The entry of the Confirmation Order shall constitute direction and authorization to and of the Debtors to take or cause to be taken any corporate action necessary or appropriate to consummate the provisions of the Plan, including without limitation taking all action to implement the BAH Settlement and the Insurance Settlement, and all such actions taken or caused to be taken shall be deemed authorized and approved in all respects without any further action by the stockholders, officers and/or directors of the Debtors.

6. Corporate Action.

Upon the Effective Date or as soon thereafter as reasonably practicable, after the vesting of the Blitz Liquidating Trust Assets in the Blitz Liquidating Trust and the vesting of the Blitz Personal Injury Trust Assets in the Blitz Personal Injury Trust, the USA Debtors other than Blitz U.S.A., Inc. shall be deemed to have been dissolved and terminated. Upon the Effective Date, the terms of all directors and officers of each USA Debtor shall be deemed to have expired, all such directors and officers shall be released of their duties and all actions in furtherance of the Plan shall be deemed authorized, approved, and, to the extent taken prior to the Effective Date, ratified without any requirement for further action by the USA Debtors, holders of Claims or Equity Interests, directors, managers, or officers of the USA Debtors, or any other Entity, including the transfer of assets of the USA Debtors to the Blitz Liquidating Trust, and the Blitz Personal Injury Trust, respectively, and the dissolution or winding up of the USA Debtors other than Blitz U.S.A., Inc. The directors and officers of the USA Debtors, the Blitz Liquidating Trustee, and the Blitz Personal Injury Trustee, as applicable, shall be authorized to execute, deliver, file, or record such contracts, instruments, release, and other agreements or documents and take such other actions as they may deem, in their sole discretion, necessary or appropriate to effectuate and implement the provisions of the Plan. The authorizations and approvals contemplated by section 12.4.1 of the Plan shall be effective notwithstanding any requirements under non-bankruptcy law.

Upon the Effective Date or a soon as reasonably practicable thereafter: (i) LAM shall merge with and into BAH; (ii) the number of directors constituting the entire board of directors

of BAH shall be fixed at one; (iii) the BAH Plan Administrator, who shall be a current member of the board of directors of BAH and chosen by the board of directors of BAH, shall be deemed to be elected as the sole officer and sole director of BAH and each existing officer and member of the board of directors of the BAH Debtors shall be deemed to have been removed as of the occurrence of the Effective Date; (iv) all existing stock in BAH shall be cancelled; (v) a single share of the stock of BAH shall be issued to Kinderhook Capital Fund II, L.P. (which single share shall be issued for the sole purpose of allowing BAH to comply with any annual meeting or election of director requirements after the Effective Date, but shall not entitle Kinderhook Capital Fund II, L.P. to receive, make, or call for any distribution, dividends or redemptions from BAH); (vi) all actions in furtherance of the Plan shall be deemed authorized, approved, and, to the extent taken prior to the Effective Date, ratified without any requirement for further action by the BAH Debtors, holders of Claims or Equity Interests, directors, members, managers, or officers of the BAH Debtors, or any other Entity, including the dissolution or winding up of BAH; and (vii) the BAH Plan Administrator shall be authorized to execute, deliver, file, or record such contracts, instruments, release, and other agreements or documents and take such other actions as the BAH Plan Administrator may deem, in the BAH Plan Administrator's sole discretion, necessary or appropriate to effectuate and implement the provisions of the Plan. As soon as reasonably practicable after making distributions provided for under the Plan, BAH shall be dissolved and the BAH Plan Administrator, without further action of the directors or stockholders of BAH, shall be authorized to file a certificate of dissolution and take any other action that may be necessary to terminate the corporate existence of BAH. The authorizations and approvals contemplated by section 12.4.2 of the Plan shall be effective notwithstanding any requirements under non-bankruptcy law.

7. Effectuating Documents and Further Transactions.

The Blitz Liquidating Trust, the Blitz Personal Injury Trust or the BAH Plan Administrator, as applicable, shall be authorized to execute, deliver, file or record such contracts, instruments, releases and other agreements or documents and take or direct such actions as may be necessary or appropriate to effectuate and further evidence the terms and conditions of the Plan.

8. Approval of Compromises and Settlements.

To the extent the Insurance Settlement and the BAH Settlement has not been approved previously by the Bankruptcy Court and is not the subject of a separate motion, the Plan constitutes a motion, pursuant to section 1123(b)(3) of the Bankruptcy Code and Bankruptcy Rule 9019, for approval of any such agreement.

9. Implementation of Settlements and Compromises.

Provided that a Participating Blitz Insurer and/or Wal-Mart has complied with its obligations under the Insurance Settlement Term Sheet, the Confirmation Order shall provide the benefits of the Channeling Injunction, Releases and other terms of the Insurance Settlement to the Participating Blitz Insurer and Wal-Mart in exchange for any Cash and/or other contributions paid to the Blitz Personal Injury Trust on and after the Effective Date pursuant to the terms of the Insurance Settlement.

To the extent that any of the Participating Insurers and/or Wal-Mart defaults on its funding obligation under the Insurance Settlement, the identity of the defaulting party and the amount it agreed to contribute and owes shall be disclosed and released to the Creditors' Committee or the Blitz Personal Injury Trustee, as appropriate. The Creditors' Committee or the Blitz Personal Injury Trustee, as appropriate, may either: (a) seek to enforce the Insurance Settlement with respect to any defaulting party; or (b) opt to treat any defaulting Participating Insurer(s) as a Non-Participating Insurer under the terms of the Insurance Settlement. The Participating Insurers and Wal-Mart shall be individually liable for the amounts each has agreed to contribute to the Insurance Settlement Payment and not jointly and/or severally liable for the Insurance Settlement Payment. Under no circumstances shall any of the Participating Insurers or Wal-Mart be required to satisfy the funding obligation of any defaulting party. Funding of eighty percent (80%) of the Insurance Settlement Payment is a condition precedent to the Effective Date of this Plan. If within ten (10) days after the Payment Date less than eighty percent (80%) of the Insurance Settlement Payment has been paid, a super-majority of seventy-five percent (75%) of the Participating Blitz Personal Injury Claimants may, at their election, file a Notice of Non-Occurrence of Effective Date, which notice shall give the Participating Insurers and Wal-Mart twenty (20) days to cure any such deficiency by providing funds to achieve eighty (80%) of the Insurance Payment Amount. If the Participating Insurers and Wal-Mart do not timely cure in accordance with the foregoing, the filing of the Notice of Non-Occurrence of Effective Date shall have the effect of terminating the Insurance Settlement and the Insurance Settling parties shall be returned to the position that they were in prior to the Insurance Settlement.

Provided that the BAH Settling Parties have complied with their obligations under the BAH Settlement, the Confirmation Order shall provide the benefits of the Channeling Injunction, the Releases, the other releases of the BAH Released Parties described in section 14.3.2 of the Plan, and the other terms of the BAH Settlement in exchange for the BAH Settlement Payment paid to the USA Debtors or their designee on the Effective Date.

10. Compromise and Settlement of Claims.

Pursuant to Bankruptcy Rule 9019(a), the Blitz Personal Injury Trust, the Blitz Liquidating Trust and the BAH Plan Administrator, as applicable, may compromise and settle various Claims against them and that they may have against other Entities consistent with the provisions of the Plan Documents. Except as otherwise provided in the Plan Documents, the Blitz Personal Injury Trust, the BAH Plan Administrator and the Blitz Liquidating Trust, as applicable, expressly reserve the right (without notice to Creditors or Bankruptcy Court approval,) to compromise and settle Claims against either the Blitz Personal Injury Trust, BAH Debtors or the Blitz Liquidating Trust, as applicable, and Claims that either the Blitz Personal Injury Trust, the BAH Debtors or the Blitz Liquidating Trust, as applicable, may have against other Entities after the Effective Date. The BAH Plan Administrator expressly reserves the right to compromise and settle Claims against the BAH Debtors without further order of the Court.

VI.

ACCEPTANCE OR REJECTION OF THE PLAN

1. Impaired Classes Entitled to Vote.

Each holder of a Claim that is Impaired by the treatment afforded to such Claim by the Plan is entitled to vote either to accept or reject the Plan. Claims in Classes 3(a), 3(b), 4(a) and 4(b) are Impaired by the Plan and the holders of such Claims are entitled to vote either to accept or reject the Plan.

2. Unimpaired Classes Not Entitled To Vote.

Each holder of a Claim that is not impaired by the treatment afforded to such Claim by the Plan is deemed to accept the Plan and is not entitled to vote to accept or reject the Plan. Claims in Classes 1(a), 1(b), 2(a) and 2(b) are not impaired by the Plan and the holders of such Claims are not entitled to vote either to accept or reject the Plan.

3. Impaired Class Deemed to Reject:

Each holder of a Claim or Equity Interest that will not be receiving or retaining any property under the Plan is deemed to have rejected the Plan and is not entitled to vote on the Plan. Class 5(a) and Class 5(b) Intercompany Claims and Class 6(a) and Class 6(b) Equity Interests are proposed to be cancelled pursuant to and as a consequence of confirmation of the Plan. Thus, the holders of Intercompany Claims in Classes 5(a) and 5(b) and the holders of Equity Interests in Classes 6(a) and 6(b) are deemed to reject the Plan and are not entitled to vote on the Plan.

4. Acceptance by Class of Claims.

Acceptance of the Plan by Impaired Classes of Claims shall be determined in accordance with the Bankruptcy Code and any orders entered by the Bankruptcy Court. Pursuant to section 1126(c) of the Bankruptcy Code, an Impaired Class of Claims shall have accepted the Plan if, after excluding any Claims designated pursuant to section 1126(e) of the Bankruptcy Code, (a) the holders of at least two-thirds in dollar amount of the Allowed Claims actually voting in such Class have voted to accept such Plan and (b) more than one-half in number of such Allowed Claims actually voting in such Class have voted to accept the Plan.

Consistent with section 9.2.2 of the Plan, at the Confirmation Hearing, the Proponents may seek a ruling that if holders of Claims in a particular Impaired Class of Claims were given the opportunity to vote to accept or reject the Plan and notified that a failure of any holders of Claims in such Impaired Class of Claims to vote to accept or reject the Plan would result in such Impaired Class of Claims being deemed to have accepted the Plan, then such Class of Claims shall be deemed to have accepted the Plan.

5. Nonconsensual Confirmation.

The Bankruptcy Code permits the Bankruptcy Court to confirm a Chapter 11 plan over the dissent of any Class of Claims or Equity Interests as long as the standards in section 1129(b) of the Bankruptcy Code are met. This power to confirm a plan over dissenting Classes – often referred to as “cram down” – is an important part of the Plan confirmation process. It assures that no single group (or multiple groups) of claims or equity interests can block a plan that otherwise meets the requirements of the Bankruptcy Code and is in the interests of the other constituents in the case.

The Plan reserves the right of the Proponents, in the event that any Impaired Class of Claims does not accept the Plan in accordance with section 1129(a) of the Bankruptcy Code, to (a) request that the Bankruptcy Court confirm the Plan in accordance with section 1129(b) of the Bankruptcy Code with respect to such non-accepting Class, in which case the Plan is a motion for such relief, or (b) amend the Plan in accordance with section 10.1 of the Plan.

VI.

MODIFICATION, REVOCATION OR WITHDRAWAL OF THE PLAN

1. Modification.

Proponents, unless otherwise provided in the Plan or the Plan Documents, may alter, amend, or modify the Plan and the Plan Documents under section 1127(a) of the Bankruptcy Code at any time prior to the Confirmation Date so long as the Plan and the Plan Documents, as modified, meet the requirements of sections 1122 and 1123 of the Bankruptcy Code and all the Settling Parties have consented to such alterations, amendments or modifications to the Plan and Plan Documents. After the Confirmation Date, and prior to the Effective Date, unless otherwise provided in the Plan or the Plan Documents, Proponents may alter, amend, or modify the Plan and the Plan Documents in accordance with section 1127(b) of the Bankruptcy Code and with the consent of all the Settling Parties. From and after the Effective Date, the Plan Documents may be modified in accordance with their respective terms, *provided, however*, that any modification to any Plan Document must be consistent with the Plan and the Confirmation Order. In the event that any modifications to any Plan Document are not consistent with the Plan and Confirmation Order, section 1.2.5 of the Plan shall govern such inconsistencies.

2. Revocation or Withdrawal.

Proponents may revoke or withdraw the Plan at any time prior to the Effective Date with the consent of all the Settling Parties. If Proponents revoke or withdraw the Plan, then the Plan and the settlements contemplated thereby, including, without limitation the Insurance Settlement and the BAH Settlement shall be deemed null and void. In such event, nothing contained herein or in any of the Exhibits hereto shall be deemed to constitute an admission of liability by Proponents, any Protected Party or any other Entity nor a waiver or release of any Claims by Proponents, any Protected Party or any other Entity or to prejudice in any manner the rights of the Debtors, any Protected Party or any Entity in any further proceedings.

VII.

EFFECT OF NO CONFIRMATION

If the Plan is not confirmed for any reason, or if the Plan is confirmed but does not become effective, then the rights of all parties in interest in the Chapter 11 Cases, including specifically the Protected Parties, are and will be preserved in full and no party in interest in the Chapter 11 Cases will be bound or deemed prejudiced by any of the terms or provisions of the Plan or any of the Plan Documents including, without limitation, this Disclosure Statement, the Insurance Settlement and the BAH Settlement. Any concession reflected or provision contained in the Plan, if any, is made solely and exclusively for the purposes of the Plan and Proponents' request for confirmation of the Plan.

VIII.

**PROCEDURES AND CERTAIN REQUIREMENTS WITH RESPECT TO
CONFIRMATION OF THE PLAN**

A. Voting Procedures and Requirements

Detailed voting instructions are provided with the Ballot(s) accompanying this Disclosure Statement. The Claims in Classes 3(a), 3(b), 4(a), and 4(b) of the Plan are entitled to vote to accept or reject the Plan. You should read your Ballot(s) and follow the instructions carefully. Please use only the Ballots that accompanies this Disclosure Statement.

FOR YOUR VOTE TO BE COUNTED, YOUR BALLOT MUST BE SUBMITTED TO KURTZMAN CARSON CONSULTANTS, LLC AT THE ADDRESS LISTED BELOW, EITHER BY FIRST CLASS UNITED STATES MAIL, OVERNIGHT MAIL DELIVERY OR HAND-DELIVERY (NO EMAIL OR FAX DELIVERIES WILL BE COUNTED), SO THAT IT IS ACTUALLY RECEIVED ON OR BEFORE THE VOTING DEADLINE OF _____, 2013, BY 4:00 P.M., PREVAILING EASTERN TIME:

**BLITZ BALLOT PROCESSING CENTER
C/O KURTZMAN CARSON CONSULTANTS
2335 ALASKA AVENUE
EL SEGUNDO, CA 90245**

If your Ballot is damaged or lost, you may contact _____ at the number set forth above to obtain a replacement. Any Ballot that is executed and returned but which does not indicate an acceptance or rejection of the Plan will not be counted.

B. Hearing on Confirmation of the Plan

Section 1128(a) of the Bankruptcy Code requires that the Bankruptcy Court, after appropriate notice, hold a hearing on confirmation of a plan of reorganization. Pursuant to Section 1128(a) of the Bankruptcy Code, the hearing to consider confirmation of the Plan (the “**Confirmation Hearing**”) is scheduled for _____, 2013, at _____. (prevailing Eastern Time), before the Honorable Peter J. Walsh, United States Bankruptcy Judge, at the United States Bankruptcy Court for the District of Delaware, Courtroom No. 2, 824 Market Street, 6th Floor, Wilmington, Delaware 19801. The Confirmation Hearing may be adjourned from time to time by the Bankruptcy Court without further notice except for an announcement of the adjourned date made at the confirmation hearing or any subsequent adjourned confirmation hearing.

Section 1128(b) of the Bankruptcy Code provides that any party in interest may object to confirmation of a plan of reorganization. Any objection to confirmation of the Plan must be in writing, must conform to the Bankruptcy Rules, must set forth the name of the objector, the nature and amount of claims or interests held or asserted by the objector against the Debtors, the basis for the objection and the specific grounds therefor, and must be filed with the Bankruptcy Court, together with proof of service thereof, and served upon and received no later than

4:00 p.m. prevailing Eastern Time on _____, 2013, by (i) counsel for the USA Debtors: RICHARDS, LAYTON & FINGER, P. A., One Rodney Square, Wilmington, DE 19899, Attn: Daniel J. DeFranceschi, Esq. (Email: defranceschi@rlf.com); (ii) counsel for the BAH Debtors: YOUNG, CONAWAY STARGATT & TAYLOR, LLP, Rodney Square, 1000 North King Street, Wilmington, DE 19801, Attn: Sean M. Beach, Esq. (Email: sbeach@ycst.com); (iii) counsel for the Committee: (a) WOMBLE CARLYLE SANDRIDGE & RICE, 222 Delaware Avenue, Suite 1501, Wilmington, DE 19801, Attn: Francis A. Monaco, Jr., Esq. (Email: fmonaco@wcsr.com) and (b) LOWENSTEIN SANDLER P.C., 65 Livingston Avenue, Roseland, NJ 07068, Attn: Jeffrey Prohl, Esq. (Email: jprohl@lowenstein.com); (iv) the Office of the United States Trustee: 844 King Street, Room 2207, Lockbox #35, Wilmington, DE 19899-0035, Attn: Richard Schepacarter, Esq.; (v) counsel for Wal-Mart: POTTER ANDERSON & CORROON LLP, 1313 North Market Street, P.O. Box 951, Wilmington, DE 19899, Attn: Jeremy W. Ryan, Esq. (Email: jryan@potteraderson.com); (vi) counsel for Liberty Surplus Insurance Corporation: (a) STEVENS & LEE, P.C., 1105 N. Market Street, Suite 700, Wilmington, DE 19801, Attn: John D. Demmy, Esq. (email: jdd@stevenslee.com) and (b) STEVENS & LEE, P.C., Suite 100, 620 Freedom Business Center, King of Prussia, PA 19406, Attn: Leonard P. Goldberger, Esq. (email: lpg@stevenslee.com); (vii) counsel for Westchester Surplus Lines Insurance Company: (a) DUANE MORRIS LLP, 222 Delaware Avenue, Suite 1600, Wilmington, DE 19801, Attn: Richard W. Riley, Esq. (Email: rwiley@duanemorris.com); and (b) O'MELVENY & MYERS LLP, 7 Times Square, New York, NY 10036, Attn: Tancred Schiavoni, Esq. (Email: tschiavoni@omm.com) (vii) Old Republic Insurance: (a) MORRIS JAMES LLP, 500 Delaware Avenue, Suite 1500, Wilmington, DE 19899, Attn: Brett D. Fallon, Esq. (Email: bfallon@morrisjames.com); and (b) FOX, SWIBEL, LEVIN & CAROLL LLP, 200 W. Madison Street, Suite 3000, Chicago, IL 60606, Attn: Margaret M. Anderson, Esq. (Email: panderson@fslc.com); and (viii) Endurance American Specialty Insurance Company: WHITE AND WILLIAMS LLP, 824 North Market Street, Suite 902, Wilmington, DE 19899. Attn: James S. Yoder, Esq. (Email: yoderj@whiteandwilliams.com); and (ix) Kinderhook: FRESHFIELDS BRUCKHAUS DERINGER, 601 Lexington Avenue, 31st Floor, New York, NY 10022, Attn: Abby Walsh (Email: abbey.walsh@freshfields.com).

UNLESS AN OBJECTION TO CONFIRMATION OF THE PLAN IS TIMELY SERVED AND FILED, IT MAY NOT BE CONSIDERED BY THE BANKRUPTCY COURT.

C. General Requirements of Section 1129 of the Bankruptcy Code

Section 1129 of the Bankruptcy Code sets forth the requirements that must be satisfied for the Plan to be confirmed. Among other things, this section requires that the Plan (i) comply with the applicable provisions of the Bankruptcy Code; (ii) be proposed in good faith and not by any means forbidden by law; (iii) be accepted by each Impaired Class (subject to the “cram down” provisions in section 1129(b) of the Bankruptcy Code; and (iv) not be followed by the liquidation, or the need for further reorganization, of the Debtors unless such liquidation is proposed in the plan.

Proponents believe that the Plan satisfies, or will satisfy, all of the statutory requirements for confirmation; and, in addition to the Plan and the other Plan Documents including, without limitation, this Disclosure Statement, Proponents reserve the right to submit before the

Confirmation Hearing pleadings and supporting materials demonstrating that the Plan complies with all of the provisions set forth above. The following sections discuss some of the requirements set forth in section 1129(a) of the Bankruptcy Code.

1. Best Interests Tests/Liquidation Analysis

Section 1129(a)(7)(A) of the Bankruptcy Code requires that each holder of an Impaired Claim or Equity Interest either (i) accept the Plan or (ii) receive or retain under the Plan property of a value, as of the Effective Date, that is not less than the value such holder would receive if the Debtors were liquidated under chapter 7 of the Bankruptcy Code. Chapter 7 is that portion of the Bankruptcy Code under which a debtor's estate is liquidated under the control of an independent trustee. In the typical case, a chapter 7 debtor ceases business operations, and the chapter 7 trustee liquidates the assets of a debtor's estate.

To determine the value that a holder of a Claim or Equity Interest in an Impaired Class would receive if the Debtors were liquidated under chapter 7, the Bankruptcy Court must determine the aggregate dollar amount that would be generated from the liquidation of Debtors' assets if any or all of the Chapter 11 Cases were converted to a chapter 7 liquidation case and such Debtor's assets were liquidated by a chapter 7 trustee ("**Liquidation Value**"). The Liquidation Value would consist of the net proceeds from the disposition of such Debtor's assets, augmented by cash held by the Debtor and reduced by certain increased costs and Claims that arise in a chapter 7 liquidation case that do not arise in a chapter 11 case. Any such liquidation would necessarily take place in the future under circumstances that cannot be predicted; the amount of such proceeds is therefore highly speculative and could be significantly impacted as a result of the uncertainty that exists as to whether a chapter 7 trustee could sell the Debtors' remaining assets free and clear of any Claims that could be asserted against the Debtors. The amount of proceeds available from the liquidation of other assets is an estimate that assumes conditions that may not be present at the time of the chapter 7 liquidation.

The Proponents believe the best interests test is satisfied here because, the Plan itself provides for an orderly liquidation of the Debtors and the payment of Claims against the Debtors other than Blitz Personal Injury Trust Claims without the delay and the additional overlay of administrative expense that would occur in a chapter 7 liquidation. Absent Wal-Mart's waiver of its General Unsecured Claim and the payment of the BAH Settlement Payment by the BAH Settling Parties, the Proponents believe that the Debtors would have insufficient assets to pay all Administrative Claims, and the holders of General Unsecured Claims against the USA Debtors would not receive any Distribution on account of their Claims. Absent confirmation of the Plan, neither Wal-Mart nor the BAH Settling Parties are willing to make these critical contributions.

Further, with respect to Blitz Personal Injury Trust Claims, the Plan provides for the processing, liquidation and payment of such Claims from the Blitz Personal Injury Trust Assets. The Insurance Settlement Payment constitutes a significant portion of the Blitz Personal Injury Trust Assets, and none of the Participating Insurers nor Wal-Mart is obligated, or willing, to contribute their respective portion of the Insurance Settlement Payment if the Plan is not confirmed.

Absent the significant recoveries available to the holders of Blitz Personal Injury Trust Claims arising from the Insurance Settlement Payment, Distributions to holders of Blitz Personal Injury Trust Claims, if any, would be significantly delayed pending resolution of a multitude of disputes surrounding the Blitz Insurance Policies. For example, the automatic stay provided by section 362 of the Bankruptcy Code would remain in place, and many holders of Blitz Personal Injury Trust Claims would be forced to seek relief from stay to pursue their Claims. Even if stay relief is available, these Creditors still must prove the merits of their Claims in litigation in a variety of courts across the country. Finally, the Participating Insurers have asserted a variety of defenses to providing coverage for these claims. Because the Debtors have very few remaining assets other than the Blitz Insurance Policies, if the Participating Insurers are successful on any of these defenses in the anticipated coverage litigation, a holder of a Blitz Personal Injury Claim may receive no distribution on account of its Claim. Moreover, the pool of available proceeds under the Blitz Insurance Policies is necessarily limited, and the pool would be rapidly depleted as Creditors successfully navigated the gauntlet described above, not to mention depletion through the payment of defense costs. Thus, some holders of Blitz Personal Injury Claims may receive no Distributions simply by virtue of the fact that they were the last to receive a judgment. Contrary to the three-staged free-for-all described above, the Insurance Settlement Payment provides holders of Blitz Personal Injury Claims with a significantly earlier Distribution that will not be further diluted by the payment of attorneys fees and expenses that is necessarily involved in defending against the Claims in full-blown litigation.

With respect to any Blitz Personal Injury Trust Claims against the Non-Participating Insurers, the Plan provides that the Blitz Personal Injury Trust Assets include the Assigned Blitz Insurance Policies and the Assigned Blitz Insurance Policy Rights, subject to all rights and defenses of the Non-Participating Insurers. The insurance rights being assigned to the Blitz Personal Injury Trust in a manner that will not diminish the rights of the holders of Blitz Personal Injury Trust Claims, through the processes that will be established by the Blitz Personal Injury Trust, to access whatever coverage may be available under the Assigned Blitz Insurance Policies.

For all the foregoing reasons, the Proponents submit that the holders of General Unsecured Claims and Blitz Personal Injury Trust Claims will not receive less under the Plan than they would in a Chapter 7 liquidation.

2. Feasibility

Section 1129(a)(11) of the Bankruptcy Code requires that confirmation should not be likely to be followed by the liquidation, or need for further financial reorganization, of the Debtors or any successor to the Debtors (unless such liquidation or reorganization is proposed in the relevant plan). Here, the Plan contemplates an orderly liquidation of Debtors' assets. Accordingly, Proponents do not believe that confirmation is likely to be followed by the need for further financial reorganization. Further, there is sufficient Cash in the Debtors' Estates to pay Administrative Expense Claims and Priority Claims in full in Cash on the Effective Date. Accordingly, the Plan is feasible as required by section 1129(a)(11) of the Bankruptcy Code.

3. Section 1129(b)

Section 1129(b) of the Bankruptcy Code provides that a plan can be confirmed even if it has not been accepted by all impaired classes as long as at least one impaired class of Claims has accepted it. The process by which non-accepting classes are forced to be bound by the terms of the plan is commonly referred to as “cram down.” The Bankruptcy Court may confirm the Plan notwithstanding the Plan’s rejection (or deemed rejection) by Impaired Classes as long as the Plan “does not discriminate unfairly” and is “fair and equitable” as to each impaired Class that has not accepted it. A plan does not discriminate unfairly within the meaning of the Bankruptcy Code if a dissenting class is treated equally with respect to other classes of equal rank.

A plan is fair and equitable as to a class of unsecured claims which rejects a plan if the plan provides (1) for each holder of a claim included in the rejecting class to receive or retain on account of that claim property that has a value, as of the effective date of the plan, equal to the allowed amount of such claim; or (2) that the holder of any claim or interest that is junior to the claims of such rejecting class will not receive or retain on account of such junior claim or interest any property at all. Under the Plan Equity Interests are being cancelled. Thus, from the perspective of the holders of General Unsecured Claims and Blitz Personal Injury Trust Claims, junior classes will not be receiving or retaining on account of such junior interest any property at all under the Plan.

A plan is fair and equitable as to a class of equity interests that rejects a plan if the plan provides: (1) that each holder of an interest included in the rejecting class receive or retain on account of that interest property that has a value, as of the effective date of the plan, equal to the greater of the allowed amount of any fixed liquidation preference to which such holder is entitled, any fixed redemption price to which such holder is entitled, or the value of such interest; or (2) that the holder of any interest that is senior to the interest of such class will not receive or retain under the plan payment that is more than full payment on account of such claim. Under the Plan, Equity Interests are being cancelled and senior Classes of Claims are not being paid more than the full amount of their Claims.

Based on the foregoing Proponents believe that the Plan satisfies the requirements of section 1129(b) of the Bankruptcy Code and intend to request that the Bankruptcy Court confirm the Plan pursuant to section 1129(b) of the Bankruptcy Code.

IX.

CERTAIN FACTORS TO BE CONSIDERED

A. Certain Bankruptcy Considerations

1. Proponents May Not Be Able to Secure Confirmation or Consumation of the Plan

Although Proponents believe that the Plan will satisfy all requirements necessary for confirmation by the Bankruptcy Court, there can be no assurance that the Bankruptcy Court will reach the same conclusion. Moreover, there can be no assurance that modifications of the Plan will not be required for confirmation or that such modifications would not necessitate the re-solicitation of votes. To the extent that any such modification conflicts with the Insurance Settlement Term Sheet or the BAH Settlement Term Sheet, the Settling Parties must expressly consent to the modification, in writing, in their absolute discretion. Absent such consent to a non-compliant modification, the Settling Parties will have no obligation with respect to the Insurance Settlement Payment and the BAH Settlement Payment (as applicable). Notwithstanding Bankruptcy Court approval, it is possible that the Plan may not be consummated because of other external factors that may adversely affect the implementation of the Plan.

Similarly, the Plan cannot go Effective until at least 80% of the Insurance Settlement Payment has been funded. Although the Proponents do not anticipate any difficulty in satisfying this condition precedent, if the requisite amount is not funded within ten (10) days of the Payment Date (as defined in the Insurance Settlement Term Sheet), a super-majority of 75% of the Participating Blitz Personal Injury Claimants may, at their election, file a Notice of Non-Occurrence of Effective Date, which shall provide Wal-Mart and the Participating Insurers with twenty (20) days to cure the deficiency by providing funds necessary to reach the 80% requirement. If Wal-Mart and the Participating Insurers are unable to cure the deficiency within the time provided, the Insurance Settlement Term Sheet shall be terminated and the Insurance Settling Parties will be returned to the position they were in prior to their entry into the Insurance Settlement Term Sheet, and no Protected Party shall receive any of the benefits provided by the Insurance Settlement, including, but not limited to, the Channeling Injunction, the Releases or the Insurance Policy Buy-Back and all amounts paid by Wal-Mart or the Participating Insurers shall be returned to the paying party..

2. Risk that the Information in this Disclosure Statement May be Inaccurate

The statements contained in this Disclosure Statement are made by the Proponents as of the date hereof, unless otherwise specified herein, and the delivery of this Disclosure Statement after that date does not imply that there has not been a change since that date in the information set forth herein. The Proponents may subsequently update the information in this Disclosure Statement, but they have no duty to update this Disclosure Statement unless ordered to do so by the Bankruptcy Court. Neither the Securities and Exchange Commission nor any other governmental authority has passed upon the accuracy or adequacy of this Disclosure Statement, the Plan, the Plan Documents, or anything contained in the Plan Supplement.

B. Risks Relating to Recoveries under the Plan

1. The Proponents May Object to the Amount or Classification of a Claim

Except as otherwise provided in the Plan, the Proponents reserve the right to object to the amount or classification of any Claim or Equity Interest. The estimates set forth in this Disclosure Statement cannot be relied on by any holder of a Claim or Equity Interest where such Claim or Equity Interest is subject to an objection. Any holder of a Claim may not receive its specified share of the estimated distributions described in this Disclosure Statement.

2. Financial Information is Based on the Debtors' Books and Records, and, Unless Otherwise Stated, No Audit Was Performed

Although the Proponents have used their reasonable best efforts to ensure the accuracy of the financial information provided in this Disclosure Statement, some of the financial information contained in this Disclosure Statement has not been audited and is based upon an analysis of data available at the time of the preparation of the Plan and this Disclosure Statement. While the Proponents believe that such financial information fairly reflects the financial condition of the Debtors, the Proponents are unable to warrant or represent that the information contained herein and attached hereto is without inaccuracies.

3. Risk that Amounts of Allowed Claims Will Exceed the Proponents' Projections

The Allowed Amount of Administrative Expense Claims, Priority Claims and Allowed Secured Claims could be more than projected, which, in turn, could reduce Distributions to holders of General Unsecured Claims. Similarly, Distributions to General Unsecured Creditors may be diluted by Disputed Claims becoming Allowed Claims.

4. Risk that the Insurance Settlement Payment May Not Be Paid in Full

As noted above, the Plan requires that the Insurance Settlement Payment be 80% funded as a condition to the Effective Date. Once this condition is satisfied, there is no guarantee that the remaining 20% of the Insurance Settlement Payment will be funded to the Blitz Personal Injury Trust. Although a failure to fund the remaining portion of the Insurance Settlement Payment may result in a smaller distribution to holders of Blitz Personal Injury Trust Claims, the defaulting party shall not receive any benefits of the Insurance Settlement, including, but not limited to, the Channeling Injunction, the Releases or the Insurance Policy Buy-Back, until such defaulting party satisfies its payment obligations in full. Moreover, any policy of a defaulting Participating Insurer will be assigned to the Blitz Personal Injury Trust and the Blitz Personal Injury Trustee may pursue claims against such defaulting Participating Insurer under the applicable Blitz Insurance Policy if the default is not cured.

X.**ALTERNATIVES TO THE PLAN****A. Liquidation under Chapter 7**

If no chapter 11 plan can be confirmed, then some or all of the Chapter 11 Cases may be converted to cases under chapter 7 of the Bankruptcy Code. In a chapter 7 case, a trustee would be elected or appointed to liquidate the assets of the Debtor in the converted case and for the proceeds of such liquidation to be distributed in accordance with the priorities established by the Bankruptcy Code. Proponents believe that liquidation under chapter 7 would result in smaller distributions being made to holders of Allowed Claims because of (a) additional administrative expenses attendant to the appointment of a trustee and the trustee's employment of attorneys and other professionals, and (b) additional expenses and claims, some of which would be entitled to priority, which would be generated during the liquidation proceedings. Distributions to holders of Allowed Claims would likely be significantly delayed in a chapter 7 liquidation. For additional information, see section VIII.C.1., *supra*.

B. Alternative Plan of Reorganization

If the Plan is not confirmed, Proponents and/or other parties in interest could attempt to formulate a different plan under chapter 11 of the Bankruptcy Code. Proponents have concluded that the Plan enables Creditors to realize the most value under the circumstances. If the Plan is rejected, it is possible that an alternative chapter 11 plan could be proposed or conversion to chapter 7 could ensue. A discussion with respect to chapter 7 liquidation proceedings appears above. In an alternative plan scenario, it is likely that any such alternative plan would involve extensive further negotiation, formulation and drafting, and, in addition, possible litigation over its confirmability, thereby increasing administrative expenses and possibly reducing distributions to Creditors, and causing further delay in the resolution of the Chapter 11 Cases and in the making of distributions to Creditors.

In any event, if the Plan is not confirmed, the statements contained herein or otherwise in the Plan or any of the other Plan Documents shall not be deemed to have been admissions by Proponents that may be introduced into evidence against them in the Chapter 11 Cases, any proceedings arising in or related to the Chapter 11 Cases, or any other proceedings.

XI.

CERTAIN FEDERAL INCOME TAX CONSEQUENCES OF THE PLAN

The following discussion summarizes certain United States federal income tax consequences of the Plan to the Debtors and to certain holders of Claims. This discussion is based on the Internal Revenue Code, the Treasury regulations thereunder (the “Regulations”), judicial decisions, and published administrative rulings and pronouncements of the IRS, all as in effect on the date hereof. Legislative, judicial, or administrative changes in law or its interpretation, as well as other events occurring after the date of this Disclosure Statement, and which may be retroactive, could materially alter the tax treatment described below. Furthermore, this discussion is not binding on the IRS or any other tax authority. There is no assurance that a tax authority will not take, or that a court will not sustain, a position with respect to the tax consequences of the Plan that differs from the tax consequences described below. No ruling has been or will be sought from the IRS, no opinion of counsel has been or will be obtained, and no representations are made regarding any tax aspect of the Plan.

This discussion does not address all aspects of U.S. federal income taxation that may be relevant to a particular holder in light of such holder’s facts and circumstances, or to certain types of holders subject to special treatment under the Tax Code (for example, governmental entities and entities exercising governmental authority, non-U.S. taxpayers, banks and certain other financial institutions, broker-dealers, insurance companies, tax-exempt organizations, real estate investment trusts, regulated investment companies, persons holding a Claim as part of a hedge, straddle, constructive sale, conversion transaction, or other integrated transaction, holders that are or hold their Claims through a partnership or other pass-through entity, and persons that have a functional currency other than the U.S. dollar). This summary does not address state, local, or non-United States tax consequences of the Plan, nor does this summary address federal taxes other than income taxes. Furthermore, this discussion generally does not address U.S. federal income tax consequences to holders that are Unimpaired under the Plan or that are not entitled to receive or retain any property under the Plan or to persons who are deemed to have rejected the Plan.

References to a holder of a Claim refer to such holder in its capacity as a holder of a Claim, even if such holder also holds an Equity Interest.

THE UNITED STATES FEDERAL INCOME TAX CONSEQUENCES OF THE PLAN ARE COMPLEX AND ARE SUBJECT TO SIGNIFICANT UNCERTAINTIES. THIS DISCUSSION DOES NOT CONSTITUTE TAX ADVICE AND IS NOT A TAX OPINION. THE U.S. FEDERAL INCOME TAX CONSEQUENCES OF THE PLAN TO HOLDERS DEPEND UPON THE INDIVIDUAL CIRCUMSTANCES OF EACH HOLDER. THIS SUMMARY IS FOR INFORMATIONAL PURPOSES ONLY AND IS NOT A SUBSTITUTE FOR CAREFUL TAX PLANNING AND ADVICE FROM THE HOLDER’S TAX ADVISOR BASED UPON THE HOLDER’S PARTICULAR CIRCUMSTANCES. EACH HOLDER IS URGED TO CONSULT ITS OWN TAX ADVISOR REGARDING THE FEDERAL, STATE, LOCAL, FOREIGN, AND OTHER TAX CONSEQUENCES OF THE PLAN TO THEM.

TO ENSURE COMPLIANCE WITH INTERNAL REVENUE SERVICE CIRCULAR 230, YOU ARE HEREBY NOTIFIED THAT: (A) ANY DISCUSSION OF UNITED STATES FEDERAL TAX ISSUES IN THIS DISCLOSURE STATEMENT IS NOT INTENDED OR WRITTEN TO BE RELIED UPON, AND CANNOT BE RELIED UPON BY ANY TAXPAYER, FOR THE PURPOSE OF AVOIDING PENALTIES THAT MAY BE IMPOSED ON A TAXPAYER UNDER THE TAX CODE; (B) ANY SUCH DISCUSSION IS WRITTEN IN CONNECTION WITH THE SOLICITATION OF VOTES IN FAVOR OF THE PLAN; AND (C) EACH TAXPAYER SHOULD SEEK ADVICE BASED ON SUCH TAXPAYER'S PARTICULAR CIRCUMSTANCES FROM AN INDEPENDENT TAX ADVISOR.

A. Federal Income Tax Consequences to the Debtors.

1. Liquidation of Assets

The liquidation of Debtors' assets pursuant to the Plan will constitute a taxable disposition of the assets. The Debtors will recognize gain or loss equal to the difference between the fair market value of those assets and the adjusted tax basis in those assets. The Debtors expect to have tax losses generated from other activities in the current year and each subsequent year during which they are liquidating assets that may be used to offset gain on the sale of assets. The Debtors also expect to have net operating losses ("NOLs") from prior taxable years that may be carried forward, to offset gain from asset sales, as computed for both regular tax and alternative minimum tax ("AMT") purposes. The Debtors will owe AMT to the extent 20% of alternative minimum taxable income exceeds their regular tax liability. For AMT purposes, only 90% of taxable income may be offset by AMT NOLs, which are NOLs computed under AMT rules, which generally limit the availability of certain tax deductions that are otherwise available and include certain income that is otherwise excludable for regular tax purposes (COD income, which is excluded from regular taxable income, as described below, is also excluded from AMT taxable income). Therefore, AMT may be owed even if regular taxable income is fully offset by NOLs. There is an exception from the 90% AMT NOL limitation, pursuant to which AMT NOLs generated in tax years ending in 2001 or 2002 can be used to offset 100% of alternative minimum taxable income in subsequent years. To the extent current year losses and NOLs and other tax benefits are not available to offset Debtors' gain on asset sales, Debtors will owe tax on such gains. Such tax may be an Administrative Claim, which would reduce funds available to other holders.

2. Cancellation of Indebtedness and Reduction of Tax Attributes.

For U.S. federal income tax purposes, gross income generally includes income from cancellation of indebtedness ("COD"). In general, the Debtors will have COD income equal to the excess of the amount of debt discharged pursuant to the Plan over the adjusted issue price of the debt, less the amount of cash and the fair market value of property distributed to holders of the debt. Various statutory or judicial exceptions limit the incurrence of COD income (such as where payment of the cancelled debt would have given rise to a tax deduction). COD income also includes interest accrued by the Debtors but unpaid at the time of discharge. An exception to COD income applies to a debtor in a chapter 11 bankruptcy proceeding. Bankrupt debtors generally do not include COD in taxable income, but must instead reduce certain tax benefits

(such as NOLs, capital losses, certain credits, and the excess of the tax basis of the debtor's property over the amount of liabilities outstanding after discharge) by the amount of COD income that was excluded under the bankruptcy exception. Tax benefits are reduced after the tax is determined for the year of discharge. NOLs will therefore be available to offset gains on asset sales in the year of the discharge regardless of the amount by which NOLs are reduced due to COD income. The Debtors intend that by replacing BAH's stock with a single share that is issued to the Kinderhook Capital Fund II, L.P., a creditor of the Debtors ("KCF II"), a change of ownership that would result in an annual limitation on the amount of its NOLs that can be used after the Effective Date will be avoided. There is no assurance, however, that cancellation of BAH's stock and issuance of a single share to KCF II will not cause an ownership change that would limit the ability to use NOLs to offset gains on asset sales after the Effective Date. This could result in a tax liability, which would reduce the amount available for Distribution to holders.

B. Classification, Reporting, and Taxation of the Blitz Personal Injury Trust and the Blitz Liquidating Trust and Beneficiaries

The Plan provides for title to all assets and properties and interests in property of the USA Debtors to vest in the Blitz Liquidating Trust or the Blitz Personal Injury Trust. It is intended that the Blitz Liquidating Trust be classified for federal income tax purposes as a "liquidating trust" within the meaning of Treasury Regulation Section 301.7701-4(d) and the Blitz Liquidating Trust Agreement and the Plan are intended to satisfy the liquidating trust guidelines in Revenue Procedure 94-45, 1994-2 C.B. 684. For U.S. federal income tax purposes, it is thus intended that holders of General Unsecured Claims against the USA Debtors will be treated as the grantors of the Blitz Liquidating Trust and therefore the owners of the Blitz Liquidating Trust assets. The Plan requires the Debtors and the holders of General Unsecured Claims against the USA Debtors to report consistently therewith and requires Blitz Liquidating Trustees to file tax returns treating the Blitz Liquidating Trust as a "grantor trust" pursuant to Treasury Regulation section 1.671-4(a) and to report to each beneficiary a statement of the beneficiary's share of Blitz Liquidating Trust income, gain, loss, deduction, and credit for inclusion in the beneficiary's U.S. federal income tax return. Beneficiaries therefore may owe tax on Blitz Liquidating Trust income without the receipt of cash to pay the tax.

It is contemplated that the Blitz Personal Injury Trust shall be a "qualified settlement fund" ("QSF") within the meaning of Treasury Regulation § 1.468B-1(b). A QSF can be established for contested liabilities. A QSF is subject to federal income taxation on the modified gross income of the QSF at the highest rates imposed upon trusts pursuant to § 1(e) of the Internal Revenue Code. For this purpose, modified gross income is defined as gross income of the QSF under § 61 of the Internal Revenue Code reduced by administrative and incidental expenses incurred in connection with operation of the QSF. A QSF is also allowed a deduction for losses sustained in connection with the sale, exchange, or worthlessness of property held in trust as well as net operating losses to the extent such losses would be deductible in calculating the taxable income of a corporation under § 172(a) of the Internal Revenue Code. Amounts transferred to QSF by a transferee to satisfy the claims for which the QSF is established are not included in the QSF's modified gross income and amounts that are distributed to or on behalf of claimants are not deductible by a QSF.

For income tax purposes, a QSF is required to report income on a calendar year basis and must maintain the QSF's books and records on the accrual method. The tax imposed pursuant to § 468B on QSFs is in lieu of any other taxes imposed under the Code. Thus, QSFs are not subject to the alternative minimum tax, the accumulated earnings tax, the personal holding company tax or the maximum capital gains rate tax imposed under § 1(h) of the Code.

The above discussion assumes that the Blitz Liquidating Trust will be respected as a grantor trust for U.S. federal income tax purposes and the Blitz Litigation Trust will be respected as a qualified settlement fund for U.S. federal income tax purposes. The Debtors are not requesting an IRS ruling or an opinion of counsel regarding such treatment and there is no assurance that the IRS will agree that the trust should be so treated. If the IRS were to challenge such treatment, either or both of the Plan trusts may be treated as a different type of taxable entity for U.S. federal income tax purposes and the treatment of the Debtors, the trusts and their beneficiaries may be materially different than the treatment discussed above. BENEFICIARIES OF EACH OF THE PLAN TRUSTS ARE URGED TO CONSULT THEIR OWN TAX ADVISORS REGARDING THE U.S. FEDERAL INCOME TAX TREATMENT OF THE PLAN TRUSTS AND OF THEIR INTERESTS IN THE PLAN TRUSTS.

C. Federal Income Tax Consequences to Holders of Claims.

The tax treatment of holders of Claims, and the character, amount and timing of income, gain, or loss recognized as a consequence of the Plan and Distributions pursuant to the Plan may vary, depending upon, among other things: (i) whether the Claim (or a portion of the Claim) is for principal or interest; (ii) the type of consideration the holder receives for the Claim, (iii) whether the holder receives Distributions under the Plan in more than one taxable year; (iv) the manner in which the holder acquired the Claim; (v) the length of time that the Claim has been held; (vi) whether the Claim was acquired at a discount; (vii) whether the holder has taken a bad debt deduction with respect to part or all of the Claim; (viii) whether the holder has previously included in income accrued but unpaid interest on the Claim; (ix) the holder's method of tax accounting; (x) whether the Claim is an installment obligation for U.S. federal income tax purposes; (xi) whether the Claim, and any instrument received in exchange for the Claim, is a "security" for U.S. federal income tax purposes; and (xii) whether and the manner in which the "market discount" rules of the Internal Revenue Code apply to the holder.

Claim holders that receive cash and property other than stock and securities for their Claim will recognize gain or loss for U.S. federal income tax purposes equal to the difference between their "amount realized" and their tax basis in the Claim. The "amount realized" is the sum of the amount of cash and the fair market value of the other property received under the Plan in respect of the Claim (other than amounts received in respect of a Claim for accrued unpaid interest). The holder's tax basis in the Claim (other than a Claim for accrued unpaid interest) is generally the holder's cost, though tax basis could be more or less than cost depending on the specific facts of the holder. Any gain or loss realized may be capital gain or loss or ordinary gain or loss, depending on the circumstances of the holder.

Holders that previously included in income accrued but unpaid interest on a Claim may be entitled to a deductible loss to the extent such interest is not satisfied under the Plan. Conversely, a holder has ordinary income to the extent of the amount of cash or the fair market

value of property received in respect of a Claim for (or the portion of a Claim treated as allocable to) accrued unpaid interest that was not previously included in income by the holder. The Plan treats all amounts payable to a holder as principal until the principal amount of the Claim has been paid in full. The Debtors will file their tax returns consistent with this allocation, but it is uncertain whether this allocation will be respected by the IRS. The IRS may take the position that payments should be allocated first to interest or should be pro-rated between principal and interest. If the IRS prevails in this assertion, holders may be required to recognize ordinary interest income even though they have an overall loss (and possibly a capital loss, the deductibility of which may be limited) with respect to their Claims. Each holder is urged to consult its own tax advisor regarding the amount of its Claim allocable to accrued unpaid interest and the character of any loss with respect to accrued but unpaid interest that the holder previously included in income.

A holder of a Claim who receives, in respect of its Claim, an amount that is less than its tax basis in the Claim may be entitled to a bad debt or worthless securities deduction. The rules governing the character, timing, and amount of these deductions depend upon the facts and circumstances of the holder, the obligor, and the instrument with respect to which the deduction is claimed, including whether (i) the holder is a corporation, or (ii) the Claim constituted (a) a debt created or acquired (as the case may be) in connection with the holder's trade or business, or (b) a debt, the loss from worthlessness of which is incurred in the holder's trade or business. A holder that has previously recognized a loss or deduction in respect of its Claim may be required to include in income amounts received under the Plan that exceed the holder's adjusted basis in its Claim.

A holder of a Claim that is an installment obligation for U.S. federal income tax purposes may be required to recognize any gain remaining with respect to such obligation if, pursuant to the Plan, the obligation is considered to be satisfied at other than its face value, distributed, transmitted, sold, or otherwise disposed of within the meaning of section 453B of the Internal Revenue Code.

A holder that acquires a Claim at a market discount generally is required to treat any gain realized on the disposition of the Claim as ordinary income to the extent of the market discount that accrued during the period the Claim was held by the holder and that was not previously included in income by the holder.

Amounts paid to holders are subject to generally applicable withholding, information and backup withholding rules. The Plan authorizes the Debtors to withhold and report amounts required by law to be withheld and reported. Amounts properly withheld from Distributions to a holder and paid over to the applicable taxing authority for the account of the holder shall be treated as amounts distributed to the holder. Holders are required to provide the Debtors and their agents with the information necessary to effect information reporting and withholding as required by law. Notwithstanding any other provision of the Plan, holders that receive a Distribution pursuant to the Plan are responsible for the payment and satisfaction of all tax obligations, including income, withholding, and other tax obligations imposed with respect to the Distribution, and no Distribution shall be made until the holder has made arrangements satisfactory to the Debtors or their agents for the payment and satisfaction of such obligations.

Holders may be subject to backup withholding on payments pursuant to the Plan if the holder (i) is not a corporation and is not otherwise exempt from backup withholding and, when required, demonstrates that or (ii) provides a correct taxpayer identification and certifies under penalty of perjury that the taxpayer identification number is correct and that the holder is not subject to backup withholding because of previous failure to report dividend and interest income. Amounts withheld due to backup withholding will be credited against the holder's federal income tax liability and excess withholding may be refunded if a timely claim for refund (generally, a U.S. federal income tax return) is filed with IRS.

Treasury regulations require tax return disclosure of certain types of transactions that result in the taxpayer claiming a loss in excess of specified thresholds. Holders are urged to consult their own tax advisor regarding these regulations and whether the transactions contemplated by the Plan would be subject to these regulations and would require such disclosure.

THE FOREGOING SUMMARY IS BEEN PROVIDED FOR INFORMATIONAL PURPOSES ONLY. HOLDERS OF CLAIMS ARE URGED TO CONSULT THEIR OWN TAX ADVISORS CONCERNING THE FEDERAL, STATE, LOCAL, AND OTHER TAX CONSEQUENCES OF THE PLAN.


XII.

CONCLUSION

The Proponents believe the Plan is in the best interests of all Creditors and holders of Interests and urge the holders entitled to vote to accept the Plan and to evidence such acceptance by returning their Ballots accepting the Plan.

Dated: November 12, 2013

Blitz U.S.A., Inc.
LAM 2011 Holdings, LLC
Blitz Acquisition Holdings, Inc.
Blitz Acquisition, LLC
Blitz RE Holdings, LLC
MiamiOK, LLC f/k/a F3 Brands LLC

By: 
Name: Rocky Flick
Title: President and Chief Executive Officer
of Blitz U.S.A., Inc.

Daniel J. DeFranceschi (Bar No. 2732)
Michael J. Merchant (Bar No. 3854)
RICHARDS, LAYTON & FINGER, P.A.
One Rodney Square
920 North King Street
Wilmington, Delaware 19801
Telephone: (302) 651-7700
Facsimile: (302) 651-7701

*Counsel to Blitz Acquisition, LLC, Blitz RE Holdings, LLC, Blitz U.S.A., Inc. and MiamiOK LLC
(f/k/a F3 Brands LLC)*

-and-

Sean M. Beach (Bar No. 4070)
John Dorsey (Bar No. 2988)
YOUNG CONAWAY STARGATT & TAYLOR, LLP
Rodney Square
1000 North King Street
Wilmington, Delaware 19801
Telephone: (302) 571-6600
Facsimile: (302) 571-1253

Counsel for LAM 2011 Holdings, LLC and Blitz Acquisition Holdings, Inc.

The Official Committee of Unsecured
Creditors

By: /s/ Diane Breneman
Name: Diane Breneman
Title: Committee Co-Chair

The Official Committee of Unsecured
Creditors

By: _____
Name:
Title: Committee Co-Chair

Francis A. Monaco, Jr. (Bar No. 2078)
Kevin J. Mangan (Bar No. 3810)
WOMBLE CARLYLE SANDRIDGE & RICE, LLP
222 Delaware Avenue, Suite 1501
Wilmington, Delaware 19801
Telephone: (302) 252-4320
Facsimile: (302) 252-4330

-and-

Jeffrey D. Prol, Esq.
Mary E. Seymour, Esq.
LOWENSTEIN SANDLER LLP
65 Livingston Avenue
Roseland, New Jersey 07068
Telephone: (973) 597-2500
Facsimile: (973) 597-2400

Counsel to the Official Committee of Unsecured Creditors

The Official Committee of Unsecured
Creditors

By: _____
Name:
Title: Committee Co-Chair

The Official Committee of Unsecured
Creditors

By: 
Name: Owen F. Johnston
Title: Committee Co-Chair

Francis A. Monaco, Jr. (Bar No. 2078)
Kevin J. Mangan (Bar No. 3810)
WOMBLE CARLYLE SANDRIDGE & RICE, LLP
222 Delaware Avenue, Suite 1501
Wilmington, Delaware 19801
Telephone: (302) 252-4320
Facsimile: (302) 252-4330

-and-

Jeffrey D. Prol, Esq.
Mary E. Seymour, Esq.
LOWENSTEIN SANDLER LLP
65 Livingston Avenue
Roseland, New Jersey 07068
Telephone: (973) 597-2500
Facsimile: (973) 597-2400

Counsel to the Official Committee of Unsecured Creditors

EXHIBIT A

Plan

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

In re

BLITZ U.S.A., Inc., *et al.*,¹

Debtors.

Chapter 11

Case No. 11-13603 (PJW)

Jointly Administered

**DEBTORS' AND OFFICIAL COMMITTEE OF UNSECURED CREDITORS' JOINT
PLAN OF LIQUIDATION**

Daniel J. DeFranceschi (Bar No. 2732)
Michael J. Merchant (Bar No. 3854)
RICHARDS, LAYTON & FINGER, P.A.
One Rodney Square
920 North King Street
Wilmington, Delaware 19801
Telephone: (302) 651-7700
Facsimile: (302) 651-7701

Counsel to Blitz Acquisition, LLC, Blitz RE Holdings, LLC, Blitz U.S.A., Inc. and MiamiOK LLC (f/k/a F3 Brands LLC)

-and-

Sean M. Beach (Bar No. 4070)
John Dorsey (Bar No. 2988)
YOUNG CONAWAY STARGATT & TAYLOR, LLP
Rodney Square
1000 North King Street
Wilmington, Delaware 19801
Telephone: (302) 571-6600
Facsimile: (302) 571-1253

Counsel for LAM 2011 Holdings, LLC and Blitz Acquisition Holdings, Inc.

Francis A. Monaco, Jr. (Bar No. 2078)
Kevin J. Mangan (Bar No. 3810)
WOMBLE CARLYLE SANDRIDGE & RICE, LLP
222 Delaware Avenue, Suite 1501
Wilmington, Delaware 19801
Telephone: (302) 252-4320
Facsimile: (302) 252-4330

-and-

Jeffrey D. Prol, Esq.
Mary E. Seymour, Esq.
LOWENSTEIN SANDLER LLP
65 Livingston Avenue
Roseland, New Jersey 07068
Telephone: (973) 597-2500
Facsimile: (973) 597-2400

Counsel to the Official Committee of Unsecured Creditors

Dated: November 12, 2013

¹ The Debtors in these Chapter 11 Cases, along with the last four digits of each Debtor's federal tax identification number, are: LAM 2011 Holdings (8742); Blitz Acquisition Holdings, Inc. (8825); Blitz Acquisition, LLC (8979); Blitz RE Holdings, LLC (9071); Blitz U.S.A., Inc. (8104); and MiamiOK LLC (2604). The location of the Debtors' corporate headquarters and the Debtors' service address is 309 North Main Street, Miami, OK 74354.

THIS PLAN OF LIQUIDATION HAS NOT BEEN APPROVED BY THE BANKRUPTCY COURT FOR DISSEMINATION. UNTIL APPROVED, IT SHOULD NOT BE RELIED UPON BY ANY PERSON OR ENTITY, NOR MAY IT BE USED IN CONNECTION WITH ANY SOLICITATION OF VOTES.

TABLE OF CONTENTS

	<u>Page</u>
ARTICLE I DEFINITIONS, CONSTRUCTION OF TERMS	2
1.1. Defined Terms.	2
1.2. Other Terms.	2
ARTICLE II PROVISIONS FOR PAYMENT OF ADMINISTRATIVE EXPENSES AND UNCLASSIFIED CLAIMS	3
2.1. General.	3
2.2. Payment of Judicial Fees	4
2.3. Bar Date for Administrative Expense Claims	4
ARTICLE III CLASSIFICATION AND TREATMENT OF CLAIMS AND EQUITY INTERESTS	5
3.1. General Settlement of Claims.	5
3.2. Summary	5
3.3. Classification and Treatment of Claims and Equity Interests against the USA Debtors	6
3.4. Classification and Treatment of Claims and Equity Interests against the BAH Debtors	9
3.5. Distributions Under the Plan	11
3.6. Provisions for Treatment of Contingent Claims and Disputed Claims Other Than Blitz Personal Injury Trust Claims	13
3.7. No Postpetition Interest	16
3.8. Special Claims Provisions Arising from the BAH Settlement	16
ARTICLE IV THE BLITZ PERSONAL INJURY TRUST	17
4.1. Blitz Personal Injury Trust	17
4.2. Insurance Settlement Binding	17
4.3. Establishment and Purpose of Blitz Personal Injury Trust	17
4.4. Assumption of Liabilities	24
4.5. Funding of the Blitz Personal Injury Trust	25
4.6. Blitz Personal Injury Trust Expenses	26
4.7. Blitz Personal Injury Trustee.	26
4.8. Blitz Personal Injury TAC	26
4.9. Cooperation; Transfer of Books and Records	26
4.10. Transfer of Blitz Personal Injury Privileged Information and Blitz Personal Injury Confidential Information.	28

4.11. Certain Property Held in Trust by the Debtors/Blitz Liquidating Trustee.....	29
4.12. Medicare Claims Reporting, Payment and Indemnification Obligations..	30
4.13. Institution and Maintenance of Legal and Other Proceedings.....	30
4.14. Indemnification and Defense by Blitz Personal Injury Trust	31
ARTICLE V BLITZ LIQUIDATING TRUST	31
5.1. Blitz Liquidating Trust.....	31
5.2. Establishment and Purpose of the Blitz Liquidating Trust	31
5.3. Authority and Role of the Blitz Liquidating Trustee.....	32
5.4. Appointment of the Blitz Liquidating Trustee.....	32
5.5. Blitz Liquidating Trust Assets	32
5.6. Treatment of Blitz Liquidating Trust for Federal Income Tax Purposes; No Successor-in-Interest	33
5.7. Responsibilities of the Blitz Liquidating Trustee; Litigation	34
5.8. Expenses of the Blitz Liquidating Trustee.....	35
5.9. Bonding of the Blitz Liquidating Trustee	35
5.10. Fiduciary Duties of the Blitz Liquidating Trustee	36
5.11. Cooperation; Transfer of Books and Records.....	36
5.12. Transfer of Privileged Information and Confidential Information	37
5.13. Dissolution of the Blitz Liquidating Trust	38
5.14. Full and Final Satisfaction against Blitz Liquidating Trust	39
ARTICLE VI INSURANCE-RELATED MATTERS	39
6.1. Preservation of Rights and Defenses	39
6.2. Preservation of Rights Under Assigned Blitz Insurance Policies	39
6.3. Preservation of Insurance Claims	40
6.4. No Acceleration of Assigned Blitz Insurance Policy Rights	40
6.5. Reduction of Insurance Judgments	41
6.6. Insurance Agreements.....	42
6.7. Insurance Neutrality	43
ARTICLE VII INJUNCTIONS AND RELEASES.....	44
7.1. Term of Certain Injunctions and Automatic Stay	44
7.2. Releases.....	45
7.3. Plan Injunction.....	47
ARTICLE VIII EXECUTORY CONTRACTS AND UNEXPIRED LEASES	48
8.1. Executory Contracts and Unexpired Leases Deemed Rejected.....	48
8.2. Bar Date for Claims Arising from Rejection or Termination Court.....	49

8.3. Assignment of Assigned Blitz Insurance Policies	50
ARTICLE IX ACCEPTANCE OR REJECTION OF THE PLAN.....	50
9.1. Impaired Classes to Vote	50
9.2. Acceptance by Impaired Class of Claims.	50
9.3. Presumed Acceptances by Unimpaired Classes	50
9.4. Presumed Rejection of the Plan	50
9.5. Nonconsensual Confirmation.....	51
ARTICLE X MODIFICATION, REVOCATION OR WITHDRAWAL OF THE PLAN.....	51
10.1. Modification of the Plan	51
10.2. Revocation or Withdrawal	51
ARTICLE XI CONDITIONS PRECEDENT	52
11.1. Conditions Precedent to Confirmation.....	52
11.2. Conditions Precedent to the Effective Date	58
11.3. Simultaneous Actions	60
11.4. Effect of Failure of Conditions.	60
11.5. Waiver of Conditions Precedent	60
ARTICLE XII IMPLEMENTATION OF THE PLAN	61
12.1. Corporate Restructuring and Re-Vesting of Assets.	61
12.2. Setoffs	64
12.3. Corporate Authority	64
12.4. Corporate Action.....	64
12.5. Effectuating Documents and Further Transactions.....	66
12.6. Incorporation of Plan Documents	66
ARTICLE XIII RETENTION OF JURISDICTION	66
13.1. General Jurisdiction.	66
13.2. Specific Jurisdiction.....	67
13.3. Blitz Personal Injury Trust Agreement and Blitz Personal Injury TDP Controlling.....	70
13.4. District Court Jurisdiction.....	70
13.5. Bankruptcy Court Does Not Exercise Jurisdiction	70
ARTICLE XIV COMPROMISES AND SETTLEMENTS.....	71
14.1. The Plan Settlements.....	71
14.2. The Insurance Settlement.....	71
14.3. The BAH Settlement.....	74

14.4. Approval of Other Compromises and Settlements	76
14.5. Implementation of Settlements and Compromises	76
14.6. Compromise and Settlement of Claims	77
ARTICLE XV MISCELLANEOUS PROVISIONS	77
15.1. Binding Effect of Plan.	77
15.2. Reservation of Rights.....	78
15.3. Dissolution of the Creditors' Committee	78
15.4. Exculpation and Release	79
15.5. Governing Law.	79
15.6. Notice	79
15.7. Section 346 Injunction	80
15.8. Exemption from Taxes.....	80
15.9. Severability	81
15.10. Plan Supplement.	81
15.11. Standing of Protected Parties.....	82

INTRODUCTION

Proponents propose this Plan of Liquidation for Blitz U.S.A., Inc., Blitz Acquisition, LLC, Blitz RE Holdings, LLC, MiamiOk LLC f/k/a F3Brands LLC (collectively, the “**USA Debtors**”), LAM 2011 Holdings, LLC (“**LAM**”) and Blitz Acquisition Holdings, Inc. (“**BAH**,” and together with LAM, the “**BAH Debtors**” and together with the USA Debtors, the “**Debtors**”). The Plan provides for the liquidation of the Debtors through (i) the substantive consolidation of the USA Debtors to create a single pool of their assets and liabilities and (ii) the substantive consolidation and merger of the BAH Debtors to create a single pool of their assets and liabilities.

The Plan provides for the establishment of two trusts pursuant to section 105 of the Bankruptcy Code: (i) a Blitz Personal Injury Trust for payment of Blitz Personal Injury Trust Claims and (ii) a Blitz Liquidating Trust for the benefit of holders of all other Claims against the USA Debtors. *The Blitz Personal Injury Trust Claims will be channeled to the Blitz Personal Injury Trust.* Claims against the USA Debtors (other than Blitz Personal Injury Trust Claims) will be marshaled through the Blitz Liquidating Trust. The BAH Plan Administrator shall administer the Claims (excluding Blitz Personal Injury Trust Claims) against the BAH Debtors as described more fully herein.

Proponents will seek to confirm the Plan pursuant to section 105(a) and other sections of the Bankruptcy Code to create the Blitz Personal Injury Trust and the Blitz Liquidating Trust. *Section 105(a) of the Bankruptcy Code and other sections of the Bankruptcy Code authorize the Bankruptcy Court to enter a “channeling injunction” pursuant to which the Blitz Personal Injury Trust Claims are channeled to the Blitz Personal Injury Trust. Following the issuance of the Channeling Injunction, holders of Blitz Personal Injury Trust Claims will be permanently enjoined from seeking satisfaction of their Blitz Personal Injury Trust Claims against the Debtors or any other Protected Party. The contributions of the Protected Parties, directly or indirectly, to the Blitz Personal Injury Trust are expressly conditioned upon entry of a Final Order issuing the Channeling Injunction and confirming the Plan.*

ARTICLE I

DEFINITIONS, CONSTRUCTION OF TERMS

1.1. Defined Terms.

As used herein, the terms defined in Exhibit 1 accompanying the Plan shall have the respective meanings specified in such Exhibit 1, unless the context otherwise requires, and Exhibit 1 is incorporated by reference and made a part of the Plan. An initially capitalized term used herein that is not defined in Exhibit 1 or in the Plan shall have the meaning ascribed to such term, if any, in the Bankruptcy Code or the Bankruptcy Rules, unless the context shall otherwise require.

1.2. Other Terms.

1.2.1 Rules of Interpretation. For purposes of the Plan: (1) in the appropriate context, each term, whether stated in the singular or the plural, shall include both the singular and the plural, and pronouns stated in the masculine, feminine, or neuter gender shall include the masculine, feminine, and the neuter gender; (2) subject to section 10.1 of the Plan, any reference herein to a contract, lease, instrument, release, indenture, or other agreement or document being in a particular form or on particular terms and conditions means that the referenced document shall be substantially in that form or substantially on those terms and conditions; (3) any reference herein to an existing document or exhibit having been Filed or to be Filed shall mean that document or exhibit, as it may thereafter be amended, modified, or supplemented; (4) unless otherwise specified, all references herein to “Articles” are references to Articles hereof or hereto; (5) unless otherwise stated, the words “herein,” “hereof,” and “hereto” refer to the Plan in its entirety rather than to a particular portion of the Plan; (6) captions and headings to Articles are inserted for convenience of reference only and are not intended to be a part of or to affect the interpretation hereof; and (7) the rules of construction set forth in section 102 of the Bankruptcy Code shall apply.

1.2.2 Computation of Time. The provisions of Bankruptcy Rule 9006(a) shall apply in computing any period of time prescribed or allowed herein.

1.2.3 Governing Law. Unless a rule of law or procedure is supplied by federal law (including the Bankruptcy Code and Bankruptcy Rules) or unless otherwise specifically stated herein, the laws of the State of Delaware, without giving effect to the principles of conflict of laws, shall govern the rights, obligations, construction, and implementation of the Plan, any agreements, documents, instruments, or contracts executed or entered into in connection with the Plan (except as otherwise set forth in those agreements, in which case the governing law of such agreement shall control), and corporate or limited liability company governance matters.

1.2.4 Reference to Monetary Figures. All references in the Plan to monetary figures shall refer to currency of the United States of America, unless otherwise expressly provided herein.

1.2.5 Controlling Document. In the event of any conflict, ambiguity or inconsistency between any term or provision of the Plan and the Disclosure Statement, the term or provision of the Plan shall control in all respects. In the event of any conflict, ambiguity or inconsistency between any term or provision of the Plan and either the Blitz Personal Injury Trust Agreement, the Blitz Personal Injury TDP or the Blitz Liquidating Trust Agreement, the term or provision of the Plan shall control in all respects. In the event of any inconsistency or ambiguity between any provision of any of the foregoing documents, and any provision of the Confirmation Order, the Confirmation Order shall control and take precedence. In the event of any apparent conflict, ambiguity, or inconsistency between the Plan and any term or provision of the BAH Settlement Term Sheet or the Insurance Settlement Term Sheet, the Plan and the applicable Term Sheet shall be interpreted to avoid conflict between the respective documents in light of the terms or provisions interpreted and the purpose of such term or provision.

ARTICLE II

PROVISIONS FOR PAYMENT OF ADMINISTRATIVE EXPENSES AND UNCLASSIFIED CLAIMS

2.1. General. Subject to the Bar Date provisions set forth in section 2.3 of the Plan, unless otherwise agreed to by the Blitz Liquidating Trustee or the BAH Plan Administrator, as applicable, and the holder of a particular Administrative Expense Claim, each holder of an

Allowed Administrative Expense Claim shall receive Cash equal to the unpaid portion of such Allowed Administrative Expense Claim on the later of (a) the Effective Date or as soon thereafter as is reasonably practicable, and (b) such other date as is mutually agreed upon by the Blitz Liquidating Trustee or the BAH Plan Administrator, as applicable, and the holder of such Claim. Allowed Administrative Expense Claims against the USA Debtors shall be satisfied solely out of the Blitz Liquidating Trust and Allowed Administrative Expense Claims against the BAH Debtors shall be satisfied solely out of the BAH Debtors' Estates. All Allowed Administrative Expense Claims of Bankruptcy Professionals shall be satisfied solely out of the Blitz Liquidating Trust, except for the Allowed Administrative Expense Claims of Young Conaway Stargatt & Taylor, LLP, which shall be satisfied solely out of the BAH Debtors' Estates.

2.2. Payment of Judicial Fees. All fees payable pursuant to 28 U.S.C. § 1930 shall be paid on the earlier of when due or the Effective Date, or as soon thereafter as practicable. From and after the Effective Date, the Blitz Liquidating Trust shall be liable for and shall pay the fees assessed against the USA Debtors' estate under 28 U.S.C. § 1930 until entry of a final decree closing the Cases. In addition, the Blitz Liquidating Trustee, shall, on behalf of the USA Debtors' Estates, file post-confirmation quarterly reports in conformity with the U.S. Trustee guidelines, until entry of an order closing or converting the USA Debtors' Chapter 11 Cases. The USA Debtors shall file all pre-confirmation monthly operating reports prior to the Confirmation Hearing. BAH shall be liable for and shall pay the fees assessed against the BAH Debtors' Estates under 28 U.S.C. § 1930 and BAH and/or the BAH Plan Administrator shall file post-confirmation quarterly reports in conformity with the U.S. Trustee guidelines until entry of an order closing or converting the BAH Debtors' Chapter 11 Cases. The U.S. Trustee shall not be required to file a request for payment of its quarterly fees, which shall be treated as if they are Administrative Claims and will be paid by the BAH Debtors and/or the Blitz Liquidating Trustee, as applicable.

2.3. Bar Date for Administrative Expense Claims. Confirmation of the Plan shall establish, and the Confirmation Order shall be the order establishing, a bar date for Administrative Expense Claims (other than Section 503(b)(9) Claims) in the Chapter 11 Cases. The bar date for filing Administrative Expense Claims (other than Section 503(b)(9) Claims,

which Claims were required to be filed by July 13, 2012 pursuant to the Bar Date Order) shall be the first Business Day that is at least 45 days after the Effective Date (the “**Administrative Claims Bar Date**”) unless a later date is otherwise approved or such time is extended by the Bankruptcy Court. All (i) holders of Administrative Expense Claims that have not been Allowed by Final Order of the Bankruptcy Court and (ii) Bankruptcy Professionals requesting compensation or reimbursement of expenses pursuant to sections 327, 328, 330, 331, 503(b) or 1103 of the Bankruptcy Code for services rendered during the Chapter 11 Cases (including, without limitation, any compensation requested by any Bankruptcy Professional or any other Entity for making a substantial contribution to the Chapter 11 Cases), shall file with the Bankruptcy Court, as applicable, a request for Allowance of their Administrative Expense Claim (which request shall specify whether the Claim is asserted against the USA Debtors or the BAH Debtors), or, in the case of Bankruptcy Professionals, an application for final allowance of compensation and reimbursement of expenses on or before the Administrative Claims Bar Date. Objection to timely filed requests for Allowance of Administrative Expense Claims or of applications of Bankruptcy Professionals for compensation or reimbursement of expenses must be filed and served on the Debtors, the Creditors’ Committee, the U.S. Trustee, and the claimant or Bankruptcy Professional to whose request or application any objection is addressed no later than 30 days after the Administrative Claims Bar Date.

ARTICLE III

CLASSIFICATION AND TREATMENT OF CLAIMS AND EQUITY INTERESTS

3.1. General Settlement of Claims. Pursuant to section 1123 of the Bankruptcy Code and Bankruptcy Rule 9019 and in consideration for the classification, distribution, releases and other benefits under the Plan, on the Effective Date, the provisions of the Plan shall constitute a good faith compromise of all Claims, Equity Interests and controversies resolved pursuant to the Plan.

3.2. Summary. Claims and Equity Interests are classified for all purposes, including, without express or implied limitation, voting, Confirmation, and Distribution pursuant to the Plan, as follows:

<u>Class</u>	<u>Description</u>	<u>Status</u>	<u>Voting Rights</u>
Class 1(a)	Priority Claims against the USA Debtors	Not Impaired	Not entitled to vote
Class 1(b)	Priority Claims against the BAH Debtors	Not Impaired	Not entitled to vote
Class 2(a)	Secured Claims against the USA Debtors	Not Impaired	Not entitled to vote
Class 2(b)	Secured Claims against the BAH Debtors	Not Impaired	Not entitled to vote
Class 3(a)	General Unsecured Claims against the USA Debtors	Impaired	Entitled to vote
Class 3(b)	General Unsecured Claims against the BAH Debtors	Impaired	Entitled to vote
Class 4(a)	Blitz Personal Injury Trust Claims against the USA Debtors	Impaired	Entitled to vote
Class 4(b)	Blitz Personal Injury Trust Claims against the BAH Debtors	Impaired	Entitled to vote
Class 5(a)	Intercompany Claims against the USA Debtors	Impaired	Not entitled to vote
Class 5(b)	Intercompany Claims against the BAH Debtors	Impaired	Not entitled to vote
Class 6(a)	Equity Interests in the USA Debtors	Impaired	Not entitled to vote
Class 6(b)	Equity Interests in the BAH Debtors	Impaired	Not entitled to vote

3.3. Classification and Treatment of Claims and Equity Interests against the USA Debtors. Claims against and Equity Interests in the USA Debtors are classified for all purposes, including, without express or implied limitation, voting, Confirmation, and Distribution pursuant to the Plan, as follows:

3.3.1 Priority Claims against the USA Debtors – Class 1(a). This Class consists of Priority Claims against the USA Debtors, including Priority Claims of

governmental units under section 507(a)(8) of the Bankruptcy Code. Each holder of an Allowed Class 1(a) Claim not otherwise paid pursuant to an Order of the Bankruptcy Court will be paid, from the Blitz Liquidating Trust Assets, the Allowed Amount of its Claim, in full, in Cash, on the Effective Date or as soon as practical thereafter. Holders of Class 1(a) Claims are Unimpaired, are not entitled to vote on the Plan, will not be solicited to vote on the Plan, and are deemed to have accepted the Plan.

3.3.2 Secured Claims against the USA Debtors – Class 2(a). This Class consists of Secured Claims against the USA Debtors. The Blitz Liquidating Trustee will take the following action with respect to each holder of an Allowed Secured Claim against the USA Debtors: (a) distribute the collateral securing such Allowed Secured Claim; (b) distribute Cash in an amount equal to the proceeds actually realized from the sale, pursuant to section 363(b) of the Bankruptcy Code, of any collateral securing such Allowed Secured Claim, less the actual costs and expenses of disposing of such collateral; or (c) effect such other treatment of such Allowed Secured Claim as may be mutually agreed upon between the holder of such Allowed Secured Claim and the Blitz Liquidating Trustee on the later of (i) the Effective Date and (ii) the tenth Business Day of the first month following the month in which such Claim becomes an Allowed Secured Claim, or as soon after such dates as is practicable. Each holder of an Allowed Secured Claim in Class 2(a) will retain the Liens securing such Claim as of the Confirmation Date, until such Claims are paid in full or otherwise satisfied in accordance with the Plan. Holders of Class 2(a) Claims are Unimpaired, are not entitled to vote on the Plan, will not be solicited to vote on the Plan, and are deemed to have accepted the Plan.

3.3.3 General Unsecured Claims against the USA Debtors – Class 3(a). This Class consists of holders of General Unsecured Claims against the USA Debtors. Each holder of an Allowed Class 3(a) Claim will receive in full and final satisfaction, settlement, and release of and in exchange for such Allowed Class 3(a) Claim, its Pro Rata share of the Blitz Liquidating Trust Assets remaining after payment of Distributions on account of all Allowed Administrative Expense Claims against the USA Debtors, Allowed Priority Claims against the USA Debtors and any expenses of the Blitz Liquidating Trust. Holders of these Claims are impaired and are entitled to vote to accept or reject the Plan.

3.3.4 Blitz Personal Injury Trust Claims against the USA Debtors – Class 4(a). This Class consists of holders of Blitz Personal Injury Trust Claims against the USA Debtors. On the Effective Date, all Blitz Personal Injury Trust Claims shall be released as against the Debtors pursuant to the terms and conditions of the Plan and the Blitz Personal Injury Trust Documents. Pursuant to the Channeling Injunction, each holder of a Blitz Personal Injury Trust Claim shall have its Claim permanently channeled to the Blitz Personal Injury Trust, and such Blitz Personal Injury Trust Claim may thereafter be asserted exclusively against the Blitz Personal Injury Trust and resolved in accordance with the terms, provisions and procedures of the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP. For the avoidance of doubt, holders of Blitz Personal Injury Trust Claims are not entitled to receive distributions or other payment of funds from the Blitz Liquidating Trust on behalf of, related to or with respect to such Blitz Personal Injury Trust Claims. Holders of such Blitz Personal Injury Trust Claims are, subject to the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP, enjoined from filing any future litigation, claims or causes of action arising out of such Blitz Personal Injury Trust Claims against the Debtors and/or any of the Protected Parties, and may not proceed in any manner against the Debtors and/or any of the Protected Parties in any forum whatsoever, including, without limitation, any state or federal court or administrative or arbitral forum, and are required to pursue their Blitz Personal Injury Trust Claims against the Blitz Personal Injury Trust solely as provided in the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP. Holders of these Claims are Impaired and are entitled to vote to accept or reject the Plan.

3.3.5 Intercompany Claims against the USA Debtors – Class 5(a). This Class consists of Intercompany Claims against the USA Debtors. On the Effective Date, pursuant to and subject to the settlements described herein Intercompany Claims against the USA Debtors shall not be entitled to any Distribution under the Plan and such claims shall be cancelled and discharged on the Effective Date. Holders of these Claims will receive no Distributions under the Plan in respect of such Intercompany Claims and are deemed to have rejected the Plan.

3.3.6 Equity Interests in the USA Debtors – Class 6(a). This Class consists of all Equity Interests in the USA Debtors. All Equity Interests in the USA Debtors will be

cancelled and terminated on the Effective Date of the Plan. The holders of these Equity Interests will receive no Distributions under the Plan in respect of such Equity Interests and are deemed to have rejected the Plan.

3.4. Classification and Treatment of Claims and Equity Interests against the BAH Debtors. Claims against and Equity Interests in the BAH Debtors are classified for all purposes, including, without express or implied limitation, voting, Confirmation, and Distribution pursuant to the Plan, as follows:

3.4.1 Priority Claims against the BAH Debtors – Class 1(b). This Class consists of Priority Claims against the BAH Debtors, including Priority Claims of governmental units under section 507(a)(8) of the Bankruptcy Code. Each holder of an Allowed Class 1(b) Claim not otherwise paid pursuant to an Order of the Bankruptcy Court will be paid, by the BAH Plan Administrator, from the assets of the BAH Debtors' Estates, the Allowed Amount of its Claim, in full, in Cash, on the Effective Date or as soon as practical thereafter. Holders of Class 1(b) Claims are Unimpaired, are not entitled to vote on the Plan, will not be solicited to vote on the Plan, and are deemed to have accepted the Plan.

3.4.2 Secured Claims against the BAH Debtors – Class 2(b). This Class consists of Secured Claims against the BAH Debtors. The BAH Plan Administrator will take the following action with respect to each holder of an Allowed Secured Claim against the BAH Debtors: (a) distribute the collateral securing such Allowed Secured Claim; (b) distribute Cash in an amount equal to the proceeds actually realized from the sale, pursuant to section 363(b) of the Bankruptcy Code, of any collateral securing such Allowed Secured Claim, less the actual costs and expenses of disposing of such collateral; or (c) effect such other treatment of such Allowed Secured Claim as may be mutually agreed upon between the holder of such Allowed Secured Claim and the BAH Plan Administrator on the later of (i) the Effective Date and (ii) the tenth Business Day of the first month following the month in which such Claim becomes an Allowed Secured Claim, or as soon after such dates as is practicable. Each holder of an Allowed Secured Claim in Class 2(b) will retain the Liens securing such Claim as of the Confirmation Date, until such Claims are paid in full or otherwise satisfied in accordance with

the Plan. Holders of Class 2(b) Claims are Unimpaired, are not entitled to vote on the Plan, will not be solicited to vote on the Plan, and are deemed to have accepted the Plan.

3.4.3 General Unsecured Claims against the BAH Debtors – Class 3(b).

This Class consists of holders of General Unsecured Claims against the BAH Debtors. Each holder of an Allowed Class 3(b) Claim will receive in full and final satisfaction, settlement, and release of and in exchange for such Allowed Class 3(b) Claim, its Pro Rata share of the BAH Debtors' assets remaining after payment of Distributions on account of all Allowed Administrative Expense Claims against the BAH Debtors, Allowed Priority Claims against the BAH Debtors and Allowed Secured Claims against the BAH Debtors. Holders of these Claims are impaired and are entitled to vote to accept or reject the Plan.

3.4.4 Blitz Personal Injury Trust Claims against the BAH Debtors – Class

4(b). This Class consists of holders of Blitz Personal Injury Trust Claims against the BAH Debtors. On the Effective Date, all Blitz Personal Injury Trust Claims shall be released as against the Debtors pursuant to the terms and conditions of the Plan and the Blitz Personal Injury Trust Documents. Pursuant to the Channeling Injunction, each holder of a Blitz Personal Injury Trust Claim shall have its Claim permanently channeled to the Blitz Personal Injury Trust, and such Blitz Personal Injury Trust Claim may thereafter be asserted exclusively against the Blitz Personal Injury Trust and resolved in accordance with the terms, provisions and procedures of the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP. For the avoidance of doubt, holders of Blitz Personal Injury Trust Claims are not entitled to receive distributions or other payment of funds from the BAH Plan Administrator, the BAH Debtors, or their Estates, on behalf of, related to or with respect to such Blitz Personal Injury Trust Claims. Holders of such Blitz Personal Injury Trust Claims are, subject to the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP, enjoined from filing any future litigation, claims or causes of action arising out of such Blitz Personal Injury Trust Claims against the Debtors and/or any of the Protected Parties, and may not proceed in any manner against the Debtors and/or any of the Protected Parties in any forum whatsoever, including, without limitation, any state or federal court or administrative or arbitral forum, and are required to pursue their Blitz Personal Injury Trust Claims against the Blitz Personal Injury Trust solely as provided in the Blitz Personal Injury Trust Agreement and the Blitz Personal

Injury TDP. Holders of these Claims are Impaired and are entitled to vote to accept or reject the Plan.

3.4.5 Intercompany Claims against the BAH Debtors – Class 5(b). This Class consists of Intercompany Claims against the BAH Debtors. On the Effective Date, pursuant to and subject to the settlements described herein and performed by the parties thereunder, Intercompany Claims against the BAH Debtors shall not be entitled to any distribution under the Plan and such claims shall be cancelled and discharged on the Effective Date. Holders of these Claims will receive no Distributions under the Plan in respect of such Intercompany Claims and are deemed to have rejected the Plan.

3.4.6 Equity Interests in the BAH Debtors – Class 6(b). This Class consists of all Equity Interests in the BAH Debtors. All Equity Interests in the BAH Debtors will be cancelled and terminated on the Effective Date of the Plan. The holders of these Equity Interests will receive no Distributions under the Plan in respect of such Equity Interests and are deemed to have rejected the Plan.

3.5. Distributions Under the Plan.

3.5.1 Timing of Distributions Under The Plan. Any Distribution to be made pursuant to the Plan shall be deemed to have been timely made if made within ten (10) business days of the time specified in the Plan.

3.5.2 Manner of Payment Under the Plan. Unless the Entity receiving a payment agrees otherwise, any payment in Cash to be made under the Plan shall be made by check drawn on a domestic bank, or by wire transfer from a domestic bank.

3.5.3 Withholding of Taxes. The Blitz Liquidating Trustee, the Blitz Personal Injury Trustee or the BAH Plan Administrator, as applicable, shall withhold from any assets or property distributed under the Plan any assets or property which must be withheld for foreign, federal, state and local taxes payable with respect thereto or payable by the Entity entitled to such assets to the extent required by applicable law.

3.5.4 Allocation of Distribution Between Principal and Interest. To the extent that any Allowed Claim entitled to a Distribution under the Plan is comprised of indebtedness and accrued but unpaid interest thereon, such Distribution shall, for tax purposes, be allocated to the principal amount of the Claim first and then, to the extent the consideration exceeds the principal amount of the Claim, to accrued but unpaid interest.

3.5.5 Unclaimed Distributions. Any Cash, assets, and other property to be distributed under the Plan that cannot be delivered to the Entity entitled thereto (including by an Entity's failure to negotiate a check issued to such Entity) before the later of (a) one year after the Effective Date, or (b) six months after an order allowing such Entity's Claim becomes a Final Order, shall become vested in, and shall be transferred to, the Blitz Personal Injury Trust, the Blitz Liquidating Trust or the BAH Debtors' Estates, as applicable, notwithstanding state or other escheat or similar laws to the contrary. In such event, such Entity's Claim shall no longer be deemed to be Allowed and such Entity shall be deemed to have waived its rights to such payments or Distributions under the Plan pursuant to section 1143 of the Bankruptcy Code, shall have no further Claim in respect of such Distribution and shall not participate in any further Distributions under the Plan with respect to such Claim.

3.5.6 Transfer of Claim. To the extent permitted by law, in the event that the holder of any Claim shall transfer such Claim on and/or after the Effective Date, it shall immediately advise the Blitz Liquidating Trustee, the Blitz Personal Injury Trustee, or the BAH Plan Administrator, as the case may be, in writing of such transfer. The Blitz Liquidating Trustee, the Blitz Personal Injury Trustee, and the BAH Plan Administrator, as the case may be, shall be entitled to assume that no transfer of any Claim has been made by any holder unless and until written notice of a transfer has been received by the Blitz Liquidating Trustee, the Blitz Personal Injury Trustee or the BAH Plan Administrator. Each transferee of any Claim shall take such Claim subject to the provisions of the Plan, and, except as provided in a notice of transfer, the Blitz Liquidating Trustee, the Blitz Personal Injury Trustee, or the BAH Plan Administrator, as the case may be, shall be entitled to assume conclusively that the transferee named in any notice of transfer shall thereafter be vested with all rights and powers of the transferor of such Claim.

3.5.7 Fractional Cents. Notwithstanding anything to the contrary contained herein, no Cash payments of fractions of cents will be made. Fractional cents shall be rounded to the nearest whole cent (with .5 cent or less to be rounded down).

3.5.8 Delivery of Distributions in General. Distributions to holders of Allowed Claims shall be made to the address of the holder of such Claim as indicated on the records of the Debtors, or if a proof of claim has been filed, to the address on the proof of claim, unless the Blitz Liquidating Trustee, the Blitz Personal Injury Trustee or the BAH Plan Administrator, as the case may be, is instructed otherwise by a signed writing from the holder of such Allowed Claim.

3.5.9 Minimum Distribution Amount. Notwithstanding anything to the contrary contained herein, no Cash payments of \$10 or less will be made.

3.6. Provisions for Treatment of Contingent Claims and Disputed Claims Other Than Blitz Personal Injury Trust Claims.

3.6.1 Treatment of Contingent Claims. Holders of Contingent Claims shall be paid only after such Claims have become fixed and/or liquidated. No interest shall be paid on account of a Contingent Claim except as provided in section 506(b) of the Bankruptcy Code. Except as otherwise provided for Blitz Personal Injury Trust Claims under the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP, (i) any Contingent Claim that has not become fixed or liquidated on or before two years after the Effective Date shall be deemed waived, disallowed and expunged unless the holder of such Claim has, on or before two years following the Effective Date, filed a request with the Bankruptcy Court requesting estimation of such Claim for purposes of allowance pursuant to section 502(c) of the Bankruptcy Code and (ii) after the later of two years following the Effective Date and the entry of Final Orders on any timely filed requests for estimation no cash reserves will be held for Contingent Claims and any funds previously held for such purposes may be distributed to the holders of Allowed Claims.

3.6.2 Objection to Claims and Prosecution of Disputed Claims. The Blitz Liquidating Trustee shall object to the allowance of Claims against the USA Debtors (other than Blitz Personal Injury Trust Claims) filed with the Bankruptcy Court with respect to which

the Blitz Liquidating Trustee disputes liability in whole or in part. The BAH Plan Administrator shall object to the allowance of Claims against the BAH Debtors (other than Blitz Personal Injury Trust Claims) filed with the Bankruptcy Court with respect to which BAH Debtors dispute liability in whole or in part. The failure of the Debtors, the Blitz Liquidating Trustee and/or the BAH Plan Administrator to object to or to re-examine any Claim shall not be deemed to be a waiver of the right to object to or to re-examine such Claim in whole or in part to determine its allowability. The Debtors, the Blitz Liquidating Trustee and/or the BAH Plan Administrator shall not be required to object to any Claim where the Debtors, the Blitz Liquidating Trustee and/or the BAH Plan Administrator has determined in its good faith reasonable discretion that objection to such Claim would not be in the best interest of the Debtors' Estates or the Blitz Liquidating Trust, as the case may be. The Blitz Liquidating Trustee shall have the right to compromise and settle any General Unsecured Claim against the USA Debtors after the Effective Date without notice to Creditors or order of the Bankruptcy Court. The BAH Plan Administrator shall have the right to compromise and settle any General Unsecured Claim against the BAH Debtors after the Effective Date without notice to Creditors or order of the Bankruptcy Court. Notwithstanding anything to the contrary in this paragraph, the rights of any Participating Insurer under the Bankruptcy Code to initiate and/or participate in any objection to any Claim is hereby preserved.

3.6.3 Distributions by the Blitz Liquidating Trust and the BAH Plan Administrator on Account of Contingent Claims and Disputed Claims Other Than Blitz Personal Injury Trust Claims. Payments and distributions to each holder of a Contingent Claim, a Disputed Claim (other than a Blitz Personal Injury Trust Claim) or any other Claim that is not an Allowed Claim, to the extent that such Claim ultimately becomes an Allowed Claim, shall be made in accordance with the Plan, including the provisions governing the Class of Claims in which such Claim is classified. As soon as practicable after the date that any Disputed Claim (other than a Blitz Personal Injury Trust Claim) is Allowed or any Contingent Claim becomes fixed or liquidated, in whole or in part, the Blitz Liquidating Trust or BAH Plan Administrator, as appropriate, shall distribute to the holder of such Claim any Cash that would have been distributed to such holder if the Claim had been an Allowed Claim on the Effective Date. No distribution shall be made with respect to all or any portion of any Disputed Claim (other than a Blitz Personal Injury Trust Claim) pending the entire resolution

thereof. Distribution shall be made as soon as practicable with respect to any portion of a Contingent Claim that becomes fixed or liquidated. Nothing in section 3.6.3 shall affect the allowance, liquidation or payment of Blitz Personal Injury Trust Claims.

3.6.4 Cash Reserves.

3.6.4.1. Creation of Cash Reserves. On the Effective Date, the Blitz Liquidating Trustee shall establish the USA Debtors Contingent Claims Cash Reserve and the USA Debtors Disputed Claims Cash Reserve, and the BAH Plan Administrator shall establish the BAH Debtors Contingent Claims Cash Reserve and the BAH Debtors Disputed Claims Cash Reserve. The Cash held in the Cash Reserves shall be held in trust for the benefit of holders of the applicable Contingent Claims and Disputed Claims (other than Blitz Personal Injury Claims) pending determination of their entitlement thereto. Neither the Blitz Liquidating Trustee nor the BAH Plan Administrator shall make Distributions to the holders of Contingent Claims or Disputed Claims (other than Blitz Personal Injury Claims) in an aggregate amount in excess of the applicable Cash Reserve.

3.6.4.2. Distributions from the Cash Reserves. To the extent that, after the Effective Date, any Disputed Claim (other than Blitz Personal Injury Trust Claims) is disallowed and expunged, in whole or in part, or any Contingent Claim is eliminated, the Blitz Liquidating Trustee or BAH Plan Administrator, as appropriate, may reduce the amount of the applicable Cash Reserve and any excess Cash shall be distributed to holders of Allowed Claims in Pro Rata shares. Any such additional distribution may be made at reasonable times, and, in any event, a final redistribution shall be made after all Disputed Claims (other than Blitz Personal Injury Trust Claims) have been Allowed or expunged, and all Contingent Claims have been fixed, liquidated, expunged, or estimated for purpose of allowance by a Final Order of the Bankruptcy Court.

3.6.5 Estimation of Claims. The Blitz Liquidating Trustee or the BAH Plan Administrator, as appropriate, may, at any time, request that the Bankruptcy Court, on proper notice, estimate any Disputed Claim (other than Blitz Personal Injury Trust Claims) pursuant to section 502(c) of the Bankruptcy Code, and the Bankruptcy Court will retain jurisdiction to estimate any Claim at any time during litigation concerning any objection to any Disputed

Claim (other than Blitz Personal Injury Trust Claims), including during the pendency of any appeal relating to any such objection. If the Bankruptcy Court estimates any Disputed Claim (other than Blitz Personal Injury Trust Claims), that estimated amount will constitute either the Allowed Amount of such Claim or a maximum limitation on such Claim, as determined by the Bankruptcy Court. If the estimated amount constitutes a maximum limitation on such Claim, the Blitz Liquidating Trustee or the BAH Plan Administrator, as appropriate, may elect to pursue any supplemental proceedings to object to any ultimate Distribution to such Claim. All of the objection, estimation, settlement and resolution procedures set forth in the Plan are cumulative and not necessarily exclusive of one another. Disputed Claims (other than Blitz Personal Injury Trust Claims) may be estimated and subsequently compromised, settled, withdrawn or resolved by any mechanism approved by the Bankruptcy Court. Nothing in section 3.6.5 shall affect the allowance, liquidation or payment of Blitz Personal Injury Trust Claims.

3.6.6 Certain Objections to Allowance of Blitz Personal Injury Trust Claims. Notwithstanding anything to the contrary herein, Blitz Personal Injury Trust Claims shall be channeled to the Blitz Personal Injury Trust and administered in accordance with the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP. Notwithstanding anything in the Blitz Personal Injury Trust Agreement to the contrary, and to the extent permissible under 28 U.S.C. § 157(b)(5), any Non-Participating Insurer may at any time object to the allowance of any Blitz Personal Injury Trust Claim asserted against such Non-Participating Insurer's Assigned Blitz Insurance Policy on any basis other than the liquidation of the allowed amounts for Distribution purposes.

3.7. No Postpetition Interest. Unless otherwise specifically provided for in the Plan or Confirmation Order, or required by applicable bankruptcy law, postpetition interest shall not accrue or be paid on any Claims, and no holder of a Claim shall be entitled to interest accruing on or after the Petition Date on any Claim. Interest shall not accrue or be paid upon any Disputed Claim in respect of the period from the Effective Date to the date a Distribution is made thereon if and after such Disputed Claim becomes an Allowed Claim.

3.8. Special Claims Provisions Arising from the BAH Settlement.

3.8.1 Kinderhook, Crestwood, the Kinderhook Directors and the Non-Kinderhook Directors waive any distributions to which they would be entitled from the USA Debtors in their capacity as such and agree that any proofs of claim filed by each of them against the USA Debtors shall be deemed disallowed on the Effective Date of the Plan. For the avoidance of doubt, the Flick Claim shall not be disallowed by virtue of the foregoing sentence and any distribution on account of the Flick Claim, to the extent it is Allowed, shall not be waived by virtue of the foregoing sentence. On the Effective Date, (i) the Flick Claim shall be reduced to \$244,272.65 and (ii) the Blitz Liquidating Trustee shall be entitled to object to or seek further reduction of the Flick Claim.

3.8.2 On the Effective Date, any proofs of claim filed by any members of the Creditors' Committee and any holder of a Blitz Personal Injury Trust Claim against the BAH Debtors shall be deemed withdrawn with prejudice as against the BAH Debtors and all Blitz Personal Injury Trust Claims shall be channeled to the Blitz Personal Injury Trust and may thereafter be asserted exclusively against the Blitz Personal Injury Trust and resolved in accordance with the terms, provisions and procedures of the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP. Furthermore, the Creditors' Committee or the Blitz Personal Injury Trustee shall support any objection by the BAH Debtors to Claims by any Blitz Insurer against the BAH Debtors.

ARTICLE IV

THE BLITZ PERSONAL INJURY TRUST

4.1. Blitz Personal Injury Trust. The Blitz Personal Injury Trust Agreement is incorporated into and made a part of the Plan.

4.2. Insurance Settlement Binding. The Blitz Personal Injury Trust shall be bound by the terms of the Insurance Settlement as if it had been a party thereto at the time of execution of the Insurance Settlement Term Sheet.

4.3. Establishment and Purpose of Blitz Personal Injury Trust. On the Effective Date, the Blitz Personal Injury Trust shall be established in accordance with the Plan Documents. The Blitz Personal Injury Trust shall be a "Qualified Settlement Fund" within the

meaning of section 468B of the Internal Revenue Code and the regulations promulgated thereunder. The Blitz Personal Injury Trust shall assume the liability for all Blitz Personal Injury Trust Claims; shall administer, process, settle, resolve and liquidate such Blitz Personal Injury Trust Claims; and shall use the Blitz Personal Injury Trust Assets and the proceeds and income therefrom to satisfy and make payment to all such Blitz Personal Injury Trust Claims that may qualify for a recovery only in accordance with the terms of the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP, all in accordance with this Plan, the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP. The Blitz Personal Injury Trust will (i) administer, process, settle, resolve, liquidate, satisfy and/or pay, as applicable, Blitz Personal Injury Claims in such a way that the holders of Blitz Personal Injury Claims are treated equitably and in a substantially similar manner, subject to the terms of the Plan, the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP and (ii) in accordance with section 4.14 of the Plan and the Blitz Personal Injury Trust Agreement, defend and indemnify the Indemnified Parties, at the Blitz Personal Injury Trust's sole expense, in connection with any proceeding involving, relating to or arising out of, in whole or in part, the enforcement or enforceability of the Channeling Injunction. Blitz Personal Injury Trust Claims shall be channeled to the Blitz Personal Injury Trust pursuant to the Channeling Injunction set forth in section 4.3.3 of the Plan and may thereafter be asserted only and exclusively against the Blitz Personal Injury Trust. All such Blitz Personal Injury Trust Claims shall be liquidated and paid in accordance with the Blitz Personal Injury Trust Agreement, the Blitz Personal Injury TDP, this Plan and the Confirmation Order. The Blitz Personal Injury Trust shall be administered and implemented by the Blitz Personal Injury Trustee as provided in the Blitz Personal Injury Trust Agreement.

4.3.1 Blitz Personal Injury TDP. On the Effective Date, the Blitz Personal Injury Trust shall implement the Blitz Personal Injury TDP in accordance with the terms of the Blitz Personal Injury Trust Agreement. On or after the Effective Date, the Blitz Personal Injury Trustee, upon notice to the Blitz Personal Injury TAC, shall have the power to administer, amend, supplement or modify the Blitz Personal Injury TDP in accordance with the terms thereof; provided however, that such modification is not inconsistent with this Plan, the Insurance Settlement Term Sheet, the BAH Settlement Term Sheet or other Plan Documents; *provided, however*, to the extent that any modifications to the Blitz Personal Injury Trust Agreement or the Blitz Personal Injury TDP constitute a material modification that would

affect the rights of Wal-Mart, the Participating Insurers, the BAH Released Parties or the Debtors' officers and directors, such parties shall be provided ten (10) days advance notice of such amendment and an opportunity to contest the proposed amendment before the Bankruptcy Court. In the event that any of those parties contest a proposed amendment within the notice period contemplated in this paragraph, such modification shall not become effective until such time as the Bankruptcy Court has authorized the amendment or the objecting party has consented to the proposed amendment.

4.3.1.1. Covered Blitz Personal Injury Claims. The Blitz Personal Injury TDP shall provide mechanisms such as Pro Rata and/or percentage distributions of the proceeds of the Insurance Settlement and the BAH Settlement allocable to the Blitz Personal Injury Trust, net of reserves for fees, costs and expenses incurred by the Blitz Personal Injury Trust on account of Allowed Covered Blitz Personal Injury Claims, periodic review of estimates of the numbers and values of Allowed Covered Blitz Personal Injury Claims or other comparable mechanisms, that provide reasonable assurance that the Blitz Personal Injury Trust will value and be in a financial position to pay similar Allowed Covered Blitz Personal Injury Claims in substantially the same manner. From and after the Effective Date, the Blitz Personal Injury Trust shall liquidate and pay the Allowed Covered Blitz Personal Injury Claims in accordance with the Blitz Personal Injury TDP.

4.3.2 Treatment of Other Blitz Personal Injury Trust Claims. The Blitz Personal Injury Trust Agreement shall also provide mechanisms to treat holders of Blitz Personal Injury Trust Claims that do not qualify as Covered Blitz Personal Injury Claims as set forth below.

4.3.2.1. Blitz Personal Injury Trust Claims Arising Prior to the Release Date. As set forth in Article VII of the Plan, all holders of Blitz Personal Injury Trust Claims based on injuries or damage that occurred prior to the Release Date shall not release their Blitz Personal Injury Trust Claims against the USA Debtors and the Non-Participating Insurers. Holders of such Claims shall have the right to liquidate such Claims and seek payment from the Non-Participating Insurers in accordance with Article VI of this Plan.

4.3.2.2. Claims Related to Michael Montgomery. In satisfaction of the claim of Michael Montgomery: (i) the Blitz Personal Injury Trust shall pay to Michael Montgomery the sum of \$3,075,000; (ii) Michael Montgomery shall be entitled to pursue his Claim against the Assigned Blitz Insurance Policies that were in effect on the date that his injuries occurred and against Home Depot; and (iii) Michael Montgomery shall have no other or further claims against the Blitz Personal Injury Trust or any of the Protected Parties.

4.3.2.3. Claims Related to David Calder. Debtors, Westchester Fire Insurance Company (“Westchester Fire”) and David Calder and his co-plaintiffs agree to settle and compromise in full the claims of David Calder and his co-plaintiffs by (a) Westchester Fire paying \$2,942,014, and (b) the Debtors or the Blitz Personal Injury Trustee causing to be paid, or directing RLI Insurance Company to pay from the proceeds of the Debtors’ bond that is returnable to the Blitz USA estate (Bond Number RSB4174412) the full amount of that bond that the Debtors posted for on appeal (\$1,057,986.31). The forgoing payments shall be made within thirty (30) days of payment of the Insurance Settlement Amount but shall be further subject to the exchange of full and mutual releases, compliance with Medicare secondary payer requirements and the dismissal with prejudice of all appeals. The automatic stay of section 362 of the Bankruptcy Code shall remain in place through the payment of the Insurance Settlement Amount. If the Debtors or the Blitz Personal Injury Trustee are unable to deliver the full amount of their bond (\$1,057,986.31) from the proceeds of the Debtors’ bond for reasons beyond their control, the Debtors and/or David Calder and his co-plaintiffs shall be free to go forward with their appeal(s) and otherwise prosecute their claims and, if they opt to do so, the other parties to the settlement of Calder’s Claims shall be relieved of their obligations under this paragraph. For the avoidance of doubt, proceedings with respect to enforcement of the settlement described herein shall be heard by the Bankruptcy Court and the parties shall only resort to courts other than the Bankruptcy Court in the event this settlement is not consummated and the Debtors or David Calder and his co-plaintiffs return to state or federal court to continue prosecution of their appeal(s).

4.3.2.4. Claims Related to Jonathan and Renee Green. Jonathan and Renee Green shall retain and shall not release the claim for sanctions, which is now

pending appeal, until the occurrence of the Payment Date (as defined in the Insurance Settlement Term Sheet), and the vacatur of the sanctions order by the Green court (to which the Debtors and the Green plaintiffs consent and the Participating Blitz Personal Injury Claimants do not oppose), at which time the \$250,000 that has already been deposited with Jonathan and Renee's counsel in escrow, shall be released and paid to Jonathan and Renee Green, and any claim asserted by the Green plaintiffs shall be released and the parties to the Green case agree to mutually dismiss their appeals.

4.3.2.5. Vendor Claims, Co-Defendant Claims and Direct Action

Claims. Holders of Vendor Claims and Co-Defendant Claims, (i) shall retain their rights, if any, with respect to the Assigned Blitz Insurance Policies; (ii) shall receive the rights and benefits of a Protected Party under the Insurance Settlement, including, but not limited to, the Releases and the Channeling Injunction; and (iii) shall otherwise be subject to the terms and conditions of the Insurance Settlement Term Sheet, but (a) shall not receive any distributions from the Blitz Personal Injury Trust on account of their Claims and (b) shall not retain any rights against any Protected Party, except for any USA Debtor solely to the extent that such USA Debtor is required to be named as a nominal defendant in order for the holder of such Claim to recover under an Assigned Blitz Insurance Policy. Holders of Direct Action Claims shall be subject to the provisions of the Channeling Injunction and shall retain their rights, if any, with respect to the Assigned Blitz Insurance Policies but shall not receive any distributions from the Blitz Personal Injury Trust on account of their Claims.

4.3.3 Imposition of Channeling Injunction. From and after the Effective Date, (i) all Blitz Personal Injury Trust Claims will be subject to the Channeling Injunction pursuant to section 105(a) of the Bankruptcy Code and the provisions of the Plan and the Confirmation Order and (ii) the Protected Parties shall have no obligation to pay any liability of any nature or description arising out of, relating to, or in connection with any Blitz Personal Injury Trust Claims, *provided, however* that nothing in the Plan shall preclude any action by the Blitz Personal Injury Trust to enforce the Plan. ***In order to supplement the injunctive effect of the Plan Injunction, and pursuant to sections 105(a) and 363(f) of the Bankruptcy Code, for Blitz Personal Injury Trust Claims, the Confirmation Order shall provide for the following permanent injunction to take effect as of the Effective Date:***

4.3.3.1. Terms. *In order to preserve and promote the settlements contemplated by and provided for in the Plan and to supplement, where necessary, the injunctive effect of the Plan Injunction and the Releases described in section 7.2 of the Plan, and pursuant to the exercise of the equitable jurisdiction and power of the Bankruptcy Court under section 105(a) of the Bankruptcy Code, all Entities that have held or asserted, or that hold or assert any Blitz Personal Injury Trust Claim against the Protected Parties, or any of them, shall be permanently stayed, restrained and enjoined from taking any action for the purpose of directly or indirectly collecting, recovering, or receiving payments, satisfaction, or recovery from any such Protected Party with respect to any such Blitz Personal Injury Trust Claim, including, but not limited to:*

(a) commencing, conducting or continuing, in any manner, whether directly or indirectly, any suit, action or other proceeding of any kind with respect to any such Blitz Personal Injury Trust Claim, against any of the Protected Parties, or against the property of any Protected Party with respect to any such Blitz Personal Injury Trust Claim;

(b) enforcing, levying, attaching, collecting or otherwise recovering, by any manner or means, or in any manner, either directly or indirectly, any judgment, award, decree or other order against any of the Protected Parties or against the property of any Protected Party with respect to any such Blitz Personal Injury Trust Claim;

(c) creating, perfecting or enforcing in any manner, whether directly or indirectly, any Lien of any kind against any Protected Party or the property of any Protected Party with respect to any such Blitz Personal Injury Trust Claim;

(d) asserting or accomplishing any setoff, right of subrogation, indemnity, contribution or recoupment of any kind, whether directly or indirectly, against any obligation due any Protected Party or against the property of any Protected Party with respect to any such Blitz Personal Injury Trust Claim; and

(e) taking any act, in any manner, in any place whatsoever, that does not conform to, or comply with, the provisions of the Plan Documents, with respect to such Blitz Personal Injury Trust Claim.

4.3.3.2. Reservations. *Notwithstanding anything to the contrary in section 4.3.3 of the Plan, this Channeling Injunction shall not enjoin:*

(a) Any claim for damages on account of bodily injury and/or property damage that occurred on or after 12:01 A.M. CST on July 31, 2012;

(b) the rights of Entities to the treatment afforded them under the Plan, including the right of Entities holding Blitz Personal Injury Trust Claims to assert such Claims in accordance with the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP solely against the Blitz Personal Injury Trust whether or not there are funds to pay such Blitz Personal Injury Trust Claims;

(c) the rights of Entities to assert any Claim, debt, litigation, or liability for payment of Blitz Personal Injury Trust Expenses solely against the Blitz Personal Injury Trust whether or not there are funds to pay such Blitz Personal Injury Trust Expenses;

(d) the rights of holders of Blitz Personal Injury Trust Claims that arose prior to the Release Date to pursue and/or prosecute any Insurance Actions, including, but not limited to, a Direct Action Claim, against any Non-Participating Insurer;

(e) if and to the extent necessary to preserve rights against any Non-Participating Insurer, the rights of the Blitz Personal Injury Trust to prosecute any Direct Action Claim, as attorney in fact for a holder of Blitz Personal Injury Trust Claim, including the participation of such claimant in such Direct Action Claim;

(f) the rights of any Entity to assert any claim, debt, obligation or liability for payment against a Non-Participating Insurer;

(g) the rights of any Entity (other than the Debtors and Additional Insureds, in their capacity as such) to assert against a Protected Party any claim, debt, or obligation for payment that is not in any way based upon, related to, or arising out of, any Blitz Insurance Policy, Blitz Product or otherwise subject to the Insurance Settlement and BAH Settlement;

(h) *the Blitz Personal Injury Trust from enforcing its rights under the Insurance Settlement Term Sheet, the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP; and*

(i) *the rights of any Indemnified Party to demand the Blitz Personal Injury Trust to fulfill its obligations to enforce the terms of the Channeling Injunction consistent with section 4.14 of the Plan, the Insurance Settlement Term Sheet and the BAH Settlement Term Sheet.*

4.3.3.3. Modifications. There can be no modification, dissolution or termination of the Channeling Injunction, which shall be a permanent injunction.

4.3.3.4. Non-Limitation Channeling Injunction. Nothing in the Plan or in the Blitz Personal Injury Trust Agreement shall be construed in any way to limit the scope, enforceability, or effectiveness of the Channeling Injunction issued in connection with the Plan or the Blitz Personal Injury Trust's assumption of all liability with respect to Blitz Personal Injury Trust Claims.

4.3.3.5. Bankruptcy Rule 3016 Compliance. The Proponents' compliance with the requirements of Bankruptcy Rule 3016 shall not constitute an admission that the Plan provides for an injunction against conduct not otherwise enjoined under the Bankruptcy Code.

4.3.4 Release of Liabilities to Holders of Blitz Personal Injury Claims. *Except as provided in the Plan, the transfer to, vesting in, and assumption by the Blitz Personal Injury Trust of the Blitz Personal Injury Trust Assets as contemplated by the Plan shall, as of the Effective Date, release all obligations and liabilities of and bar recovery or any action against the Protected Parties and their respective estates, Affiliates and subsidiaries, for or in respect of all Blitz Personal Injury Claims (and the Confirmation Order shall so provide for such release).* The Blitz Personal Injury Trust shall, as of the Effective Date, assume sole and exclusive responsibility and liability for all Blitz Personal Injury Trust Claims, and such Claims shall be liquidated, resolved or paid by the Blitz Personal Injury Trust from the Blitz Personal Injury Trust Assets or as otherwise directed in the Blitz Personal Injury Trust Documents. For the avoidance of doubt, holders of Vendor Claims, Co-Defendant Claims and Direct Action Claims shall not receive distributions or other payment of any funds attributable to the Insurance Settlement Payment or the BAH Settlement Payment on

behalf of, related to or with respect to such Claims. As set forth in section 4.14 of the Plan and the Blitz Personal Injury Trust Agreement, the Blitz Personal Injury Trust shall defend and indemnify the Indemnified Parties in connection with any proceeding involving, relating to or arising out of, in whole or in part, the enforcement or enforceability of the Channeling Injunction.

4.4. Assumption of Liabilities. In furtherance of the purposes of the Blitz Personal Injury Trust, and subject to the Blitz Personal Injury Trust Agreement, the Blitz Personal Injury Trust shall expressly assume all responsibility and liability for all Blitz Personal Injury Trust Claims and all Blitz Personal Injury Trust Expenses. The Blitz Personal Injury Trust shall have all defenses, cross-claims, offsets, and recoupments regarding Blitz Personal Injury Trust Claims that the Debtors have or would have had under applicable law and consistent with the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP.

4.5. Funding of the Blitz Personal Injury Trust.

4.5.1 With the exception of (i) the Insurance Settlement Payment, which shall be paid directly to the Blitz Personal Injury Trust by the Participating Insurers and Wal-Mart pursuant to the provisions of the Insurance Settlement and (ii) \$1.54 million, which shall be remitted by the Blitz Liquidating Trust to the Blitz Personal Injury Trust, upon the Effective Date, the Debtors shall assign and transfer the Blitz Personal Injury Trust Assets to the Blitz Personal Injury Trust; *provided, however*, that to the extent certain Blitz Personal Injury Trust Assets, because of their nature or because such assets will accrue or become transferable subsequent to the Effective Date, cannot be transferred to, vested in and assumed by the Blitz Personal Injury Trust on the Effective Date, such Blitz Personal Injury Trust Assets shall be automatically, and without further act or deed, transferred to, vested in and assumed by the Blitz Personal Injury Trust as soon as practicable after the Effective Date.

4.5.2 Notwithstanding anything in the Plan to the contrary, no monies, choses in action, and/or Blitz Personal Injury Trust Assets that have been transferred, granted, assigned or otherwise delivered to the Blitz Personal Injury Trust shall be used for any purpose other than for the payment, defense and/or administration of Blitz Personal Injury Trust Claims (including rights to payment of Blitz Personal Injury Trust Expenses related thereto).

4.5.3 Excess Blitz Personal Injury Trust Assets. On the Blitz Personal Injury Trust Termination Date, after the payment of all the Covered Blitz Personal Injury Claims and Blitz Personal Injury Trust Expenses have been provided for and the liquidation of all properties and other non-cash trust assets then held by the Blitz Personal Injury Trust, all monies remaining in the Blitz Personal Injury Trust shall be distributed to holders of Covered Blitz Personal Injury Claims as set forth in the Blitz Personal Injury Trust Agreement and/or the Blitz Personal Injury TDP (including the TDP Scoring System), or, if in the judgment of the Blitz Personal Injury Trustee, such sums are determined to be *de minimis* such that the costs associated with making such a distribution would outweigh the impact of the distribution, then given to such organization(s), exempt from federal income tax under section 501(c)(3) of the Internal Revenue Code selected by the Blitz Personal Injury Trustee using his or her reasonable discretion.

4.6. Blitz Personal Injury Trust Expenses. The Blitz Personal Injury Trust shall pay all Blitz Personal Injury Trust Expenses from the Blitz Personal Injury Trust Assets, as provided for in the Blitz Personal Injury Trust Agreement. The Protected Parties shall have no obligation to pay any Blitz Personal Injury Trust Expenses.

4.7. Blitz Personal Injury Trustee. There shall be one (1) Blitz Personal Injury Trustee. Prior to the Confirmation Hearing, the Participating Blitz Personal Injury Claimants that serve on the Creditors' Committee shall select the initial Blitz Personal Injury Trustee. On the Confirmation Date, the Bankruptcy Court shall appoint the initial Blitz Personal Injury Trustee, as selected by the Participating Blitz Personal Injury Claimants that serve on the Creditors' Committee, to serve in accordance with, and shall have the functions and rights provided in, the Blitz Personal Injury Trust Agreement. Any successor Blitz Personal Injury Trustee shall be appointed in accordance with the terms of the Blitz Personal Injury Trust Agreement. For purposes of any Blitz Personal Injury Trustee performing his or her duties and fulfilling his or her obligations under the Blitz Personal Injury Trust and the Plan, the Blitz Personal Injury Trust and the Blitz Personal Injury Trustee shall be deemed to be "parties in interest" within the meaning of section 1109(b) of the Bankruptcy Code. The Blitz Personal Injury Trustee shall be the "administrator" of the Blitz Personal Injury Trust as that term is used in Treas. Reg. Section 1.468B-2(k)(3).

4.8. Blitz Personal Injury TAC. The Blitz Personal Injury TAC shall have the functions and rights provided in the Blitz Personal Injury Trust Agreement. Prior to the Confirmation Hearing, the Participating Blitz Personal Injury Claimants that serve on the Creditors' Committee shall select the initial members of the Blitz Personal Injury TAC. On the Confirmation Date, the Bankruptcy Court shall appoint the initial members of the Blitz Personal Injury TAC, as selected by the Participating Blitz Personal Injury Claimants that serve on the Creditors' Committee.

4.9. Cooperation; Transfer of Books and Records. On the Effective Date or as soon thereafter as is practical, the Debtors will transfer and assign, or cause to be transferred and assigned, to the Blitz Personal Injury Trustee, all of the books and records of the Debtors that pertain to (a) any Blitz Personal Injury Trust Claim objected to by the Blitz Personal Injury Trustee in the Bankruptcy Court, (b) any Blitz Personal Injury Trust Claim the Blitz Personal Injury Trustee is called upon to defend pursuant to the Blitz Personal Injury TDP, and (c) the Blitz Personal Injury Trust Assets, including, but not limited to, insurance policies, self-insured retentions, deductibles, retrospective premiums, dividend payments, procurement of insurance, and the submission or payment of insurance claims. In addition, on the Effective Date or as soon thereafter as is practical, the Debtors will provide to the Blitz Personal Injury Trustee a copy of a database or other information as reasonably required to assist the Blitz Personal Injury Trust in identifying the Blitz Personal Injury Trust Claims being channeled to the Blitz Personal Injury Trust. The Debtors (to the extent practicable) shall further cooperate to the extent reasonably requested (as determined by the Debtors in their sole discretion) by the Blitz Personal Injury Trustee in the handling of Blitz Personal Injury Trust Claims, in the pursuit and protection of Assigned Blitz Insurance Policy Rights and generally in the operation of the Blitz Personal Injury Trust for purposes set forth herein and for the duration of the Blitz Personal Injury Trust, and shall use commercially reasonable efforts (as determined by the Debtors in their sole discretion) to request present or former officers, directors, employees, agents or representatives to the extent that the Blitz Personal Injury Trustee reasonably requests the Debtors to make such request to any of the foregoing and deems such persons necessary to appear at any trial or arbitration proceeding relating to the liquidation of Blitz Personal Injury Trust Claims. To the extent that the Debtors, the BAH Plan Administrator or the Blitz Liquidating Trustee, as appropriate, require any information from the Blitz Personal Injury Trustee for preparation of

any tax return or financial statement, the Blitz Personal Injury Trustee shall cooperate in a commercially reasonable manner, to the extent reasonably requested to provide such information to the Debtors, the BAH Plan Administrator or the Blitz Liquidating Trustee, as appropriate. The Debtors (and any present or former officer, director, employee, agent or representative to the extent that such person is requested to perform act or otherwise perform hereunder), the Blitz Liquidating Trustee and/or the BAH Plan Administrator shall be entitled to the advancement and/or reimbursement of any reasonable costs, expenses or fees, including professional fees, and expenses, incurred or to be incurred in compliance with any request of the Blitz Personal Injury Trust pursuant to the foregoing. The Debtors' obligation (if any) to take any actions contemplated hereunder is subject to the Debtors having funding necessary to do so and the Debtors are only required to take such actions (if any) as are reasonably practical under the circumstances.

4.10. Transfer of Blitz Personal Injury Privileged Information and Blitz Personal Injury Confidential Information. The transfer or assignment of Blitz Personal Injury Privileged Information to the Blitz Personal Injury Trustee does not result in the destruction or waiver of any applicable privileges pertaining to such Privileged Information. Further, with regard to any such privileges, (i) they are transferred or contributed for the sole purpose of enabling the Blitz Personal Injury Trustee to perform its duties to administer the Blitz Personal Injury Trust and for no other reason, (ii) they are vested solely in the Blitz Personal Injury Trustee, and not in the Blitz Personal Injury Trust, the Blitz Personal Injury TAC or any other entity, committee or subcomponent of the Blitz Personal Injury Trust, or any person (including counsel) who has been engaged by, represents or has represented any Blitz Personal Injury Claimant or any person who alleges or may allege a claim directly or indirectly relating to or arising from the Debtors' products, premises or operations, (iii) they shall be preserved and not waived, (iv) for the avoidance of doubt any such transfer or contribution shall have no effect on any right, claim or privilege of any person other than the Debtors, and (v) no information subject to a privilege or a prior assertion thereof shall be publicly disclosed by the Blitz Personal Injury Trustee or the Blitz Personal Injury Trust or communicated to any person not entitled to receive such information or in a manner that would diminish the protected status of any such information.

To the extent not subject to an applicable privilege or immunity in accordance with the foregoing, the Blitz Personal Injury Trustee and any of his or her Representatives shall maintain the confidentiality of all Blitz Personal Injury Confidential Information and such Blitz Personal Injury Confidential Information may only be disclosed to the following persons: (i) the Blitz Personal Injury Trustee and counsel to the Blitz Personal Injury Trustee; (ii) experts, consultants or non-legal professionals who actively assist the Blitz Personal Injury Trustee in the analysis, valuation and/or litigation of any Claim against the Blitz Personal Injury Trust or the Blitz Personal Injury Trust Assets; (iii) the Blitz Liquidating Trustee and counsel to the Blitz Liquidating Trustee solely to the extent necessary to comply with sections 4.9 and/or 5.11 of the Plan; (iv) paralegal, stenographic, technical, clerical, document management and secretarial personnel employed by any of the foregoing; (v) the Bankruptcy Court and court personnel, including stenographic, video, or audio reporters; (vi) any person identified on the face of any such Blitz Personal Injury Confidential Information as an author or recipient thereof; (vii) any person who is determined to have been an author and/or previous recipient of the Blitz Personal Injury Confidential Information, but is not identified on the face thereof; and (viii) during depositions or trial testimony (or preparation therefor), witnesses to whom disclosure is reasonably necessary, *provided, however* that none of the foregoing Entities is, has not been engaged by, represents, or has represented any holder of a Blitz Personal Injury Claim or any other person who has or may assert a claim directly or indirectly relating to, based upon, or arising from the Debtors' products, premises or operations.

All documents that (i) constitute Privileged Information and/or Confidential Information, (ii) pertain to a Blitz Personal Injury Trust Claim and (iii) are not transferred to the Blitz Personal Injury Trustee in accordance with section 4.9 of the Plan shall be maintained in the possession of a neutral third party to be agreed upon by Wal-Mart, the Participating Insurers, the USA Debtors and the Blitz Personal Injury Trustee. To the extent that the Blitz Personal Injury Trustee requires access to any documents meeting the foregoing standards, Wal-Mart, the Participating Insurers and the Blitz Personal Injury Trustee will work together to formulate procedures that will permit the Blitz Personal Injury Trustee to access such documents without obviating or waiving any privilege.

4.11. Certain Property Held in Trust by the Debtors/Blitz Liquidating Trustee.

If, and to the extent that any of the Blitz Personal Injury Trust Assets cannot be effectively transferred and assigned to the Blitz Personal Injury Trust, or if for any reason the Debtors, the Blitz Liquidating Trust and/or the BAH Plan Administrator shall retain or receive any property after the Effective Date that is to be transferred to the Blitz Personal Injury Trust pursuant to the Plan, then the Debtors, the Blitz Liquidating Trust and/or the BAH Plan Administrator, as applicable, shall furnish the Blitz Personal Injury Trustee written notice of any such event, shall hold such property in trust for the benefit of the Blitz Personal Injury Trust, and shall take such actions with respect to the property as the Blitz Personal Injury Trustee shall direct in writing. The Debtors, the Blitz Liquidating Trustee and/or the BAH Plan Administrator shall be entitled to the reimbursement of any reasonable fees, including professional fees, and expenses, incurred in compliance with any request of the Blitz Personal Injury Trust pursuant to the foregoing.

4.12. Medicare Claims Reporting, Payment and Indemnification Obligations.

The Blitz Personal Injury Trust Agreement contains appropriate terms (in form and substance acceptable to the Proponents, the Participating Insurers and Wal-Mart) providing that the Blitz Personal Injury Trust will be responsible for ensuring compliance with Medicare secondary payer ("MSP") requirements, and that the Blitz Personal Injury Trust will retain, at its expense, a qualified vendor to provide such services as are required to ensure such compliance. The Participating Insurers and Wal-Mart shall have the right to approve the vendor retained by the Blitz Personal Injury Trust to provide such services (with such approval not to be unreasonably withheld) and to obtain information from such vendor, the Blitz Personal Injury Trust and any holder of a Blitz Personal Injury Claim as they may reasonably request to ensure that the Blitz Personal Injury Trust has complied with MSP requirements or for the purpose of internal audits and insurance or reinsurance claims. The Blitz Personal Injury Trust is prohibited from making a distribution to any holder of a Blitz Personal Injury Trust Claim who refuses to provide the information necessary to meet MSP requirements with regard to that holder.

4.13. Institution and Maintenance of Legal and Other Proceedings.

As of the Effective Date, the Blitz Personal Injury Trust shall be empowered to initiate, prosecute, defend, and resolve all legal actions and other proceedings related to any asset, liability, or responsibility of the Blitz Personal Injury Trust. The Blitz Personal Injury Trust shall be empowered to

initiate, prosecute, defend, and resolve all such actions in the name of the Debtors if deemed necessary or appropriate by the Blitz Personal Injury Trustee. The Blitz Personal Injury Trust shall be responsible for the payment of all damages, awards, judgments, settlements, expenses, costs, fees, and other charges incurred subsequent to the Effective Date arising from or associated with any legal action or other proceeding brought pursuant to section 4.4 of the Plan and shall pay or reimburse all deductibles, retrospective premium adjustments, or other charges which may arise from the receipt of insurance proceeds by the Blitz Personal Injury Trust. For the avoidance of doubt, the Blitz Personal Injury Trust, pursuant to section 1123(b)(3)(B) of the Bankruptcy Code and applicable State corporate law, is appointed as the successor-in-interest to, and representative of, the USA Debtors and their Estates for the retention, enforcement, settlement or adjustment of all Blitz Personal Injury Trust Claims.

4.14. Indemnification and Defense by Blitz Personal Injury Trust. The Blitz Personal Injury Trust shall fully and completely defend each of the Indemnified Parties in connection with any proceeding involving, relating to or arising out of, in whole or in part, the enforcement or enforceability of the Channeling Injunction. In the event any person or Entity asserts any claim that is subject to the Channeling Injunction, the Blitz Personal Injury Trust shall, at its own expense, defend the validity of the Channeling Injunction and its application and use its best efforts to establish that such Claim is enjoined. Wal-Mart, the Participating Insurers and the BAH Settling Parties (i) shall have consultation and approval rights with respect to the selection of counsel hired by the Blitz Personal Injury Trust for such defense obligations and (ii) shall have the right, at their own cost and expense, to associate in the defense in any proceeding concerning the enforcement and application of the Channeling Injunction. If the Blitz Personal Injury Trust breaches its duty to fully and completely defend the Indemnified Parties, the Blitz Personal Injury Trust is obligated to indemnify the Indemnified Parties, including advancement of defense costs.

ARTICLE V

BLITZ LIQUIDATING TRUST

5.1. Blitz Liquidating Trust. The Blitz Liquidating Trust Agreement is incorporated into and made a part of the Plan.

5.2. Establishment and Purpose of the Blitz Liquidating Trust. On or before the Effective Date, the USA Debtors and the Blitz Liquidating Trustee shall execute the Blitz Liquidating Trust Agreement and shall have established the Blitz Liquidating Trust pursuant to the Plan. The Blitz Liquidating Trust shall be established for the primary purpose of liquidating and distributing the assets transferred to it, in accordance with Treas. Reg. § 301.7701-4(d), with no objective to continue or engage in the conduct of a trade or business, except to the extent reasonably necessary to, and consistent with, the liquidating purpose of the Blitz Liquidating Trust.

5.3. Authority and Role of the Blitz Liquidating Trustee. The authority and role of the Blitz Liquidating Trustee shall be in accordance with the provisions of the Blitz Liquidating Trust Agreement and the Plan. In furtherance of and consistent with the purpose of the Blitz Liquidating Trust Agreement and the Plan, solely for the purpose of carrying out the Plan and discharging the duties in the Blitz Liquidating Trust Agreement, the Blitz Liquidating Trustee shall be deemed to be a judicial substitute for each of the USA Debtors as the party-in-interest in these Bankruptcy Cases, and pursuant to section 1123(b)(3)(B) of the Bankruptcy Code and applicable State corporate law, is appointed as the successor-in-interest to, and the representative of, the USA Debtors' Estates for the retention, enforcement, settlement or adjustment of all claims and rights, known and unknown, and all interests belonging to the USA Debtors or their Estates, which arose prior to the Confirmation Date, except in connection with any proceeding involving, relating to or arising out of, in whole or in part, the Blitz Personal Injury Trust Claims.

5.4. Appointment of the Blitz Liquidating Trustee. The Blitz Liquidating Trustee is set forth in the Blitz Liquidating Trust Agreement. The appointment of the Blitz Liquidating Trustee shall be approved in the Confirmation Order, and such appointment shall be as of the Effective Date. In accordance with the Blitz Liquidating Trust Agreement, the Blitz Liquidating Trustee shall serve in such capacity through the earlier of (i) the date that the Blitz Liquidating Trust is dissolved in accordance with the Blitz Liquidating Trust Agreement and/or (ii) the date such Blitz Liquidating Trustee resigns, is terminated or is otherwise unable to serve, *provided, however*, that, in the event that the Blitz Liquidating Trustee resigns, is terminated or is unable to serve, then the Court, upon the motion of any party-in-interest, including, but not

limited to, counsel to the Blitz Liquidating Trust, shall approve a successor to serve as the Blitz Liquidating Trustee, and such successor Blitz Liquidating Trustee shall serve in such capacity until the Blitz Liquidating Trust is dissolved.

5.5. Blitz Liquidating Trust Assets. On the Effective Date, (i) the USA Debtors shall transfer the Blitz Liquidating Trust Assets to the Blitz Liquidating Trust; and (ii) Wal-Mart shall waive its secured setoff claim against Blitz U.S.A., Inc. and will pay to the Blitz Liquidating Trust the sum of \$1.54 million in payables owed to Blitz U.S.A., Inc., to pay Administrative Expense Claims and fund a recovery to holders of General Unsecured Claims against the USA Debtors. With respect to the BAH Settlement Payment, the USA Debtors shall transfer the BAH Settlement Payment to the Blitz Liquidating Trust, which may be done by directing BAH to pay the BAH Settlement Amount directly to the Blitz Liquidating Trust. Notwithstanding any prohibition on assignability under applicable non-bankruptcy law, on the Effective Date and periodically thereafter if additional Blitz Liquidating Trust Assets become available, the USA Debtors shall be deemed to have automatically transferred to the Blitz Liquidating Trust all of their right, title, and interest in and to all of the Blitz Liquidating Trust Assets, and in accordance with section 1141 of the Bankruptcy Code, all such assets shall automatically vest in the Blitz Liquidating Trust free and clear of all Claims and Liens, subject only to the Allowed Claims of the Blitz Liquidating Trust Beneficiaries as set forth in the Plan and the expenses of the Blitz Liquidating Trust as set forth herein and in the Blitz Liquidating Trust Agreement. Thereupon, the Debtors shall have no interest in or with respect to the Blitz Liquidating Trust Assets or the Blitz Liquidating Trust.

5.6. Treatment of Blitz Liquidating Trust for Federal Income Tax Purposes; No Successor-in-Interest. In accordance with Treas. Reg. § 301.7701-4(d), the Blitz Liquidating Trustee shall, in an expeditious but orderly manner, liquidate and convert to Cash the Blitz Liquidating Trust Assets, make timely distributions to the Blitz Liquidating Trust Beneficiaries and not unduly prolong its duration. The Blitz Liquidating Trust shall not be deemed a successor-in-interest of the USA Debtors for any purpose other than as specifically set forth herein or in the Blitz Liquidating Trust Agreement.

5.6.1 Blitz Liquidating Trust as a “Grantor Trust”. The Blitz Liquidating Trust is intended to qualify as a “grantor trust” for federal income tax purposes with the Blitz Liquidating Trust Beneficiaries treated as grantors and owners of the Blitz Liquidating Trust. For all federal income tax purposes, all parties (including, without limitation, the USA Debtors, the Blitz Liquidating Trustee, and the Blitz Liquidating Trust Beneficiaries) shall treat the transfer of the Blitz Liquidating Trust Assets by the USA Debtors to the Blitz Liquidating Trust, as set forth in the Blitz Liquidating Trust Agreement, as a transfer of such assets by the USA Debtors to the holders of Allowed Claims of Blitz Liquidating Trust Beneficiaries entitled to distributions from the Blitz Liquidating Trust Assets, followed by a transfer by such holders to the Blitz Liquidating Trust. Thus, the Blitz Liquidating Trust Beneficiaries shall be treated as the grantors and owners of a grantor trust for federal income tax purposes.

5.6.2 Valuation of Blitz Liquidating Trust Assets. As soon as reasonably practicable after the Effective Date, the Blitz Liquidating Trustee (to the extent that the Blitz Liquidating Trustee deems it necessary or appropriate in his or her sole discretion) shall value the Blitz Liquidating Trust Assets based on the good faith determination of the value of such Blitz Liquidating Trust Assets. The valuation shall be used consistently by all parties (including the USA Debtors, the Blitz Liquidating Trustee, and the Blitz Liquidating Trust Beneficiaries) for all federal income tax purposes. The Bankruptcy Court shall resolve any dispute regarding the valuation of the Blitz Liquidating Trust Assets.

5.6.3 Blitz Liquidating Trustee’s Right and Power to Invest. The right and power of the Blitz Liquidating Trustee to invest the Blitz Liquidating Trust Assets transferred to the Blitz Liquidating Trust, the proceeds thereof, or any income earned by the Blitz Liquidating Trust, shall be limited to the right and power to invest such Blitz Liquidating Trust Assets (pending distributions in accordance with the Plan) in Permissible Investments; *provided, however,* that the scope of any such Permissible Investments shall be limited to include only those investments that a liquidating trust, within the meaning of Treas. Reg. § 301.7701-4(d), may be permitted to hold, pursuant to the Treasury Regulations, or any modification in the IRS guidelines, whether set forth in IRS rulings, other IRS pronouncements, or otherwise.

5.7. Responsibilities of the Blitz Liquidating Trustee; Litigation. The responsibilities of the Blitz Liquidating Trustee shall include, but shall not be limited to:

5.7.1 the making of Distributions as contemplated herein;

5.7.2 establishing and maintaining the USA Debtors Contingent Claims Cash Reserve and the USA Debtors Disputed Claims Cash Reserve in accordance with the terms of the Plan;

5.7.3 conducting an analysis of Administrative Expense Claims (including fee applications of Bankruptcy Professionals, *provided, however*, any analysis of such fee applications shall be subject to and in accordance with the BAH Settlement Term Sheet) against the USA Debtors, Priority Claims against the USA Debtors, Secured Claims against the USA Debtors and General Unsecured Claims against the USA Debtors, and prosecuting objections thereto or settling or otherwise compromising such Claims if necessary and appropriate;

5.7.4 preparing and filing post-Effective Date operating reports for the USA Debtors;

5.7.5 filing appropriate tax returns with respect to the Blitz Liquidating Trust and paying taxes properly payable by the Blitz Liquidating Trust, if any, in the exercise of its fiduciary obligations; provided however, that for the avoidance of doubt, neither the Blitz Liquidating Trust or the Blitz Liquidating Trustee shall have any authority or duty to file any tax returns for any of the Debtors;

5.7.6 retaining such professionals as are necessary and appropriate in furtherance of its fiduciary obligations;

5.7.7 taking such actions as are necessary and reasonable to carry out the purposes of the Blitz Liquidating Trust;

5.7.8 protecting and enforcing the rights to the Blitz Liquidating Trust Assets vested in the Blitz Liquidating Trustee by any method reasonably determined to be appropriate,

including, without limitation, by judicial proceedings or pursuant to any applicable bankruptcy, insolvency, moratorium or similar law and general principles of equity; and

5.7.9 terminating the Blitz Liquidating Trust and seeking to close the USA Debtors' Chapter 11 Cases pursuant to Section 350(a) of the Bankruptcy Code.

5.8. Expenses of the Blitz Liquidating Trustee. Fees and expenses incurred by the Blitz Liquidating Trustee shall be paid from the Blitz Liquidating Trust Expense Reserve.

5.9. Bonding of the Blitz Liquidating Trustee. The Blitz Liquidating Trustee shall not be obligated to obtain a bond but may do so, in his or her sole discretion, in which case the expense incurred by such bonding shall be paid by the Blitz Liquidating Trust.

5.10. Fiduciary Duties of the Blitz Liquidating Trustee. Pursuant to the Plan and the Blitz Liquidating Trust Agreement, the Blitz Liquidating Trustee shall act in a fiduciary capacity on behalf of the interests of all holders of Claims against the USA Debtors (other than those holders of Blitz Personal Injury Trust Claims) that will receive Distributions pursuant to the terms of the Plan.

5.11. Cooperation; Transfer of Books and Records. On the Effective Date or as soon thereafter as is practical, the USA Debtors will transfer and assign, or cause to be transferred and assigned, to the Blitz Liquidating Trust, all of the books and records of the USA Debtors except those that pertain to (a) the Blitz Personal Injury Trust Claims, and (b) the Blitz Personal Injury Trust Assets, including, but not limited to, insurance policies, self-insured retentions, deductibles, retrospective premiums, dividend payments, procurement of insurance, and the submission or payment of insurance claims and any other books and records transferred in accordance with section 4.9 of the Plan. The Debtors (to the extent practicable) shall further cooperate to the extent reasonably requested by the Blitz Liquidating Trustee in the handling of Claims (other than Blitz Personal Injury Claims) filed against the USA Debtors, and generally in the operation of the Blitz Liquidating Trust for purposes set forth herein and for the duration of the Blitz Liquidating Trust. The Debtors (to the extent practicable) shall further cooperate to the extent reasonably requested (as determined by the Debtors in their sole discretion) by the Blitz Liquidating Trustee in the handling of Claims (other than Blitz Personal Injury Trust Claims)

against the USA Debtors, and generally in the operation of the Blitz Liquidating Trust for purposes set forth herein and for the duration of the Blitz Liquidating Trust, and shall use reasonable best efforts (as determined by the Debtors in their sole discretion) to request present or former officers, directors, employees, agents or representatives to the extent that the Blitz Liquidating Trustee reasonably requests the Debtors to make such request to any of the foregoing and deems such persons necessary to appear at any trial or arbitration proceeding relating to the liquidation of Claims against the USA Debtors (other than Blitz Personal Injury Trust Claims). To the extent that the Debtors, the BAH Plan Administrator or the Blitz Personal Injury Trustee, as appropriate, require any information from the Blitz Liquidating Trustee for preparation of any tax return or financial statement, the Blitz Liquidating Trustee shall use its reasonable best efforts to cooperate, to the extent reasonably requested to provide such information to the Debtors, the BAH Plan Administrator or the Blitz Personal Injury Trustee, as appropriate. The Debtors (and any present or former officer, director, employee, agent or representative to the extent that such person is request to perform act or otherwise perform hereunder), the Blitz Personal Injury Trustee and/or the BAH Plan Administrator shall be entitled to the reimbursement of any reasonable fees, including professional fees, and expenses, incurred in compliance with any request of the Blitz Liquidating Trust pursuant to the foregoing. The Debtors' obligation (if any) to take any action contemplated hereunder is subject to the Debtors having funding necessary to do so and the Debtors are only required to take such actions (if any) as are reasonably practical under the circumstances.

5.12. Transfer of Privileged Information and Confidential Information. On the Effective Date or as soon thereafter as is reasonably practicable, except for the Blitz Personal Injury Privileged Information (which shall be treated as set forth in section 4.10 of the Plan), the Privileged Information of the USA Debtors shall be transferred, assigned, given over to, and shall vest exclusively in the Blitz Liquidating Trustee. Further, with regard to any such privileges, (i) they are transferred or contributed for the sole purpose of enabling the Blitz Liquidating Trustee to perform its duties to administer the Blitz Liquidating Trust and for no other reason, (ii) they are vested solely in the Blitz Liquidating Trustee, and not in the Blitz Liquidating Trust or any other entity, committee or subcomponent of the Blitz Liquidating Trust, or any person (including counsel) who has been engaged by, represents or has represented any Blitz Personal Injury Claimant or any person who alleges or may allege a claim directly or

indirectly relating to or arising from the Debtors' products, premises or operations, (iii) they shall be preserved and not waived, (iv) for the avoidance of doubt (if any), any such transfer or contribution shall have no effect on any right, claim or privilege of any person other than the Debtors, and (v) no information subject to a privilege or a prior assertion thereof shall be publicly disclosed by the Blitz Liquidating Trustee or the Blitz Liquidating Trust or communicated to any person not entitled to receive such information or in a manner that would diminish the protected status of any such information.

To the extent not subject to an applicable privilege or immunity in accordance with the foregoing, the Blitz Liquidating Trustee and any of his or her Representatives shall maintain the confidentiality of all Confidential Information and such Confidential Information may only be disclosed to the following persons: (i) the Blitz Liquidating Trustee and outside counsel to the Blitz Liquidating Trustee; (ii) experts, consultants or non-legal professionals who actively assist the Blitz Liquidating Trustee in the analysis, valuation and/or litigation of any Claim against the Blitz Liquidating Trust or the Blitz Liquidating Trust Assets; (iii) the Blitz Personal Injury Trustee and outside counsel to the Blitz Personal Injury Trustee solely to the extent necessary to comply with sections 4.9 and/or 5.11 of the Plan; (iv) paralegal, stenographic, technical, clerical, document management and secretarial personnel employed by any of the foregoing; (v) the Bankruptcy Court and court personnel, including stenographic, video, or audio reporters; (vi) any person identified on the face of any such Confidential Information as an author or recipient thereof; (vii) any person who is determined to have been an author and/or previous recipient of the Confidential Information, but is not identified on the face thereof; and (viii) during depositions or trial testimony (or preparation therefor), witnesses to whom disclosure is reasonably necessary, *provided, however* that none of the foregoing Entities is, has not been engaged by, represents, or has represented any holder of a Blitz Personal Injury Claim or any other person who has or may assert a claim directly or indirectly relating to, based upon, or arising from the Debtors' products, premises or operations.

5.13. Dissolution of the Blitz Liquidating Trust. The Blitz Liquidating Trust shall be dissolved no later than five (5) years from the Effective Date unless the Bankruptcy Court, upon a motion Filed prior to the fourth anniversary or the end of any extension period approved by the Bankruptcy Court (the Filing of which shall automatically extend the term of the

Blitz Liquidating Trust pending the entry of an order by the Bankruptcy Court granting or denying the motion), determines that a fixed period extension is necessary to facilitate or complete the recovery and liquidation of the Blitz Liquidating Trust Assets. The Blitz Liquidating Trust Agreement shall require that each extension be approved by the Bankruptcy Court within six (6) months prior to the conclusion of the extended term. After (a) the final Distribution of the USA Debtors Contingent Claims Cash Reserve and the USA Debtors Disputed Claims Cash Reserve and the balance of the assets or proceeds of the Blitz Liquidating Trust pursuant to the Plan, (b) the Filing by or on behalf of the Blitz Liquidating Trust of a certification of dissolution with the Bankruptcy Court in accordance with the Plan, and (c) any other action deemed appropriate by the Blitz Liquidating Trustee, the Blitz Liquidating Trust shall be deemed dissolved for all purposes without the necessity for any other or further actions.

5.14. Full and Final Satisfaction against Blitz Liquidating Trust. On and after the Effective Date, the Blitz Liquidating Trust shall have no liability on account of any Claims or Equity Interests except as set forth in the Plan and in the Blitz Liquidating Trust Agreement. All payments and all Distributions made by the Blitz Liquidating Trustee under the Plan shall be in full and final satisfaction, settlement, and release of and in exchange for all Claims or Equity Interests against the Blitz Liquidating Trust.

ARTICLE VI

INSURANCE-RELATED MATTERS

6.1. Preservation of Rights and Defenses. The Blitz Personal Injury Trust shall have, with respect to each Blitz Personal Injury Trust Claim, among other things, all defenses whatsoever under bankruptcy and non-bankruptcy law (including but not limited to all defenses under section 502 of the Bankruptcy Code), affirmative defenses, rights of setoff and recoupment, counterclaims and rights of contribution, reimbursement, subrogation and indemnity (i) that the Protected Parties would have had under applicable law if the holder of such Blitz Personal Injury Trust Claim had asserted such Blitz Personal Injury Trust Claim against one or more of the Protected Parties, and (ii) that the Debtors now have or ever had, except as any of the foregoing may be waived as set forth in the Blitz Personal Injury TDP.

6.2. Preservation of Rights Under Assigned Blitz Insurance Policies. The Assigned Blitz Insurance Policies shall be assigned by Debtors to the Blitz Personal Injury Trust, and the Blitz Personal Injury Trust shall assume all of the rights, duties, and obligations of the Debtors, as an insured under the Assigned Blitz Insurance Policies, without any modification of the terms and conditions of the Assigned Blitz Insurance Policies. The Blitz Personal Injury Trust is, and shall be deemed to be, for all purposes, including, without limitation, for purposes of the ownership of any Assigned Blitz Insurance Policy, the successor to the Debtors in respect of Blitz Personal Injury Trust Claims. Neither the Debtors nor any other Entity shall be entitled to any Assigned Blitz Insurance Policy Rights that may be available after the Effective Date. Nothing in the Plan and/or the Blitz Personal Injury Trust Agreement shall impair or otherwise limit any Non-Participating Insurer's right to contest coverage for any Blitz Personal Injury Trust Claim under any applicable Assigned Blitz Insurance Policies. The Allowed Amount of a Blitz Personal Injury Trust Claim shall determine and constitute the liability of the Blitz Personal Injury Trust (as successor for all purposes to the liabilities of the Debtors in respect of Blitz Personal Injury Trust Claims) for all purposes in respect of such Blitz Personal Injury Trust Claim; however, it shall not be deemed to be a judgment or settlement against any Blitz Insurer or any Blitz Insurance Policy. All disputes regarding the nature, extent and/or existence of Assigned Blitz Insurance Policy Rights shall be adjudicated exclusively in coverage litigation not in the Bankruptcy Court. Nothing in the Plan shall be deemed to accelerate any obligations allegedly owed by any Non-Participating Insurer under any applicable Assigned Blitz Insurance Policies.

6.3. Preservation of Insurance Claims. The Debtors' release, and the Protected Parties' discharge and release, from all Claims as provided herein shall neither diminish nor impair the enforceability of any of the Assigned Blitz Insurance Policies.

6.4. No Acceleration of Assigned Blitz Insurance Policy Rights. Notwithstanding any estimate of the amounts of any Blitz Personal Injury Trust Claims in connection with any aspect of the Plan or these Chapter 11 Cases, no such estimate or valuation shall be binding on any Non-Participating Insurer for any purpose including, without limitation, establishing the amount of any losses under any Assigned Blitz Insurance Policy; determining the amount of any judgment, settlement, or other obligation to pay any Blitz Personal Injury

Trust Claim under any Assigned Blitz Insurance Policy; a waiver of any Non-Participating Insurer's rights under any Assigned Blitz Insurance Policy or otherwise; or otherwise affecting or triggering any coverage obligations under any Assigned Blitz Insurance Policy. Nothing in the Plan, the Blitz Personal Injury Trust Agreement or the Blitz Personal Injury TDP shall be deemed to accelerate any obligations allegedly owed by any Non-Participating Insurer under any applicable Assigned Blitz Insurance Policy. Notwithstanding any otherwise applicable law to the contrary, the Confirmation Order shall not be deemed to constitute a binding judgment or settlement for purposes of affecting or triggering any coverage obligations under any Assigned Blitz Insurance Policy. Absent an express written agreement by a Non-Participating Insurer to the contrary, (i) no lump sum or accelerated payment under any Assigned Blitz Insurance Policy will be due upon entry of the Confirmation Order or upon allowance of any Blitz Personal Injury Trust Claim; and (ii) any payment obligation allegedly owed to the Blitz Personal Injury Trust by a Non-Participating Insurer under any Assigned Blitz Insurance Policy shall be due when, if ever, a covered Allowed Blitz Personal Injury Trust Claim, is presented to such Non-Participating Insurer and determined to be covered under any Assigned Blitz Insurance Policy, all in accordance with the Blitz Personal Injury Trust Agreement.

6.5. Reduction of Insurance Judgments. Any right, claim or cause of action that a Non-Participating Insurer may have been entitled to assert against any Participating Insurer but for the Channeling Injunction, if any such right, claim, or causes of action exist under applicable non-bankruptcy law, shall be channeled to and become a right, claim or cause of action solely as a setoff claim solely against the Blitz Personal Injury Trust and not against or in the name of the Participating Insurer in question. Any such right, claim, or cause of action to which a Non-Participating Insurer may be entitled, shall be solely a setoff against any recovery of the Blitz Personal Injury Trust from that Non-Participating Insurer, and under no circumstances shall that Non-Participating Insurer receive an affirmative recovery of funds from the Blitz Personal Injury Trust or any Participating Insurer for such right, claim, or cause of action. Any setoff in favor of a Non-Participating Insurer shall not constitute a classified or unclassified Claim under the Plan and shall not be subject to or impaired by the Plan. Instead, any setoff shall be determined, calculated and applied solely as a matter of applicable non-bankruptcy law without regard to the Plan or any bankruptcy law or decision.

6.5.1 Pursuant to section 363(e) of the Bankruptcy Code, as adequate protection for any interest that Non-Participating Insurers may have in the Assigned Blitz Insurance Policies, in the event that a court, arbitrator, or other tribunal with competent jurisdiction over a coverage dispute related to the Assigned Blitz Insurance Policies determines that any Non-Participating Insurer would have been entitled, but for the terms of the Plan and Confirmation Order, to recover from any other Blitz Insurer as a result of such Non-Participating Insurer's claim for contribution, subrogation, indemnification, reimbursement, or other similar claim against such other Blitz Insurer that arises in relation to one or more of the Assigned Blitz Insurance Policies, including any claim for any such other Blitz Insurer's alleged share or equitable share of the defense or indemnity of the Debtors and/or the Blitz Personal Injury Trust, such Non-Participating Insurer's obligations under the Assigned Blitz Insurance Policies shall be reduced, dollar-for-dollar, by the amount of such Non-Participating Insurer's determined claim against such other Blitz Insurer that may be eliminated by the Plan and/or Confirmation Order. Further, nothing in the Plan or Confirmation Order shall prejudice a Non-Participating Insurer's right, as a predicate to being provided with the foregoing adequate protection under section 363(e), to raise as an issue in any dispute arising under the Assigned Blitz Insurance Policies, including any insurance coverage dispute with the Debtors and/or the Blitz Personal Injury Trust, that a Non-Participating Insurer, but for the Confirmation Order, would have had a right to pursue a claim for contribution, subrogation, indemnification, reimbursement or other similar relief against any such other Insurer, which claim may now be barred. Non-Participating Insurers shall not name or be required to name any such other Blitz Insurer as a party to such dispute to assert, effect or otherwise enforce the foregoing right to adequate protection under section 363(e).

6.5.2 In the event that a Non-Participating Insurer either (i) obtains a final binding award (whether by judgment, arbitration award, or other judicial or quasi-judicial proceeding) against any other Blitz Insurer after a contested proceeding, or (ii) agrees to a settlement with any such other Blitz Insurer with the consent of the Debtors and/or the Blitz Personal Injury Trust entitling such Non-Participating Insurer to obtain a sum certain from any other Blitz Insurer as a result of a Non-Participating Insurer's claim for contribution, subrogation, indemnification, reimbursement, or other similar claim against any such other Blitz Insurer that arises in relation to one or more of the Assigned Blitz Insurance Policies for

its alleged share or equitable share of the defense and/or indemnity of the Debtors and/or the Blitz Personal Injury Trust, then the Debtors and/or the Blitz Personal Injury Trust shall voluntarily reduce such Non-Participating Insurer's obligation under the Assigned Blitz Insurance Policies by the amount of such award or settlement, or return to such Non-Participating Insurer an amount equal to such final award or settlement for claims released pursuant to the Plan and Confirmation Order, which amount shall be sufficient to eliminate such other Blitz Insurer's obligation to satisfy the settlement or award against it.

6.6. Insurance Agreements. Except to the extent expressly set forth in section 6.7 of the Plan, nothing contained in the Plan or any negotiations leading up to the Plan shall constitute a waiver of: (i) any claim, right, or cause of action that any of the Debtors, any Additional Insured, any Vendor or the Blitz Personal Injury Trust, as applicable, may have against any Non-Participating Insurer; or (ii) any defense to coverage that any Non-Participating Insurer may have against the Debtors, any Additional Insured, any Vendor, or the Blitz Personal Injury Trust. The discharge and release provisions contained in the Plan shall neither diminish nor impair the duties or obligations of any Non-Participating Insurer under any Assigned Blitz Insurance Policy or agreement relating thereto.

6.7. Insurance Neutrality. Notwithstanding any other terms or provisions in the Plan, Confirmation Order, any Plan Document, any finding of fact and/or conclusion of law with respect to the Confirmation of the Plan, or any Final Order or opinion entered on appeal from the Confirmation Order (including any other provision that purports to be preemptory or supervening), the Confirmation Order: (i) shall be without prejudice to the legal, equitable or contractual rights, remedies, claims, exclusions, limitations and/or defenses of any Non-Participating Insurer under any Assigned Blitz Insurance Policies and any other contracts related to the provision of insurance entered into by or issued to any of the Debtors or any of their predecessors that may provide either pre- and/or post-Petition Date insurance coverage for Claims asserted by or against the Debtors; (ii) shall not expand or alter any insurance coverage under any of the Assigned Blitz Insurance Policies, or shall be deemed to create any insurance coverage that does not otherwise exist, if at all, under the terms of the Assigned Blitz Insurance Policies, including, without limitation, insurance coverage for any Debtor or other Entity that is not a named insured under the Assigned Blitz Insurance Policies; (iii) shall not be deemed to

grant to any Entity, other than the Debtors and/or any Vendor, pursuant to the terms of any Assigned Blitz Insurance Policies, any right to sue any Non-Participating Insurer directly, in connection with any Claim, that such Entity did not have under applicable non-bankruptcy law prior to the commencement of the Chapter 11 Cases; (iv) shall not relieve the Debtors, any Vendor (or any other Entity or entity claiming to be an insured under any Assigned Blitz Insurance Policies) from any obligations or duties imposed by any Assigned Blitz Insurance Policies; (v) shall not be construed as an acknowledgment either that the Assigned Blitz Insurance Policies cover or otherwise apply to any Claims or that any Claims are eligible for payment under any of the Assigned Blitz Insurance Policies; (vi) shall not affect, impair or prejudice the claims and/or defenses of any Non-Participating Insurers under any Assigned Blitz Insurance Policies in any manner; (vii) shall not have any *res judicata*, collateral estoppel, or other preclusive effect on, or otherwise prejudice, diminish, impair or affect (under principles of waiver, estoppel, or otherwise) any Non-Participating Insurer's legal, equitable or contractual rights or obligations under any Assigned Blitz Insurance Policies; (viii) shall not constitute an adjudication, judgment, trial, hearing on the merits, finding, conclusion, other determination, or evidence or suggestion of any such determination: (a) establishing the liability (in the aggregate or otherwise) or coverage obligation of any Non-Participating Insurers for any Claims, including, *inter alia*, on the basis of the decision in *UNR Industries, Inc. v. Continental Casualty Co.*, 942 F.2d 1101 (7th Cir. 1991); and/or (b) establishing the liability or obligation of the Debtors, the Blitz Personal Injury Trust and/or the Blitz Liquidating Trust with respect to any Claim.

6.7.1 The Plan shall not, and is not intended to, modify any of the rights or obligations of Non-Participating Insurers or the Debtors under the Assigned Blitz Insurance Policies; and the Debtors, and/or the Blitz Personal Injury Trust shall remain bound by all of the terms, conditions, limitations and/or exclusions contained in the Assigned Blitz Insurance Policies, which shall continue in full force and effect. Notwithstanding anything contained in the Plan, the Confirmation Order or any Plan Document to the contrary, to the extent that there is an inconsistency between any of the Assigned Blitz Insurance Policies, and any provision of the Plan, the Confirmation Order or any Plan Document, the terms of the Assigned Blitz Insurance Policies, shall control; and the rights and/or obligations of Non-Participating Insurers shall be determined under, and in accordance with, the Assigned Blitz Insurance Policies, any Insurance Settlement Agreements and/or applicable law, as the case may be; *provided*,

however, that nothing in section 6.7 of the Plan shall preclude the effectiveness of the Channeling Injunction or shall affect or limit, or be construed as affecting or limiting, the protection afforded to the Protected Parties under the Channeling Injunction, or shall affect or limit, or be construed as affecting or limiting the releases, covenants and/or agreements in the Blitz Personal Injury Trust Agreement (or any releases granted in connection therewith).

ARTICLE VII

INJUNCTIONS AND RELEASES

7.1. Term of Certain Injunctions and Automatic Stay.

7.1.1 All of the injunctions (which do not include the Injunctions, as defined in the Plan) and/or automatic stays provided for in or with respect to these Chapter 11 Cases, whether pursuant to section 105, section 362 or any other provision of the Bankruptcy Code or other applicable law, in existence immediately prior to the Confirmation Date shall remain in full force and effect until the Injunctions (as defined in the Plan) provided for by the Plan become effective. In addition, on and after the Confirmation Date, the Proponents, with the consent of all the Settling Parties, may seek such further orders as they deem necessary to preserve the *status quo* during the time between the Confirmation Date and the Effective Date.

7.1.2 Each of the Injunctions shall become effective on the Effective Date and shall continue to be effective at all times thereafter. Notwithstanding anything to the contrary contained in the Plan, all actions in the nature of those to be enjoined by the Injunctions shall be enjoined or stayed during the period between the Confirmation Date and the Effective Date.

7.1.3 On and after the Confirmation Date but prior to the Effective Date, all Entities are permanently enjoined from commencing or continuing in any manner any action or proceeding (whether directly, indirectly, derivatively or otherwise) on account of or respecting any Claim, debt, right or cause of action of the Debtors which the Debtors retain sole and exclusive authority to pursue in accordance with Section 12.1.4 of the Plan.

7.2. Releases.

7.2.1 Releases by Debtors and Estates. *For good and valuable consideration, including without limitation, (a) the Insurance Settlement Payment and Wal-*

Mart's additional payment of \$1.54 million, payment of which is critical to the Debtors' ability to obtain confirmation of the Plan and to effectuate distributions to holders of Blitz Personal Injury Trust Claims, and (b) the BAH Settlement Payment, payment of which is critical to the Debtors' ability to obtain confirmation of the Plan and to effectuate distributions to holders of Allowed Claims against the USA Debtors, as of the Effective Date, each of (i) the Debtors, on behalf of themselves and their respective Estates and their respective Affiliates, members, officers, directors, and employees, and any person claiming by or through them and (ii) the Creditors' Committee, on behalf of itself and its members (solely in their capacities as members of the Creditors' Committee), shall be deemed to completely and forever release, waive, disclaim and discharge the Protected Parties, of and from any and all claims, counterclaims, actions, causes of action, lawsuits, proceedings, adjustments, offsets, contracts, obligations, liabilities, controversies, costs, expenses, attorneys' fees and losses whatsoever, whether in law, in admiralty, in bankruptcy, or in equity, and whether based on any federal law, state law, foreign law, common law or otherwise, foreseen or unforeseen, matured or unmatured, known or unknown, accrued or not accrued based upon any acts, omissions, conduct or other matters occurring prior to the Effective Date and in any way related to the Debtors, their businesses, operations, activities, their Chapter 11 Cases, and/or any Blitz Product.

7.2.2 Releases by Holders of Claims and Equity Interests. *For good and valuable consideration, including, without limitation, (a) the Insurance Settlement Payment and Wal-Mart's additional payment of \$1.54 million, payment of which is critical to the Debtors' ability to obtain confirmation of the Plan and to effectuate distributions to holders of Blitz Personal Injury Trust Claims, and (b) the BAH Settlement Payment, payment of which is critical to the Debtors' ability to obtain confirmation of the Plan and to effectuate distributions to holders of Allowed Claims against the USA Debtors, as of the Effective Date, each present and former holder of a Claim or Equity Interest will be deemed to completely and forever release, waive, disclaim and discharge the Protected Parties of and from any and all claims, counterclaims, actions, causes of action, lawsuits, proceedings, adjustments, offsets, contracts, obligations, liabilities, controversies, costs, expenses, attorneys' fees and losses whatsoever, whether in law, in admiralty, in bankruptcy, or in equity, and whether based on any federal law, state law, foreign law, common law or otherwise, foreseen or*

unforeseen, matured or unmatured, known or unknown, accrued or not accrued based upon any acts, omissions, conduct or other matters occurring prior to the Effective Date and in any way related to the Debtors, their businesses, operations, activities, their Chapter 11 Cases, and/or any Blitz Product.

7.2.3 Exceptions to Releases. *The Releases set forth in sections 7.2.1 and 7.2.2 shall not apply to*

7.2.3.1. *Claims to enforce the terms of the Plan and the Plan Documents;*

7.2.3.2. *Discovery Plastics, LLC solely with respect to the Fenn or Kornegay cases*

7.2.3.3. *Any professionals, advisors, consultants or attorneys that have filed a proof of claim or that does file a motion or request for payment of administrative expense in the Debtors' Chapter 11 Cases;*

7.2.3.4. *Any defenses, claims, counterclaims or objections in any way related to proofs of claim or requests for payment of administrative expense asserted by any officer, director or employees of any of the Debtors against any of the Debtors;*

7.2.3.5. *Any claims held by Michael Montgomery against the USA Debtors;*

7.2.3.6. *Any Blitz Personal Injury Claims occurring on or before the Release Date with the exception that (a) Wal-Mart and the BAH Settling Parties shall be released for all Blitz Personal Injury Claims occurring on or before the Release Date, (b) Westchester shall be released for all Blitz Personal Injury Claims occurring on or before the Release Date with the exception of Calder and Bosse (which shall be treated in accordance with paragraphs 28 and 29 of the Insurance Settlement Term Sheet, as applicable), and Jonathan and Renee Green shall retain and not release his claim to sanctions which is now pending appeal until such time as the Debtors, pursuant to paragraph 2 of the Insurance Settlement Term Sheet, dismiss their appeal and release the*

\$250,000 that has already been deposited to their counsel in escrow, at which time any claim by Jonathan and Renee Green shall be released, and (c) the Participating Insurers shall be released from any and all liability under the Participating Insurer Policies, except that Westchester shall not be released from the Calder and Bosse claims.

7.2.3.7. Any Blitz Personal Injury Claim against the USA Debtors and all Non-Participating Insurers occurring before the Release Date, which Claims shall be channeled to the Blitz Personal Injury Trust.

7.3. Plan Injunction. Except as otherwise provided in the Plan and/or the Plan Documents (including specifically the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP), upon the entry of the Confirmation Order, all holders of Claims and Equity Interests and other parties in interest, along with their respective present or former employers, agents, officers, directors, or principals, shall be and are permanently enjoined from and restrained against

7.3.1 taking any actions to interfere with the implementation or consummation of the Plan.

7.3.2 commencing or continuing in any court, proceeding or other tribunal of any kind, any suit, action, or other proceeding, or otherwise asserting any Claim or Equity Interest, which has been released pursuant to Sections 7.2.1, or 7.2.2 hereof or from seeking to hold any Protected Party liable in any such suit, action or proceeding or for any such Claim, or Equity Interest that has been released pursuant to Sections 7.2.1 or 7.2.2 of the Plan;

7.3.3 enforcing, levying, attaching, collecting or otherwise recovering by any manner or means, whether directly or indirectly, any judgment, award, decree or order against the Debtors, their Estates, their assets, the Protected Parties, the Blitz Liquidating Trust Assets and/or the Blitz Personal Injury Trust Assets;

7.3.4 creating, perfecting or otherwise enforcing in any manner, directly or indirectly, any encumbrance against the Debtors' assets, their Estates' assets, the Protected

Parties' assets, the Blitz Liquidating Trust Assets and/or the Blitz Personal Injury Trust Assets; and

7.3.5 asserting, implementing or effectuating any setoff, right of subrogation, indemnity, contribution or recoupment of any kind against any obligation due any Protected Party or against the property of any Protected Party with respect to any such claim, demand or cause of action.

ARTICLE VIII

EXECUTORY CONTRACTS AND UNEXPIRED LEASES

8.1. Executory Contracts and Unexpired Leases Deemed Rejected. Except as otherwise provided for herein, and except for executory contracts and unexpired leases which the Debtors either have assumed, have rejected or have filed a motion to assume prior to the Confirmation Date and which remains pending as of the Confirmation Date, all executory contracts and unexpired leases for goods, services or premises used in connection with Debtors' business operations shall be deemed rejected by the Debtors on the Effective Date, and the Plan shall constitute a motion to reject such executory contracts and unexpired leases. Subject to the occurrence of the Effective Date, entry of the Confirmation Order by the Bankruptcy Court shall constitute approval of such rejections pursuant to section 365(a) of the Bankruptcy Code and a finding by the Bankruptcy Court that each such rejection is in the best interests of the Debtors, their Estates, and all parties in interest in these Chapter 11 Cases.

8.2. Bar Date for Claims Arising from Rejection or Termination. Claims created by the rejection of executory contracts or unexpired leases pursuant to the Plan must be filed with the Bankruptcy Court and served on the Blitz Liquidating Trustee or the BAH Plan Administrator, as applicable, no later than thirty (30) days after the Effective Date. Any Claims for rejection of executory contracts or unexpired leases pursuant to the Plan for which a proof of claim is not filed and served within such time will be forever barred and shall not be enforceable against the Debtors or their Estates, assets, properties, or interests in property; against the Blitz Liquidating Trust; or against the Blitz Personal Injury Trust. Unless otherwise ordered by the Bankruptcy Court, all such Claims that are timely filed as provided herein shall be treated as General Unsecured Claims under the Plan. For avoidance of doubt, nothing in the Plan shall

extend any deadline for the filing of any Claims established in a previously entered order of the Bankruptcy Court.

8.3. Assignment of Assigned Blitz Insurance Policies. On the Effective Date, the Debtors shall assign the Assigned Blitz Insurance Policies to the Blitz Personal Injury Trust pursuant to section 365 of the Bankruptcy Code. The Plan shall constitute a motion to assume such Assigned Blitz Insurance Policies and, subject to the occurrence of the Effective Date, entry of the Confirmation Order shall constitute approval of such assumption and assignment pursuant to section 365(f) of the Bankruptcy Code and/or under applicable non-bankruptcy law, and findings by the Bankruptcy Court that each such assumption and assignment is in the best interests of the Debtors, their Estates, and all parties in interest in these Chapter 11 Cases. To the extent that any Assigned Blitz Insurance Policy is not an executory contract, it shall remain in full force and effect in accordance with its terms such that each of the parties' contractual, legal and equitable rights under each Assigned Blitz Insurance Policy shall remain unaltered; and such Assigned Blitz Insurance Policies shall be treated as reinstated and assigned to the Blitz Personal Injury Trust.

ARTICLE IX

ACCEPTANCE OR REJECTION OF THE PLAN

9.1. Impaired Classes to Vote. Each holder of a Claim or Equity Interest that is classified in an Impaired Class and is eligible to receive a Distribution pursuant to the Plan shall be entitled to vote to accept or reject the Plan.

9.2. Acceptance by Impaired Class of Claims.

9.2.1 Pursuant to section 1126(c) of the Bankruptcy Code, an Impaired Class of Claims shall have accepted the Plan if, after excluding any Claims designated pursuant to section 1126(e) of the Bankruptcy Code, (a) the holders of at least two-thirds in dollar amount of the Allowed Claims actually voting in such Class have voted to accept such Plan and (b) more than one-half in number of such Allowed Claims actually voting in such Class have voted to accept the Plan.

9.2.2 Except for holders of Claims in Classes that are deemed or presumed to have accepted or rejected the Plan pursuant to the terms of the Plan other than in this section 9.2.2, if holders of Claims in a particular Impaired Class of Claims were given the opportunity to vote to accept or reject the Plan and notified that a failure of any holders of Claims in such Impaired Class of Claims to vote to accept or reject the Plan would result in such Impaired Class of Claims being deemed to have accepted the Plan, then such Class of Claims shall be deemed to have accepted the Plan.

9.3. Presumed Acceptances by Unimpaired Classes. Classes of Claims or Equity Interests designated as Unimpaired are conclusively presumed to have voted to accept the Plan pursuant to section 1126(f) of the Bankruptcy Code, and the votes of the holders of such Claims or Equity Interests will not be solicited.

9.4. Presumed Rejection of the Plan. Impaired Classes of Claims or Equity Interests that do not receive or retain property under the Plan are conclusively presumed to have voted to reject the Plan pursuant to 1126(g) of the Bankruptcy Code, and the votes of such Claims or Equity Interests will not be solicited.

9.5. Nonconsensual Confirmation. In the event that any Impaired Class of Claims shall fail to accept the Plan in accordance with section 1129(a) of the Bankruptcy Code, the Proponents reserve the right to (a) request that the Bankruptcy Court confirm the Plan in accordance with section 1129(b) of the Bankruptcy Code with respect to such non-accepting class, in which case the Plan shall constitute a motion for such relief, or (b) modify the Plan in accordance with section 10.1 hereof to the extent, if any, that Confirmation pursuant to section 1129(b) of the Bankruptcy Code requires modification.

ARTICLE X

MODIFICATION, REVOCATION OR WITHDRAWAL OF THE PLAN

10.1. Modification of the Plan. Proponents, unless otherwise provided in the Plan or the Plan Documents, may alter, amend, or modify the Plan and the Plan Documents under section 1127(a) of the Bankruptcy Code at any time prior to the Confirmation Date so long as the Plan and the Plan Documents, as modified, meet the requirements of sections 1122 and 1123 of the Bankruptcy Code and all the Settling Parties have consented to such alterations, amendments

or modifications to the Plan and Plan Documents. After the Confirmation Date, and prior to the Effective Date, unless otherwise provided in the Plan or the Plan Documents, Proponents may alter, amend, or modify the Plan and the Plan Documents in accordance with section 1127(b) of the Bankruptcy Code and with the consent of all the Settling Parties. From and after the Effective Date, the Plan Documents may be modified in accordance with their respective terms, *provided, however*, that any modification to any Plan Document must be consistent with the Plan and the Confirmation Order. In the event that any modifications to any Plan Document are not consistent with the Plan and Confirmation Order, section 1.2.5 of the Plan shall govern such inconsistencies.

10.2. Revocation or Withdrawal.

10.2.1 Right to Revoke. Proponents may revoke or withdraw the Plan at any time prior to the Effective Date with the consent of all the Settling Parties.

10.2.2 Effect of Withdrawal or Revocation. If Proponents revoke or withdraw the Plan, then the Plan and the settlements contemplated thereby, including, without limitation the Insurance Settlement and the BAH Settlement shall be deemed null and void. In such event, nothing contained herein or in any of the Exhibits hereto shall be deemed to constitute an admission of liability by Proponents, any Protected Party or any other Entity nor a waiver or release of any Claims by Proponents, any Protected Party or any other Entity or to prejudice in any manner the rights of the Debtors, any Protected Party or any Entity in any further proceedings.

ARTICLE XI

CONDITIONS PRECEDENT

11.1. Conditions Precedent to Confirmation. Each of the following is a condition precedent to the Confirmation of the Plan, which must be satisfied or waived by each of the Settling Parties in its sole and absolute discretion in accordance with section 11.5 of the Plan:

11.1.1 The Bankruptcy Court shall have entered an order approving the Insurance Settlement Agreement on terms which shall be acceptable to each of the Insurance Settling Parties, in their sole discretion;

11.1.2 the Bankruptcy Court shall have entered an order approving the Disclosure Statement as containing adequate information within the meaning of section 1125 of the Bankruptcy Code;

11.1.3 the Confirmation Order, including, *inter alia*, the Channeling Injunction and the Releases, in a form and substance acceptable to all the Settling Parties, shall have been entered by the Bankruptcy Court and shall not in any way impair, diminish or detract from the terms of the Insurance Settlement or the BAH Settlement;

11.1.4 all documents, instruments, and agreements provided under, or necessary to implement, the Plan, shall have been executed and delivered by the applicable parties and shall be in a form and substance acceptable to all the Settling Parties;

11.1.5 the Debtors and the Blitz Personal Injury Trustee shall have executed the Blitz Personal Injury Trust Agreement and shall have established the Blitz Personal Injury Trust pursuant to the Plan and shall be in a form and substance acceptable to all the Settling Parties;

11.1.6 the Debtors and the Blitz Liquidating Trustee shall have executed the Blitz Liquidating Trust Agreement and shall have established the Blitz Liquidating Trust pursuant to the Plan and shall be in a form and substance acceptable to Proponents;

11.1.7 the substantive consolidation of the USA Debtors and the substantive consolidation of the BAH Debtors shall have been approved by the Bankruptcy Court; and

11.1.8 the following findings of fact or conclusions of law shall be contained in the Confirmation Order:

11.1.8.1. As of the Petition Date, certain of the Debtors have been named as defendants in personal injury or wrongful death actions seeking recovery for damages allegedly caused by Blitz Products;

11.1.8.2. The Blitz Personal Injury Trust, as of the Effective Date, will assume the liabilities of the Debtors and the Protected Parties with respect to the Blitz

Personal Injury Trust Claims and shall assume all obligations of the Blitz Personal Injury Trust set forth in the Plan Documents;

11.1.8.3. The Blitz Personal Injury Trust, upon the Effective Date, shall have received the Blitz Personal Injury Trust Assets or, if applicable, the right to receive such assets in accordance with the terms of the Plan and the Plan Documents;

11.1.8.4. Pursuit of the Blitz Personal Injury Trust Claims outside the procedures prescribed by the Plan is likely to threaten the Plan's purpose to deal equitably with Blitz Personal Injury Trust Claims;

11.1.8.5. The Blitz Personal Injury Trust shall use its assets and income to pay Blitz Personal Injury Trust Claims and Blitz Personal Injury Trust Expenses in accordance with the Blitz Personal Injury Trust Agreement and Blitz Personal Injury TDP;

11.1.8.6. The actual amounts and timing of the Blitz Personal Injury Trust Claims cannot be determined at the time of the entry of the Confirmation Order;

11.1.8.7. The sole and exclusive remedy of holders of Blitz Personal Injury Trust Claims against the Debtors and the Protected Parties shall be against the Blitz Personal Injury Trust, and no such Blitz Personal Injury Trust Claims may be asserted against the Debtors or any Protected Party;

11.1.8.8. An identity of interests exists between the Debtors and the non-debtor Protected Parties such that a Claim asserted against any non-debtor Protected Party gives rise to a claim against the Debtors by contract and/or operation of the law of indemnity and/or contribution;

11.1.8.9. The terms of the Channeling Injunction, including any provisions barring actions against third parties, are set out in conspicuous language in the Plan and in the Disclosure Statement and are essential elements of the Plan and the Debtors' liquidating efforts, and are appropriate under the circumstances;

11.1.8.10. The procedures and payment mechanisms set forth in the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP are fair and equitable to the holders of Blitz Personal Injury Trust Claims and provide reasonable assurance that the Blitz Personal Injury Trust will value, and be in a financial position to pay, Blitz Personal Injury Trust Claims that involve similar claims in substantially the same manner;

11.1.8.11. The Plan provides a mechanism to pay for all, or substantially all, Blitz Personal Injury Trust Claims;

11.1.8.12. The transfer of Blitz Personal Injury Trust Assets to the Blitz Personal Injury Trust does not violate any obligations of the Debtors;

11.1.8.13. Any transfers of property by the Debtors (i) to the Blitz Liquidating Trust and/or the Blitz Personal Injury Trust (a) are or will be legal, valid and effective transfers of property, (b) vest or will vest the Blitz Liquidating Trust and/or the Blitz Personal Injury Trust, as the case may be, with good title to such property free and clear of all Liens, Claims, encumbrances or Equity Interests, except as expressly provided in the Plan or Confirmation Order, (c) do not and will not constitute avoidable transfers under the Bankruptcy Code or under applicable bankruptcy or nonbankruptcy law, and (d) except as provided otherwise in the Plan Documents, do not and will not subject the Debtors, the Blitz Liquidating Trust, the Blitz Personal Injury Trust and/or the BAH Plan Administrator to any liability by reason of such transfer under the Bankruptcy Code or under applicable nonbankruptcy law, including, without limitation, any laws affecting successor, transferee or stamp or recording tax liability, and (ii) to holders of Claims under the Plan are for good consideration and value;

11.1.8.14. The Bankruptcy Court has subject-matter jurisdiction to issue the Channeling Injunction; and the Channeling Injunction is authorized by section 105 of the Bankruptcy Code and/or by the Bankruptcy Court's inherent authority or other statutory authority;

11.1.8.15. Approval of the Insurance Settlement, the BAH Settlement and any other settlement agreement between the Debtors and any other Entities not previously approved by the Bankruptcy Court is appropriate under Bankruptcy Rule 9019 and the applicable law governing approval of such settlements and compromises and is granted as part of the Confirmation Order;

11.1.8.16. Subject to the provisions of section 14.2.7 of the Plan, upon the contribution of the Insurance Settlement Payment to the Blitz Personal Injury Trust, all interests in the Participating Insurer Policies shall be deemed to have been released and sold back to the Participating Insurers free and clear of all rights, claims, liens, interest, and/or encumbrances in the Participating Insurer Policies pursuant to section 363 of the Bankruptcy Code;

11.1.8.17. Subject to the provisions of section 14.2.7 of the Plan, upon the contribution of the Insurance Settlement Payment to the Blitz Personal Injury Trust, all Blitz Personal Injury Claims arising on or after 12:01 PM CST on July 31, 2007 (except for *Calder* and *Bosse*) and for which litigation was commenced as of the date of execution of the Insurance Settlement Term Sheet shall be deemed dismissed and withdrawn with prejudice without any further action of the Insurance Settling Parties;

11.1.8.18. The Plan complies with all applicable sections of the Bankruptcy Code, and the Debtors have complied with all applicable sections of the Bankruptcy Code;

11.1.8.19. The substantive consolidation of the USA Debtors for purposes of Distributions as set forth in section 12.1.5 of the Plan and the substantive consolidation of the BAH Debtors for purposes of Distributions as set forth in section 12.1.6 of the Plan are approved;

11.1.8.20. In light of the respective direct and indirect benefits provided, or to be provided, to the Blitz Personal Injury Trust or the USA Debtors, as applicable, by, or on behalf of, each Participating Insurer, Wal-Mart or any other Protected Party pursuant to the Insurance Settlement Term Sheet, the identification of the Participating

Insurers, Wal-Mart or any other Protected Party in the Channeling Injunction is fair and equitable with respect to any Entity that might subsequently assert Blitz Personal Injury Trust Claims or any other Claim against a Participating Insurer, Wal-Mart or any other Protected Party pursuant to the Insurance Settlement Term Sheet. The Insurance Settlement constitutes a reasonable settlement and fair resolution of the Participating Insurers' alleged liabilities and obligations under the Participating Insurer Policies. The Insurance Settlement constitutes a reasonable settlement and fair resolution of Wal-Mart's alleged liabilities and obligations with respect to any Blitz Personal Injury Trust Claim and Wal-Mart's rights under the Blitz Insurance Policies;

11.1.8.21. In light of the respective direct and indirect benefits provided, or to be provided, to the Blitz Personal Injury Trust or the USA Debtors, as applicable, by, or on behalf of, each BAH Settling Party or any other Protected Party pursuant to the BAH Settlement, the identification of the BAH Settling Parties or any other Protected Party in the Channeling Injunction is fair and equitable with respect to any Entity that might subsequently assert Blitz Personal Injury Trust Claims or any other Claim against a BAH Settling Party or any other Protected Party pursuant to the BAH Settlement. The BAH Settlement constitutes a reasonable settlement and fair resolution of the BAH Settling Parties' alleged liabilities by the Creditors' Committee on behalf of the USA Debtors' Estates and for the Blitz Personal Injury Claims;

11.1.8.22. The contributions to be made by Protected Parties to the Blitz Personal Injury Trust and the USA Debtors' Estates are substantial and are a fundamental, integral and essential component of the success and implementation of the Plan;

11.1.8.23. The Channeling Injunction and Releases, as applied to Blitz Personal Injury Trust Claims against the Protected Parties, are essential and necessary for the Debtors because, among other reasons, the Protected Parties would not be willing to make their contributions to the Blitz Personal Injury Trust or the USA Debtors' Estates without the protection provided by the Channeling Injunction and Releases;

11.1.8.24. The Plan would not be able to be confirmed and the Insurance Settlement would not be able to be consummated without the BAH Settlement Payment to the USA Debtors' Estates; the BAH Settling Parties would not have agreed to the terms of the BAH Settlement if they did not include the Channeling Injunction and Releases for the BAH Settling Parties;

11.1.8.25. The identification and designation of each Protected Party is fair and equitable with respect to Entities that might subsequently assert Blitz Personal Injury Trust Claims against any such Protected Party, in light of the benefits provided, or to be provided, to the Blitz Personal Injury Trust by or on behalf of the Protected Parties;

11.1.8.26. In view of the substantial contributions to the Blitz Personal Injury Trust and the USA Debtors' Estates made by or on behalf of the Protected Parties, it is reasonable and fair for the Plan to provide that holders of Blitz Personal Injury Trust Claims be enjoined from pursuing any action against the Protected Parties;

11.1.8.27. The Plan does not violate any consent to assignment, consent to settlement, management of claims, cooperation, or similar clause in any Assigned Blitz Insurance Policy;

11.1.8.28. The Plan does not materially increase any Non-Participating Insurer's risk of providing coverage for any Blitz Personal Injury Trust Claims under the relevant Assigned Blitz Insurance Policy as compared to the risk that was otherwise being borne by such Non-Participating Insurer prior to the Effective Date;

11.1.8.29. Except for an agreed upon joint press statement with respect to the Insurance Settlement to be released to the public at an agreed upon time, no Insurance Settling Party shall make any statements to the media concerning the Insurance Settlement other than referring the media to such press statement and any court filings not under seal. This paragraph shall not preclude plaintiff's counsel from identifying on their respective websites and in other materials describing their respective law firms, the fact that they were one of the counsel involved in the Insurance Settlement; and

11.1.8.30. The provisions of the Confirmation Order are non-severable and mutually dependent.

11.2. Conditions Precedent to the Effective Date. The “substantial consummation,” as defined in section 1101 of the Bankruptcy Code, shall not occur, and the Plan shall be of no force and effect, until the Effective Date. The occurrence of the Effective Date is subject to satisfaction of each of the following conditions precedent, each of which may be waived by all the Settling Parties in their sole and absolute discretion:

11.2.1 The Confirmation Order shall have become a Final Order;

11.2.2 There is no stay in effect with respect to the Confirmation Order, and the Confirmation Order, including the Channeling Injunction and Releases, shall be in full force and effect;

11.2.3 There is no order issued by any court that invalidates the Channeling Injunction and Releases or deprives any of the Protected Parties of the protections of the Channeling Injunction and Releases;

11.2.4 The Blitz Personal Injury Trust shall have been funded as provided in section 4.5 of the Plan;

11.2.5 At least eighty percent (80%) of the Insurance Settlement Payment shall have been funded by Wal-Mart and or the Participating Insurers;

11.2.6 The Blitz Personal Injury Trustee shall have accepted his or her appointment and executed the Blitz Personal Injury Trust Agreement;

11.2.7 The Blitz Liquidating Trust shall have been funded in accordance with the terms of this Plan;

11.2.8 No suit, action or administrative proceeding shall have been filed and be pending, or shall have been threatened, against any of the Settling Parties which, if successful, would: (a) prohibit that Settling Party from consummating the transactions set forth in the Plan; (b) would make the transactions set forth in the Plan infeasible, impossible or undesirable, any

and all of which shall be determined by that Settling Party in its sole discretion; or (c) which would subject that Settling Party to damages, fines, or penalties in connection with the consummation of the Plan;

11.2.9 The Debtors shall have sufficient funds to satisfy all Allowed Administrative Expense Claims in full, in Cash;

11.2.10 If a Notice of Failure of Effective Date has been filed with the Court, such Notice of Failure of Effective Date shall have been cured in accordance with the provisions of paragraph 3 of the Insurance Settlement Term Sheet;

11.2.11 The Plan Documents necessary or appropriate to implement the Plan, shall have been executed and shall be in full force and effect;

11.2.12 All authorizations, consents, and regulatory approvals required, if any, in connection with the consummation of the Plan shall have been obtained; and

11.2.13 All other actions, documents, and agreements necessary to implement the Plan shall have been effected or executed;

11.3. Simultaneous Actions. Except as otherwise specified to occur in a specific order, all actions required to be taken on the Effective Date of the Plan, to the extent such actions have actually been taken, shall be deemed to have occurred simultaneously. In no event shall any action be deemed to have occurred unless the action in fact occurred.

11.4. Effect of Failure of Conditions. In the event that one or more of the conditions specified in sections 11.1 or 11.2 of the Plan cannot be satisfied after a reasonable amount of time and the occurrence of such condition is not waived by all the Settling Parties in their sole and absolute discretion, then Proponents, with the consent of all the Settling Parties, shall file a notice of the failure of the Effective Date with the Bankruptcy Court, at which time the Plan and the Confirmation Order, if the conditions precedent to the Confirmation Date have been satisfied, shall be deemed null and void. If the Effective Date does not occur, then (a) the Confirmation Order, if the conditions precedent to Confirmation Date have been satisfied, shall be vacated, (b) no Distributions under the Plan shall be made, (c) the Debtors and all holders of

Claims and Equity Interests shall be restored to the *status quo ante*, including any injunctions and automatic stays issued in these Chapter 11 Cases, as of the day immediately preceding the Confirmation Date, if the conditions precedent to Confirmation Date shall have been made, as though the Confirmation Order had never been entered and the Confirmation Date never occurred, and (d) the Debtors' obligations with respect to all of the Claims and Equity Interests shall remain unchanged, and nothing contained herein shall constitute or be deemed a waiver or release of any Claims or Equity Interests by or against the Debtors or any other Entity or to prejudice in any manner the rights of the Debtors or any Entity in any further proceedings involving the Debtors.

11.5. Waiver of Conditions Precedent. Proponents reserve the right to waive the occurrence of any of the foregoing conditions specified in sections 11.1 or 11.2 of the Plan or to modify any such conditions precedent with the consent of all the Settling Parties. Except as otherwise set forth herein, any such waiver of a condition precedent may be affected at any time, without notice, without leave or order of the Bankruptcy Court, and without formal action other than the filing of a stipulation executed by each of the Settling Parties and proceeding to consummate the Plan.

ARTICLE XII

IMPLEMENTATION OF THE PLAN

12.1. Corporate Restructuring and Re-Vesting of Assets.

12.1.1 Intercompany Claims. Except as otherwise may be provided in the Plan, on the Effective Date, all Intercompany Claims of any Debtor against any other Debtor are waived and cancelled.

12.1.2 Equity Interests in the Debtors. Except as otherwise may be provided in the Plan, on the Effective Date, the Equity Interests in the Debtors shall be cancelled.

12.1.3 Title to Assets. Except as otherwise may be provided in the Plan, on the Effective Date, title to all assets and properties and interests in property of the USA Debtors dealt with by the Plan shall either vest in the Blitz Personal Injury Trust or the Blitz Liquidating Trust, as applicable, free and clear of all Claims, Liens and/or Equity Interests and

title to all assets and properties and interests in property of the BAH Debtors dealt with by the Plan shall vest in BAH, free and clear of all Claims, Liens and Equity Interests.

12.1.4 Preservation and Assignment of Rights and Causes of Action. All rights and causes of action in connection with the Blitz Personal Injury Trust Claims accruing to the Debtors pursuant to the Bankruptcy Code or any other statute or any legal theory, and any rights for recovery under any Assigned Blitz Insurance Policy are hereby expressly assigned to the Blitz Personal Injury Trust, and on the Effective Date, shall be transferred and assigned to the Blitz Personal Injury Trust. All of the Debtors' right, title and interest, if any, in and to Claims of contribution and indemnification in respect of Blitz Personal Injury Trust Claims are hereby preserved to the extent those Claims have not been settled pursuant to the Insurance Settlement, or any other settlement agreement between the Debtors and any other Entities. The Blitz Personal Injury Trust shall investigate, prosecute, settle or abandon such rights, as may be determined in the sole discretion of the Blitz Personal Injury Trustee; *provided, however*, any such prosecution or settlement shall not violate the terms of the Insurance Settlement, or any other settlement agreement between the Debtors and any other Entities. All rights and causes of action accruing to the USA Debtors pursuant to the Bankruptcy Code or any other statute or any legal theory, not expressly assigned and transferred to the Blitz Personal Injury Trust, are expressly assigned to the Blitz Liquidating Trust and on the Effective Date, shall be transferred and assigned to the Blitz Liquidating Trust. All rights and causes of action accruing to the BAH Debtors pursuant to the Bankruptcy Code or any other statute or any legal theory not expressly waived or assigned are expressly retained and preserved by BAH.

12.1.5 Substantive Consolidation of the USA Debtors. The Plan, with respect to the USA Debtors, shall be implemented through a substantive consolidation of the assets and liabilities of the USA Debtors with one another. The Confirmation Order shall contain findings supporting the conclusions providing for substantive consolidation for purposes of distribution on the terms set forth in this section of the Plan. The substantive consolidation of the assets and liabilities and properties of the USA Debtors shall have the effects set forth in this section of the Plan

12.1.5.1. The Chapter 11 Cases of the USA Debtors shall be consolidated into the case of Blitz U.S.A., Inc. as a single consolidated case with respect to Claims against the USA Debtors. All property of the estate of each USA Debtor shall be deemed to be property of the consolidated estates with respect to the payment of Claims against the USA Debtors.

12.1.5.2. All Claims against each USA Debtor's Estate shall be deemed to be Claims against the consolidated estates, all proofs of claim filed against one or more of the USA Debtors shall be deemed to be a single Claim filed against the consolidated estates, and all duplicate proofs of claim for the same Claim filed against more than one USA Debtor shall be deemed expunged.

12.1.5.3. As set forth in section 12.1.1, no Distributions under the Plan shall be made on account of Intercompany Claims among the USA Debtors.

12.1.5.4. For purposes of determining the availability of the right of setoff under section 553 of the Bankruptcy Code, the USA Debtors shall be treated as one consolidated entity so that, subject to the other provisions of section 553, debts due to any of USA Debtors may be set off against the debts of any other of the USA Debtors.

12.1.6 Substantive Consolidation of the BAH Debtors. The Plan, with respect to the BAH Debtors, shall be implemented through a substantive consolidation of the assets and liabilities of the BAH Debtors with one another. The Confirmation Order shall contain findings supporting the conclusions providing for substantive consolidation for purposes of distribution on the terms set forth in this section of the Plan. The substantive consolidation of the assets and liabilities and properties of the BAH Debtors shall have the effects set forth in this section of the Plan.

12.1.6.1. On the Effective Date or as soon as reasonably practicable thereafter, LAM shall merge with and into BAH, as set forth in section 12.4.2 of the Plan.

12.1.6.2. The Chapter 11 Cases of the BAH Debtors shall be consolidated into the case of BAH as a single consolidated case with respect to Claims against the BAH Debtors. All property of the estate of each BAH Debtor shall be deemed to

be property of BAH's Estate with respect to the payment of Claims against the BAH Debtors.

12.1.6.3. All Claims against each BAH Debtor's Estate shall be deemed to be Claims against BAH's Estate, all proofs of claim filed against one or more of the BAH Debtors shall be deemed to be a single Claim filed against BAH, and all duplicate proofs of claim for the same Claim filed against more than one BAH Debtor shall be deemed expunged.

12.1.6.4. As set forth in section 12.1.1, no Distributions under the Plan shall be made on account of Intercompany Claims among the BAH Debtors.

12.1.6.5. Notwithstanding the substantive consolidation of the BAH Debtors provided by section 12.1.6, for purposes of determining the availability of the right of setoff under section 553 of the Bankruptcy Code, debts due to any of the BAH Debtors may not be set off against the debts of any other of the BAH Debtors.

12.2. Setoffs. Subject to the limitations provided in section 553 of the Bankruptcy Code, the Debtors, the Blitz Liquidating Trust or the Blitz Personal Injury Trust, as applicable, may, but shall not be required to, setoff against any Claim and the payments or Distributions to be made pursuant to the Plan in respect of such Claim, any claims, rights, causes of action and liabilities of any nature that the Debtors, the Blitz Liquidating Trust or the Blitz Personal Injury Trust may hold against the holder of such Claim; *provided, however*, that neither the failure to effect such a setoff nor the Allowance of any Claim hereunder shall constitute a waiver or release by the Debtors, the Blitz Liquidating Trust or the Blitz Personal Injury Trust, as the case may be, of any of such claims, rights, causes of action and liabilities that the Debtors, the Blitz Liquidating Trust or the Blitz Personal Injury Trust has or may have against the holder of such Claim.

12.3. Corporate Authority. The entry of the Confirmation Order shall constitute direction and authorization to and of the Debtors to take or cause to be taken any corporate action necessary or appropriate to consummate the provisions of the Plan, including without limitation taking all action to implement the BAH Settlement and the Insurance Settlement, and

all such actions taken or caused to be taken shall be deemed authorized and approved in all respects without any further action by the stockholders, officers and/or directors of the Debtors.

12.4. Corporate Action.

12.4.1 By the USA Debtors. Upon the Effective Date or as soon thereafter as reasonably practicable, after the vesting of the Blitz Liquidating Trust Assets in the Blitz Liquidating Trust and the vesting of the Blitz Personal Injury Trust Assets in the Blitz Personal Injury Trust, the USA Debtors other than Blitz U.S.A., Inc. shall be deemed to have been dissolved and terminated. Upon the Effective Date, the terms of all directors and officers of each USA Debtor shall be deemed to have expired, all such directors and officers shall be released of their duties and all actions in furtherance of the Plan shall be deemed authorized, approved, and, to the extent taken prior to the Effective Date, ratified without any requirement for further action by the USA Debtors, holders of Claims or Equity Interests, directors, managers, or officers of the USA Debtors, or any other Entity, including the transfer of assets of the USA Debtors to the Blitz Liquidating Trust, and the Blitz Personal Injury Trust, respectively, and the dissolution or winding up of the USA Debtors other than Blitz U.S.A., Inc. The directors and officers of the USA Debtors, the Blitz Liquidating Trustee, and the Blitz Personal Injury Trustee, as applicable, shall be authorized to execute, deliver, file, or record such contracts, instruments, release, and other agreements or documents and take such other actions as they may deem, in their sole discretion, necessary or appropriate to effectuate and implement the provisions of the Plan. The authorizations and approvals contemplated by section 12.4.1 of the Plan shall be effective notwithstanding any requirements under non-bankruptcy law.

12.4.2 By the BAH Debtors. Upon the Effective Date or a soon as reasonably practicable thereafter: (i) LAM shall merge with and into BAH; (ii) the number of directors constituting the entire board of directors of BAH shall be fixed at one; (iii) the BAH Plan Administrator, who shall be a current member of the board of directors of BAH and chosen by the board of directors of BAH, shall be deemed to be elected as the sole officer and sole director of BAH and each existing officer and member of the board of directors of the BAH Debtors shall be deemed to have been removed as of the occurrence of the Effective Date; (iv)

all existing stock in BAH shall be cancelled; (v) a single share of the stock of BAH shall be issued to Kinderhook Capital Fund II, L.P. (which single share shall be issued for the sole purpose of allowing BAH to comply with any annual meeting or election of director requirements after the Effective Date, but shall not entitle the Kinderhook Capital Fund II, L.P. to receive, make, or call for any distribution, dividends or redemptions from BAH); (vi) all actions in furtherance of the Plan shall be deemed authorized, approved, and, to the extent taken prior to the Effective Date, ratified without any requirement for further action by the BAH Debtors, holders of Claims or Equity Interests, directors, members, managers, or officers of the BAH Debtors, or any other Entity, including the dissolution or winding up of BAH; and (vii) the BAH Plan Administrator shall be authorized to execute, deliver, file, or record such contracts, instruments, release, and other agreements or documents and take such other actions as the BAH Plan Administrator may deem, in the BAH Plan Administrator's sole discretion, necessary or appropriate to effectuate and implement the provisions of the Plan. As soon as reasonably practicable after making distributions provided for under the Plan, BAH shall be dissolved and the BAH Plan Administrator, without further action of the directors or stockholders of BAH, shall be authorized to file a certificate of dissolution and take any other action that may be necessary to terminate the corporate existence of BAH. The authorizations and approvals contemplated by section 12.4.2 of the Plan shall be effective notwithstanding any requirements under non-bankruptcy law.

12.5. Effectuating Documents and Further Transactions. The Blitz Liquidating Trust, the Blitz Personal Injury Trust and/or the BAH Plan Administrator, as applicable, shall be authorized to execute, deliver, file or record such contracts, instruments, releases and other agreements or documents and take or direct such actions as may be necessary or appropriate to effectuate and further evidence the terms and conditions of the Plan.

12.6. Incorporation of Plan Documents. All Plan Documents attached as exhibits to the Plan and/or filed with the Plan Supplement are hereby incorporated into and made a part of the Plan.

ARTICLE XIII

RETENTION OF JURISDICTION

13.1. General Jurisdiction.

13.1.1 The Bankruptcy Court shall retain the fullest and most extensive jurisdiction permissible and necessary to ensure that the purposes and intent of the Plan are carried out. Except as otherwise provided in the Plan, the Bankruptcy Court shall retain jurisdiction to hear and determine all Claims against the Debtors, and to adjudicate and enforce all of the Debtors' causes of action. Nothing contained herein shall prevent the Debtors, the Blitz Liquidating Trust, the Blitz Personal Injury Trust or the BAH Plan Administrator, as applicable, from taking such action as may be necessary in the enforcement of any cause of action which the Debtors have or may have and which may not have been enforced or prosecuted by the Debtors, which cause of action shall survive confirmation of the Plan and shall not be affected hereto except as specifically provided herein.

13.1.2 Following the entry of the Confirmation Order, the administration of the Chapter 11 Cases will continue at least until the completion of the transfers contemplated to be accomplished on the Effective Date. Moreover, the Blitz Personal Injury Trust shall be subject to the continuing jurisdiction of the Bankruptcy Court in accordance with the requirements of section 468(B) of the Internal Revenue Code and the Treasury regulations issued pursuant thereto. The Bankruptcy Court shall also retain jurisdiction for the purpose of classification of any Claim and the re-examination of Claims that have been Allowed temporarily for purposes of voting, and the determination of such objections as may be filed with the Bankruptcy Court with respect to any Claim, other than Blitz Personal Injury Trust Claims. The failure by the Proponents to object to, or examine, any Claim for the purposes of voting, shall not be deemed a waiver of the right of the Protected Parties, the Blitz Liquidating Trust, the BAH Plan Administrator and/or the Blitz Personal Injury Trust to object to or re-examine such Claim in whole or part for any other purpose.

13.2. Specific Jurisdiction. In addition to the foregoing, the Bankruptcy Court shall retain exclusive jurisdiction for the following specific purposes after the Confirmation Date:

13.2.1 To modify the Plan after the Confirmation Date, pursuant to the provisions of the Bankruptcy Code, the Bankruptcy Rules and the terms and conditions of the Plan;

13.2.2 To correct any defect, cure any omission, reconcile any inconsistency, or make any other necessary changes or modifications in or to the Plan, the Plan Documents or the Confirmation Order as may be necessary to carry out the purposes and intent of the Plan, including the adjustment of the date(s) of performance under the Plan Documents in the event that the Effective Date does not occur as provided herein so that the intended effect of the Plan may be substantially realized thereby;

13.2.3 To hear, determine and resolve controversies related to the Blitz Liquidating Trust;

13.2.4 To assure the performance by all the Debtors, the Blitz Personal Injury Trust, the BAH Plan Administrator and/or the Blitz Liquidating Trust, as applicable, of their respective obligations to make Distributions under the Plan;

13.2.5 To enforce and interpret the terms and conditions of the Plan Documents and any documents issued or executed with respect to the Plan;

13.2.6 To enter such orders or judgments, including, but not limited to, the Injunctions (i) as are necessary to enforce the title, rights, and powers of the Debtors, the Blitz Liquidating Trust, the Blitz Personal Injury Trust and/or the Protected Parties, and (ii) as are necessary to enable holders of Claims to pursue their rights against any Entity that may be liable therefore pursuant to applicable law or otherwise, including but not limited to, Bankruptcy Court orders;

13.2.7 To hear and determine any motions or contested matters involving taxes, tax refunds, tax attributes, tax benefits, and similar or related matters with respect to the Debtors, the Blitz Liquidating Trust or the Blitz Personal Injury Trust, arising on or prior to the Effective Date, arising on account of transactions contemplated by the Plan Documents, or based upon the period of administration of the Chapter 11 Cases;

13.2.8 To hear and determine all applications for compensation of professionals and reimbursement of expenses under sections 330, 331, or 503(b) of the Bankruptcy Code;

13.2.9 To hear and determine any causes of action by, against or involving the Debtors arising during the period from the Petition Date through the Effective Date;

13.2.10 To hear and determine any causes of action by, against or involving the BAH Debtors or the Blitz Liquidating Trust arising during the period from the Effective Date to the date of the order entering a final decree in the Chapter 11 Cases;

13.2.11 To hear and determine any cause of action regarding the enforcement of Plan Documents or the transactions contemplated thereby;

13.2.12 To determine any and all applications or motions pending on the Effective Date for the rejection or assumption of executory contracts or unexpired leases, and if need be, liquidate any and all Claims arising therefrom;

13.2.13 To hear and determine such other matters as may be provided in the Confirmation Order;

13.2.14 To consider and act on the compromise and settlement of any Claim (other than a Blitz Personal Injury Trust Claim) against or Equity Interest in the Debtors or their Estates including, without limitation, any disputes with respect to the Bar Dates;

13.2.15 To hear and determine all questions and disputes regarding title to the assets of the Debtors and their Estates, the Blitz Liquidating Trust or the Blitz Personal Injury Trust;

13.2.16 To hear and determine all matters, questions, and disputes with respect to the direct causes of action brought by the Debtors and their Estates, the Blitz Liquidating Trust or Blitz Personal Injury Trust;

13.2.17 To hear and determine any other matters related hereto, including the implementation and enforcement of all orders entered by the Bankruptcy Court in the Chapter 11 Cases;

13.2.18 To interpret, enforce, and administer the terms of the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP (including all annexes and exhibits to any of the foregoing), only to the extent the documents do not provide for an alternate forum for resolution;

13.2.19 To hear and determine any proceeding that involves the validity, application, construction, interpretation, enforceability or enforcement of the Channeling Injunction or the application of section 105(a) of the Bankruptcy Code to the Channeling Injunction. Notwithstanding the foregoing, nothing herein shall constitute a waiver by any Protected Party of the protections granted to them under the Channeling Injunction or consent to the Bankruptcy Court's or District Court's consideration of any matter;

13.2.20 To hear and determine matters concerning state, local, and federal taxes, fines, penalties, or additions to taxes for which a Debtor may be liable, directly or indirectly, in accordance with sections 346, 505, and 1146 of the Bankruptcy Code;

13.2.21 To hear and determine any proceeding seeking to amend or restate the Blitz Personal Injury Trust Agreement in accordance with the Plan Documents; however, no amendment or modification of the Blitz Personal Injury Trust Agreement may modify any rights, remedies, Releases and/or Injunctions granted under the Plan to the Protected Parties;

13.2.22 To enjoin any actions in violation of the Injunctions;

13.2.23 To hear and determine all adversary proceedings, applications, motions, and contested or litigated matters that may be pending on the Effective Date or that, pursuant to the Plan, may be instituted by the Debtors, the Blitz Liquidating Trust or the Blitz Personal Injury Trust, as applicable, after the Effective Date, including, without express or implied limitation, any claims to recover assets for the benefit of the Estates, including actions to recover insurance proceeds that are pending in Bankruptcy Court or District Court;

13.2.24 To enter an order or final decree closing the Chapter 11 Cases; and

13.2.25 To hear and determine all questions, matters, and disputes with respect to the Plan.

13.3. Blitz Personal Injury Trust Agreement and Blitz Personal Injury TDP Controlling. Notwithstanding anything in Article XIII to the contrary, the allowance of Blitz Personal Injury Trust Claims and the forum in which such allowance will be determined will be governed by and in accordance with the procedures established by the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP.

13.4. District Court Jurisdiction. To the extent that the Bankruptcy Court is not permitted under applicable law to preside over any of the foregoing matters specified in Article XIII, the reference to the Bankruptcy Court in Article XIII shall be deemed to be replaced by the District Court.

13.5. Bankruptcy Court Does Not Exercise Jurisdiction. If the Bankruptcy Court abstains from exercising or declines to exercise jurisdiction, or is otherwise without jurisdiction, over any matter arising under, arising in or related to these Chapter 11 Cases, including with respect to any of the matters set forth in Article XIII of the Plan, nothing herein shall prohibit or limit the exercise of jurisdiction by any other tribunal that has competent jurisdiction with respect to any such subject matter.

ARTICLE XIV

COMPROMISES AND SETTLEMENTS

14.1. The Plan Settlements.

14.1.1 Pursuant to section 1123 of the Bankruptcy Code and Bankruptcy Rule 9019, the Plan incorporates a proposed compromise and settlement of numerous inter-Debtor, Debtor-Creditor and inter-Creditor issues designed to achieve an economic settlement of Claims against all of the Debtors and an efficient resolution of the Chapter 11 Cases. At the Confirmation Hearing, the Bankruptcy Court will determine whether to approve any such settlement as fair and equitable and within the bounds of reasonableness. If such settlements are approved, the Confirmation Order shall constitute an order of the Bankruptcy Court, pursuant to section 1123(b)(3) of the Bankruptcy Code and Bankruptcy Rule 9019, approving such compromises and settlements.

14.1.2 The BAH Settlement and the Insurance Settlement are each incorporated into the Plan and will become effective on the Effective Date.

14.2. The Insurance Settlement. To the extent not previously addressed in this Plan, the following provisions of the Insurance Settlement shall summarize the intent of the Parties with respect to the Insurance Settlement and incorporate terms not previously addressed in this Plan.

14.2.1 The Participating Blitz Personal Injury Claimants have alleged Blitz Personal Injury Claims against certain of the Insurance Settling Parties. The Insurance Settlement creates a mechanism to provide for an orderly resolution of all such claims against the Insurance Settling Parties, subject to the entry of the Confirmation Order approving the Insurance Settlement and the occurrence of the Effective Date, in the manner described below.

14.2.2 Pursuant to the Insurance Settlement Agreement, the Participating Insurers and Wal-Mart will make an aggregate cash payment to the Blitz Personal Injury Trust in the amount of \$161,320,000. In addition, the Participating Insurers, upon the Effective Date, shall be deemed to withdraw their proofs of claim (or waive or gift with the consent of the Creditors' Committee) filed against the Debtors, and Wal-Mart will waive any and all Claims it may have against the Debtors arising prior to July 31, 2012, including, but not limited to, its pre-petition contribution and indemnity claims (or waive or gift with the consent of the Creditors' Committee), which is asserted to be in excess of \$3 million. To the extent that Wal-Mart has a claim against the Debtors arising on or after July 31, 2012, Wal-Mart shall retain such claims but shall waive any right to distribution from any of the Debtors' Estates, the Blitz Liquidating Trust or the Blitz Personal Injury Trust. Wal-Mart's release of \$1.54 million as part of the waiver of its proofs of claim is separate, apart and in addition to Wal-Mart's contribution to the Insurance Settlement Payment, it shall be considered an asset of the Blitz USA, Inc. Estate and shall not be contributed to, or otherwise be construed as an asset of, the Blitz Personal Injury Trust.

14.2.3 In addition to the foregoing consideration, the Insurance Settlement contemplates that the Participating Insurer Policies will be repurchased by the Participating Insurers through the Insurance Policy Buy-Back. The Assigned Blitz Insurance Policies will

be assumed and assigned to the Blitz Personal Injury Trust in accordance with section 8.3 of the Plan.

14.2.4 If any Insurance Settling Party requests from the other Insurance Settling Parties to issue any public statement regarding the Insurance Settlement, the Insurance Settling Parties shall agree on the terms and language of one joint press statement with respect to the Insurance Settlement Agreement to be released to the public at a mutually agreed upon time. No Insurance Settling Party shall make any other statements to the media concerning the Insurance Settlement, except that the Insurance Settling Parties may refer the media to the press statement and any court filings not under seal. This paragraph shall not preclude plaintiffs' counsel from identifying on their respective websites and in any other materials describing their respective law firms, the fact that they were one of the counsel involved in the Insurance Settlement.

14.2.5 In exchange for the foregoing consideration, all Blitz Personal Injury Trust Claims against the Protected Parties will be permanently channeled to the Blitz Personal Injury Trust pursuant to the Channeling Injunction and the Protected Parties shall receive the benefit of the Channeling Injunction and Releases.

14.2.6 The Insurance Settlement is expressly conditioned upon Confirmation of this Plan and approval of the terms set forth in the Insurance Settlement Term Sheet, and it is a further condition that the BAH Settlement be implemented and fully effective through the Plan. All such approvals shall be pursuant to a Final Confirmation Order.

14.2.7 If Wal-Mart or any Participating Insurer defaults and does not pay its agreed upon share of the Insurance Settlement Payment in accordance with the terms of the Insurance Settlement, that defaulting party shall, after ten days notice and an opportunity to cure, not receive any benefits provided by the Insurance Settlement, including but not limited to the Releases, Injunctions and Insurance Policy Buy-Back until such time as the defaulting party makes full payment. If Wal-Mart and the Participating Insurers collectively deliver less than 80% of the Insurance Settlement Payment by the Payment Date (as defined in the Insurance Settlement Term Sheet) and the Participating Blitz Personal Injury Claimants elect to terminate pursuant to the terms of paragraph 3 of the Insurance Settlement Term Sheet, and

there is no cure pursuant to paragraph 3 of the Insurance Settlement Term Sheet and the Insurance Settlement is terminated, no Released Party shall receive any of the benefits provided by the Insurance Settlement, including but not limited to, the Releases, the Channeling Injunction or the Insurance Policy Buy-Back and all amounts paid by Wal-Mart or the Participating Insurers shall be returned to the paying party in accordance with the terms of the Insurance Settlement Term Sheet.

14.2.8 No Admission of Liability

14.2.8.1. The Debtors, Wal-Mart and the Participating Insurers deny any liability for the Blitz Personal Injury Claims.

14.2.8.2. Neither the Plan nor the Insurance Settlement Term Sheet, nor any other item pertaining to the settlement contemplated herein, shall be offered in any other case or proceeding, including as evidence of any admission by the Debtors, Wal-Mart or a Participating Insurer of any liability with respect to any claim for damages or other relief.

14.2.8.3. Any stipulation or admission by the Debtors, Wal-Mart or a Participating Insurer contained in the Insurance Settlement Term Sheet, the Plan or in any other document pertaining to the Insurance Settlement, is made for settlement purposes only.

14.2.9 This is intended to be a summary of the terms of the Insurance Settlement, which is fully incorporated herein, and made a part of the Plan, by reference. To the extent of any conflict between the terms of the Insurance Settlement set forth in the Plan and the terms of the Insurance Settlement set forth in the Insurance Settlement Term Sheet, the Insurance Settlement Term Sheet shall control.

14.3. The BAH Settlement.

14.3.1 The Creditors' Committee, on behalf of the USA Debtors' Estates, has alleged various causes of actions against the BAH Settling Parties and sought standing from the Bankruptcy Court to commence an adversary proceeding against the BAH Settling Parties

on behalf of the USA Debtors' Estates. Furthermore, certain holders of Blitz Personal Injury Claims have alleged Blitz Personal Injury Trust Claims against certain of the BAH Settling Parties. The BAH Settlement resolves all such claims against the BAH Settling Parties, subject to the approval of the BAH Settlement and the occurrence of the Effective Date, in exchange for the consideration described below in sections 14.3.2, 14.3.3 and 14.3.4.

14.3.2 Pursuant to the BAH Settlement, on behalf of the BAH Settling Parties, Blitz Acquisition Holdings, Inc. shall make a cash payment to the USA Debtors' Estates in the amount of \$6.25 million on the Effective Date plus the Allowed Amount of the Flick Claim, up to \$250,000, when such Claim may become an Allowed Claim and the BAH Settling Parties each have agreed, as of the Effective Date, to release and forever disclaim any claims and causes of action against the BAH Releasers. In exchange for the foregoing, on the Effective Date, the BAH Releasers each have agreed to release and forever disclaim any claims and causes of action against the BAH Released Parties; provided however, that (i) no release shall be provided to Discovery Plastics, LLC with respect to the Fenn or Kornegay cases; (ii) no release shall be provided to professionals, advisors, consultants or attorneys that have filed a proof of claim in the USA Debtors' Chapter 11 Cases; and (iii) no officers, directors or employees of any of the Debtors that have filed proofs of claim in any of USA Debtors' Chapter 11 Cases shall receive a release of any defenses, claims, counter-claims or objections in any way related to the Claims asserted in such proofs of claim.

14.3.3 It shall be a condition to the BAH Settlement that the (i) Insurance Settlement be implemented and fully effective through the Plan, and (ii) the BAH Released Parties shall be Protected Parties under the Plan and shall receive Releases to the broadest extent provided to any other Entity under the Plan.

14.3.4 Subject to the priorities of distribution set forth in the Bankruptcy Code, the Creditors' Committee may determine the allocation of the BAH Settlement Payment among the Creditors of the USA Debtors in their discretion without consulting the BAH Settling Parties; *provided, however*, that the BAH Settling Parties shall bear no responsibility for any shortfall in satisfying any Claims against the USA Debtors, whether Administrative Expense Claims, General Unsecured Claims or otherwise. The BAH Settling Parties

understand that the BAH Settlement Payment will be allocated to satisfying Administrative Expense Claims and General Unsecured Claims against the USA Debtors.

14.3.5 No Admission of Liability

14.3.5.1. Each BAH Settling Party against whom one or more Blitz Personal Injury Trust Claims has been asserted denies any liability for such Blitz Personal Injury Claims.

14.3.5.2. Neither the Plan nor the BAH Settlement Term Sheet, nor any other item pertaining to the settlement contemplated herein, shall be offered in any other case or proceeding, including as evidence of any admission by the BAH Settling Parties of any liability with respect to any claim for damages or other relief.

14.3.5.3. Any stipulation or admission by the BAH Settling Parties contained in the BAH Settlement Term Sheet, the Plan or in any other document pertaining to the BAH Settlement, is made for settlement purposes only.

14.3.6 This is intended to be a summary of the terms of the BAH Settlement, which is fully incorporated herein, and made a part of the Plan, by reference. To the extent of any conflict between the terms of the BAH Settlement set forth in the Plan and the terms of the BAH Settlement set forth in the BAH Settlement Term Sheet, the BAH Settlement Term Sheet shall control.

14.4. Approval of Other Compromises and Settlements. To the extent the Insurance Settlement and the BAH Settlement has not been approved previously by the Bankruptcy Court and is not the subject of a separate motion, the Plan constitutes a motion, pursuant to section 1123(b)(3) of the Bankruptcy Code and Bankruptcy Rule 9019, for approval of any such agreement.

14.5. Implementation of Settlements and Compromises.

14.5.1 Provided that a Participating Insurer and/or Wal-Mart has complied with its obligations under the Insurance Settlement Term Sheet, the Confirmation Order shall provide the benefits of the Channeling Injunction, Releases and other terms of the Insurance

Settlement to the Participating Insurer and Wal-Mart in exchange for any Cash and/or other contributions paid to the Blitz Personal Injury Trust on and after the Effective Date pursuant to the terms of the Insurance Settlement.

14.5.2 To the extent that any of the Participating Insurers and/or Wal-Mart defaults on its funding obligation under the Insurance Settlement, the identity of the defaulting party and the amount it agreed to contribute and owes shall be disclosed and released to the Creditors' Committee or the Blitz Personal Injury Trustee, as appropriate. The Creditors' Committee or the Blitz Personal Injury Trustee, as appropriate, may either: (a) seek to enforce the Insurance Settlement with respect to any defaulting party; or (b) opt to treat any defaulting Participating Insurer(s) as a Non-Participating Insurer under the terms of the Insurance Settlement. The Participating Insurers and Wal-Mart shall be individually liable for the amounts each has agreed to contribute to the Insurance Settlement Payment and not jointly and/or severally liable for the Insurance Settlement Payment. Under no circumstances shall any of the Participating Insurers or Wal-Mart be required to satisfy the funding obligation of any defaulting party. Funding of eighty percent (80%) of the Insurance Settlement Payment is a condition precedent to the Effective Date of this Plan. If within ten (10) days after the Payment Date less than eighty percent (80%) of the Insurance Settlement Payment has been paid, a super-majority of seventy-five percent (75%) of the Participating Blitz Personal Injury Claimants may, at their election, file a Notice of Non-Occurrence of Effective Date, which notice shall give the Participating Insurers and Wal-Mart twenty (20) days to cure any such deficiency by providing funds to achieve eighty (80%) of the Insurance Payment Amount. If the Participating Insurers and Wal-Mart do not timely cure in accordance with the foregoing, the filing of the Notice of Non-Occurrence of Effective Date shall have the effect of terminating the Insurance Settlement and the Insurance Settling parties shall be returned to the position that they were in prior to the Insurance Settlement.

14.5.3 Provided that the BAH Settling Parties have complied with their obligations under the BAH Settlement, the Confirmation Order shall provide the benefits of the Channeling Injunction, the Releases, the other releases of the BAH Released Parties described in section 14.3.2 of the Plan, and the other terms of the BAH Settlement in exchange for the BAH Settlement Payment paid to the USA Debtors or their designee on the Effective Date.

14.6. Compromise and Settlement of Claims. Pursuant to Bankruptcy Rule 9019(a), the Blitz Personal Injury Trust, the Blitz Liquidating Trust and the BAH Plan Administrator, as applicable, may compromise and settle various Claims against them and that they may have against other Entities consistent with the provisions of the Plan Documents. Except as otherwise provided in the Plan Documents, the Blitz Personal Injury Trust, the BAH Plan Administrator and the Blitz Liquidating Trust, as applicable, expressly reserve the right (without notice to Creditors or Bankruptcy Court approval) to compromise and settle Claims against either the Blitz Personal Injury Trust, BAH Debtors or the Blitz Liquidating Trust, as applicable, and Claims that either the Blitz Personal Injury Trust, the BAH Debtors or the Blitz Liquidating Trust, as applicable, may have against other Entities after the Effective Date. The BAH Plan Administrator expressly reserves the right to compromise and settle Claims against the BAH Debtors without further order of the Court.

ARTICLE XV

MISCELLANEOUS PROVISIONS

15.1. Binding Effect of Plan. The provisions of the Plan shall be binding upon all parties and inure to the benefit of the Debtors, their Estates, and their respective predecessors, successors, assigns, and Representatives. The terms of the Plan shall be enforceable against the Debtors, their Creditors, holders of Equity Interests in the Debtors, the Blitz Liquidating Trust, the Blitz Personal Injury Trust, the BAH Plan Administrator and all parties-in-interest.

15.2. Reservation of Rights. Except as expressly set forth in the Plan and/or the Plan Documents, nothing contained in the Plan shall constitute a waiver of any right, claim or cause of action of the Debtors, the Blitz Liquidating Trust, or the Blitz Personal Injury Trust. Except as set forth in the Plan and/or the Plan Documents, any rights, claims, or causes of action accruing to the Debtors pursuant to the Bankruptcy Code or pursuant to any statute or legal theory, including, without limitation, any Avoidance Actions, shall be transferred to the Blitz Liquidating Trust or shall be maintained by the BAH Debtors, as applicable; *provided, however*, that the Blitz Personal Injury Trust Assets shall be transferred to the Blitz Personal Injury Trust. Pursuant to sections 1123(a)(5) and 1123(b)(3)(B) of the Bankruptcy Code and consistent with section 5.3 of the Plan, the Blitz Liquidating Trust or the BAH Debtors, as applicable, shall

retain and shall be the appointed representative with exclusive authority to pursue, litigate, enforce, adjust and compromise and settle any such rights, claims, or causes of action, as appropriate, in accordance with what is in the best interests of and for the benefit of the Creditors who will receive Distributions from the Blitz Liquidating Trust or the BAH Debtors, as applicable. Notwithstanding any other provision of the Plan to the contrary, the Releases and the Injunctions set forth in Article VII, shall not be deemed or construed to satisfy, discharge, release or enjoin Claims by the Blitz Personal Injury Trust or any other Entity as the case may be, against the Blitz Personal Injury Trust for (i) payment of the Allowed Blitz Personal Injury Trust Claims in accordance with the Blitz Personal Injury TDP or (ii) the payment of Blitz Personal Injury Trust Expenses. Nothing contained in the Plan shall be deemed or construed to constitute a waiver of any right or claim of the Blitz Personal Injury Trust and/or Protected Party to enforce or assert any defense under any Plan Document.

15.3. Dissolution of the Creditors' Committee. On the Effective Date, the Creditors' Committee shall thereupon be released and discharged of and from all further authority, duties, responsibilities, and obligations arising from and based upon the Chapter 11 Cases, and the Creditors' Committee shall be deemed dissolved; *provided, however*, that (a) in the event that the Effective Date occurs prior to the Confirmation Order becoming a Final Order, the Creditors' Committee may, at its option, continue to serve and function for the purpose of participating in any appeal of the Confirmation Order until such time as the Confirmation Order becomes a Final Order, and (b) if the Effective Date occurs prior to the conclusion of any outstanding litigation or adversary proceedings in the Chapter 11 Cases or prior to the entry of a Final Order with respect to final fee applications of Bankruptcy Professionals, the Creditors' Committee may, at its option, continue to serve until a Final Order is entered with respect to such proceedings and/or applications.

15.4. Exculpation and Release. The Exculpated Parties shall not have or incur, and are hereby released from, any claim, obligation, cause of action and/or liability to any holder of a Claim, Equity Interest, or any other Entity or any of their respective successors, assigns or Representatives for any act or omission with respect to or arising out of the Chapter 11 Cases, the pursuit of confirmation of the Plan, the consummation of the Plan, or the administration of the Plan or the property to be distributed under the Plan, except

for gross negligence, fraud or willful misconduct or any obligations that they have under or in connection with the Plan, the Plan Documents, or any transactions contemplated thereby, and in all respects shall be entitled to rely upon the advice of counsel with respect to their duties and responsibilities under the Plan.

15.5. Governing Law. Unless a rule of law or procedure is governed by federal law (including the Bankruptcy Code and Bankruptcy Rules), the laws of the State of Delaware, without giving effect to the conflicts of laws principles thereof, shall govern the construction of the Plan and the Plan Documents, except as otherwise expressly provided in the Plan Documents.

15.6. Notice. Any notices, requests and demands required or permitted to be provided under the Plan, in order to be effective, shall be in writing, and unless otherwise expressly provided herein, shall be deemed to have been duly given and made when served by (i) certified mail, return receipt request or (ii) by overnight delivery service, and (iii) confirmed by email service, to be addressed as follows:

To USA Debtors:

Daniel J. DeFranceschi, Esquire
Michael J. Merchant, Esquire
RICHARDS, LAYTON & FINGER, P.A.
920 N. King Street
Wilmington, Delaware 19801
Phone: (302) 651-7700
Facsimile: (302) 651-7701

To BAH Debtors:

Sean M. Beach, Esquire
John Dorsey, Esquire
YOUNG CONAWAY STARGATT & TAYLOR, LLP
Rodney Square
1000 North King Street
Wilmington, Delaware 19801
Telephone: (302) 571-6600
Facsimile: (302) 571-1253

To Creditors' Committee:

Jeffrey D. Prol, Esquire
Mary E. Seymour, Esquire

LOWENSTEIN SANDLER LLP
65 Livingston Avenue
Roseland, New Jersey 07068
Telephone: (973) 597-2500
Facsimile: (973) 597-2400

15.7. Section 346 Injunction. In accordance with section 346 of the Bankruptcy Code, for purposes of any state or local law imposing a tax, income will not be realized by the Debtors by reason of the forgiveness or discharge of indebtedness resulting from the consummation of the Plan. As a result, each state or local taxing authority is permanently enjoined and restrained, after the Confirmation Date, from commencing, continuing, or taking any act to impose, collect or recover in any manner any tax against the Debtors arising by reason of the forgiveness or discharge of indebtedness under the Plan.

15.8. Exemption from Taxes. Pursuant to section 1146(a) of the Bankruptcy Code, the issuance, transfer, or exchange of any equity security under the Plan, the creation of any mortgage, deed of trust, or other security interest, the making or assignment of any lease or sublease, or the making or delivery of any deed or other instrument of transfer under, in furtherance of, or with respect to, the Plan shall be exempt from all transfer and recordation taxes, stamp taxes or similar taxes.

15.9. Severability. If, prior to Confirmation, any term or provision of the Plan, Confirmation Order, the Channeling Injunction, or any other Plan Document, is held by any court of competent jurisdiction or any other governmental Entity with appropriate jurisdiction to be invalid, void, prohibited, or unenforceable, (i) Proponents, with the consent of all the Settling Parties, may amend or modify the Plan to correct the defect, by amending or deleting the offending provision or otherwise, or may withdraw the Plan, or (ii) the Bankruptcy Court shall have the power to alter and interpret such term or provision to make it valid or enforceable to the maximum extent practicable, consistent with the original purpose of the term or provision held to be invalid, void, prohibited or unenforceable, and such term or provision shall then be applicable as altered or interpreted. Notwithstanding any such holding, alteration, or interpretation, (i) to the extent such holding, alteration or interpretation is inconsistent with any provision of the Plan Support Agreements (including without limitation, any such holding, alteration or interpretation


with respect to Articles III, IV, V, VI, VII or XIV of the Plan), such holding, alteration or interpretation shall not be effective absent the consent of all the Settling Parties and (ii) the remainder of the terms and provisions of the Plan, the Plan Documents, the Confirmation Order and the Channeling Injunction shall remain in full force and effect and shall in no way be affected, impaired, or invalidated by such holding, alteration, or interpretation. Notwithstanding anything to the contrary herein, Proponents shall not, without all the Settling Parties' written consent, alter, amend or modify the Plan at any time to the extent any such alteration, amendment, or modification would in any way impair, diminish or detract from the terms of the Plan Support Agreements. The Confirmation Order shall constitute a judicial determination, and shall provide, that each term and provision of the Plan, the Plan Documents, the Confirmation Order, the Channeling Injunction and Releases, as it may have been altered or interpreted in accordance with the forgoing (a) is valid and enforceable pursuant to its terms; (b) is integral to the Plan and may not be deleted or modified without all the Settling Parties' express written consent, (c) does not require the resolicitation of any acceptance or rejection of the Plan; and (d) is non-severable and mutually dependent.

15.10. Plan Supplement. Any Plan Supplement (and amendments thereto) filed by the Proponents shall be deemed an integral part of the Plan and shall be incorporated by reference as if fully set forth herein. Any and all exhibits, lists or schedules referred to herein or in the Disclosure Statement but not filed with the Plan shall be contained in the Plan Supplement and filed with the Clerk of the Bankruptcy Court at least five (5) Business Days prior to the deadline established by the Bankruptcy Court for filing and service of objections to the Plan.

15.11. Standing of Protected Parties. Each of the Protected Parties shall have standing to seek relief from the Bankruptcy Court or any court of competent jurisdiction for purposes of enforcement of the Channeling Injunction to the extent that any act occurs or is taken that is contrary to the provisions of, or would interfere with, restrict, defeat, nullify, violate or otherwise limit the protections afforded the Protected Party under, by or through the Channeling Injunction.

IN WITNESS WHEREOF, the Debtors have executed the Plan this 12th day of November, 2013.

Blitz U.S.A., Inc.
LAM 2011 Holdings, LLC
Blitz Acquisition Holdings, Inc.
Blitz Acquisition, LLC
Blitz RE Holdings, LLC
MiamiOK, LLC f/k/a F3 Brands LLC

By: 
Name: Rocky Flick
Title: President and Chief Executive Officer
of Blitz U.S.A., Inc.

Daniel J. DeFranceschi (Bar No. 2732)
Michael J. Merchant (Bar No. 3854)
RICHARDS, LAYTON & FINGER, P.A.
One Rodney Square
920 North King Street
Wilmington, Delaware 19801
Telephone: (302) 651-7700
Facsimile: (302) 651-7701

*Counsel to Blitz Acquisition, LLC, Blitz RE Holdings, LLC, Blitz U.S.A., Inc. and MiamiOK LLC
(f/k/a F3 Brands LLC)*

-and-

Sean M. Beach (Bar No. 4070)
John Dorsey (Bar No. 2988)
YOUNG CONAWAY STARGATT & TAYLOR, LLP
Rodney Square
1000 North King Street
Wilmington, Delaware 19801
Telephone: (302) 571-6600
Facsimile: (302) 571-1253

Counsel for LAM 2011 Holdings, LLC and Blitz Acquisition Holdings, Inc.

The Official Committee of Unsecured
Creditors

By: /s/ Diane Breneman
Name: Diane Breneman
Title: Committee Co-Chair

The Official Committee of Unsecured
Creditors

By: _____
Name:
Title: Committee Co-Chair

Francis A. Monaco, Jr. (Bar No. 2078)
Kevin J. Mangan (Bar No. 3810)
WOMBLE CARLYLE SANDRIDGE & RICE, LLP
222 Delaware Avenue, Suite 1501
Wilmington, Delaware 19801
Telephone: (302) 252-4320
Facsimile: (302) 252-4330

-and-

Jeffrey D. Prol, Esq.
Mary E. Seymour, Esq.
LOWENSTEIN SANDLER LLP
65 Livingston Avenue
Roseland, New Jersey 07068
Telephone: (973) 597-2500
Facsimile: (973) 597-2400

Counsel to the Official Committee of Unsecured Creditors

The Official Committee of Unsecured
Creditors

By: _____
Name:
Title: Committee Co-Chair

The Official Committee of Unsecured
Creditors

By: Owen F. Johnston
Name: Owen F. Johnston
Title: Committee Co-Chair

Francis A. Monaco, Jr. (Bar No. 2078)
Kevin J. Mangan (Bar No. 3810)
WOMBLE CARLYLE SANDRIDGE & RICE, LLP
222 Delaware Avenue, Suite 1501
Wilmington, Delaware 19801
Telephone: (302) 252-4320
Facsimile: (302) 252-4330

-and-

Jeffrey D. Prol, Esq.
Mary E. Seymour, Esq.
LOWENSTEIN SANDLER LLP
65 Livingston Avenue
Roseland, New Jersey 07068
Telephone: (973) 597-2500
Facsimile: (973) 597-2400

Counsel to the Official Committee of Unsecured Creditors

EXHIBITS

- Exhibit 1: Definitions
- Exhibit 2: Blitz Personal Injury Trust Agreement
- Exhibit 3: Blitz Liquidating Trust Agreement
- Exhibit 4: Blitz Personal Injury TDP
- Exhibit 5: Assigned Blitz Insurance Policies
- Exhibit 6: Participating Insurer Policies
- Exhibit 7: Known Holders of Blitz Personal Injury Claims
- Exhibit 8: Insurance Settlement Term Sheet
- Exhibit 9: BAH Settlement Term Sheet

Exhibit 1

(Definitions)

EXHIBIT 1: DEFINITIONS

In addition to other words and terms defined elsewhere in the Plan Documents, the terms below shall have the respective meanings specified below:

Additional Insured: To the extent permissible by law: (i) the Debtors' predecessors, all of each Debtor's past and present subsidiaries and the predecessors and successors of such subsidiaries, their past and present affiliates and joint ventures and their predecessors and successors, and all of their past, present and future assigns; (ii) any other current or former affiliate of the Debtors, including any corporations that have been acquired by, merged into or combined with the Debtors, their predecessors, or past and present subsidiaries, affiliates successors and assigns; and (iii) any and all entities named as insureds or other insureds whether specifically listed or listed under a special endorsement, or that are otherwise named or claimed to be insured under the Blitz Insurance Policies, and those entities' directors, officers, agents and employees.

Administrative Expense Claim: Any (i) cost or expense of administration of the Chapter 11 Cases under section 503(b) of the Bankruptcy Code including, but not limited to: (a) any actual and necessary postpetition cost or expense of preserving the Estates or operating the businesses of the Debtors; (b) any payment to be made under the Plan, as the case may be, to cure a default on an assumed executory contract or unexpired lease; (c) any postpetition cost, indebtedness or contractual obligation duly and validly incurred or assumed by one or more of the Debtors in the ordinary course of business; (d) any valid and allowed reclamation claims in accordance with section 546(c) of the Bankruptcy Code; (e) compensation or reimbursement of expenses of professionals to the extent allowed by the Bankruptcy Court under sections 328, 330(a) or 331 of the Bankruptcy Code; (f) any Claim for compensation or reimbursement of expenses relating to services rendered in making a substantial contribution in the Chapter 11 Cases under sections 503(b)(3), (4) or (5) of the Bankruptcy Code; (g) all Claims for adequate protection payments authorized in connection with any debtor-in-possession credit facility; and (h) Section 503(b)(9) Claims; and (ii) any U.S. Trustee fee or charge assessed against any of the Estates under 28 U.S.C. § 1930.

Affiliate: As to any specified Entity: (i) any other Entity that, directly or indirectly through one or more intermediaries or otherwise, controls, is controlled by, or is under common control with, the specified Entity, and (ii) any Entity that is an “affiliate” (within the meaning of Bankruptcy Code § 101(2)) of the specified Entity. As used in clause (i) of this definition, “control” shall include the possession, directly or indirectly, of the power to direct or cause the direction of the management or policies of an Entity (whether through ownership of equity of that Entity, by contract, or otherwise).

Allowed: With respect to any Claim other than an Administrative Expense Claim, a Disputed Claim or a Blitz Personal Injury Trust Claim, (i) any Claim that is specifically designated as Allowed under the Plan, (ii) any Claim proof of which was timely filed with the Bankruptcy Court or its duly appointed claims agent, or, in compliance with any order of the Bankruptcy Court regarding the filing of a proof of claim, with respect to which either no objection to the allowance thereof has been filed within the applicable period of limitation fixed by either the Plan or Bankruptcy Code, the Bankruptcy Rules or the Bankruptcy Court, or the Claim has been allowed by a Final Order (but only to the extent so allowed), or (iii) any Claim that has been, or hereafter is, listed in the schedules as liquidated in amount and not disputed or contingent; *provided, however,* that notwithstanding the foregoing, with respect to a Blitz Personal Injury Trust Claim, the Blitz Personal Injury TDP shall govern the determination as to whether or not such Claims constitute Allowed Claims. Allowed Claims shall not, for purposes of Distribution under the Plan, include: (a) for any Claim arising prior to the Petition Date, interest on such Claim accruing from or after the Petition Date; or (b) any Non-Compensatory Damages.

With respect to any Claim that is asserted to constitute an Administrative Expense Claim, (i) a Claim that represents an actual and necessary expense of preserving the Estate or operating the business of the Debtors, to the extent such Claim is determined by the Debtors to constitute an Administrative Expense Claim; (ii) other than with respect to a Claim of a Bankruptcy Professional, a Claim that has been Allowed in whole or in part by a Final Order of the Bankruptcy Court and only to the extent that such allowed portion is determined pursuant to a Final Order to constitute a cost or expense of administration under sections 503(b) and 507(a)(1) of the Bankruptcy Code; or (iii) that represents a Claim of a Bankruptcy Professional, to the

extent such Claim is allowed by a Final Order of the Bankruptcy Court under section 330 of the Bankruptcy Code.

Allowed Amount: The dollar amount of an Allowed Claim.

Assigned Blitz Insurance Policies: Any Blitz Insurance Policy issued by a Non-Participating Insurer, including, without limitation the policies listed on Exhibit 5 hereto.

Assigned Blitz Insurance Policy Rights: All of the Debtors' and/or any Vendor's rights, claims for coverage, causes of action, or chooses in action for accrued coverage claims, demands, or other entitlements to insurance proceeds, and any and all extra-contractual rights (including any statutory or common law bad faith or unfair claim handling rights) arising under or in connection with each of the Assigned Blitz Insurance Policies, whether now existing or hereafter arising, accrued or unaccrued, liquidated or unliquidated, matured or unmatured, disputed or undisputed, fixed or contingent, including, but not limited to:

(a) any and all rights of any of the Debtors and/or any Vendor to pursue or receive payments under any Assigned Blitz Insurance Policies, whether for liability, defense or otherwise;

(b) any and all rights of any of the Debtors and/or any Vendor to pursue or receive payments under any Assigned Blitz Insurance Policies from any domestic or foreign insolvent Non-Participating Insurer, whether in receivership, liquidation, rehabilitation, run-off, scheme of arrangement, or any other form of proceeding;

(c) any and all rights of any of the Debtors and/or any Vendor to pursue or receive payments under or with regard to any Assigned Blitz Insurance Policies from any state insurance guaranty association or fund; and

(d) any and all rights to pursue any causes of action against, or to receive payments related to any Assigned Blitz Insurance Policies from any Non-Participating Insurer.

Avoidance Actions: Any and all pending or possible actions, proceedings, accounts, controversies, agreements, promises, claims and rights of each Debtor and its Estate to (i) avoid or recover a transfer of property of any of the Debtors' Estates or an interest of any of the

Debtors in property or (ii) subordinate any Claim against or Equity Interest in any of the Debtors, including, without limitation, actions arising under sections 502(d), 510, 542, 543, 544, 545, 547, 548, 549, 550, 551 and 553 of the Bankruptcy Code, or under related state or federal statutes and common law, whether or not litigation has been commenced with respect to such cause of action as of the Effective Date.

BAH Debtors: Together, Blitz Acquisition Holdings, Inc. and LAM 2011 Holdings, LLC.

BAH Debtors Contingent Claims Cash Reserve: The Cash deposited by the BAH Plan Administrator in one or more segregated accounts on the Effective Date which amount shall be the good faith estimate of the total Distributions to be made on account of all Contingent Claims against the BAH Debtors as of such date. The BAH Debtors shall seek Bankruptcy Court approval of such BAH Debtors Contingent Claims Cash Reserve on the Effective Date or as soon thereafter as practicable.

BAH Debtors Disputed Claims Cash Reserve: The Cash deposited by the BAH Plan Administrator or in one or more segregated accounts on the Effective Date which amount shall be the good faith estimate of the total Distributions to be made on account of all Disputed Claims against the BAH Debtors, determined at the sole discretion of the BAH Plan Administrator.

BAH Plan Administrator: An individual selected by the BAH Debtors, on or prior to the Confirmation Date, to administer the terms of the Plan with respect to the BAH Debtors, and any successors thereto.

BAH Released Parties: The BAH Debtors, Kinderhook Industries II, LP, Kinderhook Capital Fund II, LP, Christian P. Michalik, Louis Aurelio, Rocky Flick, James Pearson, Charles Neal, John R. Elmburg, Eric Elmburg, Robert Elmburg, Discovery Plastics, LLC, Crestwood Holdings, Inc., Bergan, LLC, and each of the aforementioned's members, managers, officers, directors, affiliates, subsidiaries (other than the USA Debtors), including, without limitation, Reliance Products Holdings, Inc., Reliance Products, Inc., MollPlasticrafters, Inc., Renaissance Plastics, Inc., current and former shareholders, members, employees, professionals, advisors, consultants, representatives, attorneys, other agents or the successors of any of them, in each case

in their capacity as such, and present and former members, managers, directors and officers of each of the Debtors.

BAH Releasors: Collectively, the USA Debtors, the Creditors' Committee, the individual members of the Creditors' Committee, the Blitz Personal Injury Trust, the Blitz Liquidating Trust, the Participating Insurers, the Participating Blitz Personal Injury Claimants and Michael Montgomery.

BAH Settlement: That certain settlement agreement by and among the BAH Settling Parties, the USA Debtors, the Creditors' Committee, the Participating Blitz Personal Injury Claimants and Michael Montgomery as reflected in the BAH Settlement Term Sheet.

BAH Settlement Motion: That certain Movants' Motion Pursuant to Bankruptcy Rule 9019 for Approval of Compromise and Settlement Resolving Certain Disputes [Docket No. 1538] that was filed on July 24, 2013.

BAH Settlement Order: That certain Order with Respect to Motion Pursuant to Bankruptcy Rule 9019 for Approval of Compromise and Settlement Resolving Certain Disputes [Docket No. 1618] that was entered by the Bankruptcy Court on August 14, 2013.

BAH Settlement Payment: The sum of \$6.25 million, which is to be paid on the Effective Date, plus the Allowed Amount of the Flick Claim, in an amount not to exceed \$250,000, which is to be paid upon the allowance of the Flick Claim, all of which amounts are to be paid by the BAH, on behalf of the BAH Settling Parties.

BAH Settlement Term Sheet: The term sheet attached as Exhibit 9 hereto, and incorporated into the Plan in its entirety subject to section 1.2.5 of the Plan.

BAH Settling Parties: Collectively, Kinderhook, the Kinderhook Directors, the Non-Kinderhook Directors, the BAH Debtors, and Crestwood.

Ballot: A ballot approved by the Bankruptcy Court in the Chapter 11 Cases to be distributed to holders of impaired Claims, for acceptance or rejection of the Plan.

Bankruptcy Code: Title 11 of the United States Code, as in effect on the Petition Date and as thereafter amended, if such amendments are made applicable to the Chapter 11 Cases.

Bankruptcy Court: The United States Bankruptcy Court for the District of Delaware, or any other court having jurisdiction over these Chapter 11 Cases or any proceeding within, or appeal of an order entered in, these Chapter 11 Cases.

Bankruptcy Professional: Any Entity (i) employed pursuant to an order of the Bankruptcy Court in accordance with sections 327 or 1103 of the Bankruptcy Code and to be compensated for services pursuant to sections 327, 328, 329, 330 and/or 331 of the Bankruptcy Code, or (ii) who wishes to apply to the Bankruptcy Court for compensation and reimbursement of expenses pursuant to section 503(b)(4) of the Bankruptcy Code.

Bankruptcy Rules: The Federal Rules of Bankruptcy Procedure, as amended, as applicable to the Chapter 11 Cases, including the local rules of the Bankruptcy Court,

Bar Dates: The dates fixed by orders of the Bankruptcy Court by which Entities required by such order to file a proof of claim must file a proof of claim or be forever barred from asserting such Claim against the Debtors or their property and from voting on the Plan and/or sharing in distributions hereunder.

Bar Date Order: Order of the Bankruptcy Court entered on May 23, 2012, which established the general deadline for filing proofs of claim against the Debtors.

Blitz Insurance Policies: Any known or unknown liability insurance policies issued to the Debtors in effect at any time on or before the Effective Date, including (a) those that name the Debtors and/or any Vendors as an insured, or otherwise affording the Debtors and/or any Vendor indemnity or insurance coverage, and upon which a Claim has been made with respect to any Blitz Personal Injury Trust Claim, and (b) any other insurance policies, whether known or unknown, that provide or may provide to the Debtors and/or any Vendor insurance coverage for Blitz Personal Injury Trust Claims, under which the Debtors and/or any Vendor is or is alleged to be an insured, named insured, additional insured, or otherwise entitled to any insurance coverage or other insurance benefits.

Blitz Insurer: Any insurance company, insurance broker or syndicate insurance broker, guaranty association, liquidator, or any other Entity with actual or potential obligation or liability to the Debtors and/or any Vendor under or related to any Blitz Insurance Policy, including any reinsurers with respect to claims covered by any such Blitz Insurance Policy.

Blitz Liquidating Trust: The liquidating trust established by Article V of the Plan pursuant to section 105(a) of the Bankruptcy Code and the Blitz Liquidating Trust Agreement.

Blitz Liquidating Trust Agreement: The trust agreement establishing and delineating the terms and conditions of the Blitz Liquidating Trust, a copy of which is attached as Exhibit 3 to the Plan.

Blitz Liquidating Trust Assets: All assets of the USA Debtors' Estates, except for the Blitz Personal Injury Trust Assets, including as of the Effective Date, \$1.54 million in pre-petition payables due from Wal-Mart to Blitz USA and held as security by Wal-Mart, which shall be released by Wal-Mart and paid to the Blitz Liquidating Trust.

Blitz Liquidating Trust Beneficiaries: The holders of Allowed Claims against the USA Debtors under the Plan, but not including the holders of Blitz Personal Injury Trust Claims subject to the Blitz Personal Injury Trust.

Blitz Liquidating Trust Documents: The Blitz Liquidating Trust Agreement and all documents, attachments and exhibits thereto, and any amendments thereto made in accordance with the Bankruptcy Code, and which aid in effectuating the Blitz Liquidating Trust, which documents, attachments, and exhibits shall be filed with the Bankruptcy Court.

Blitz Liquidating Trust Expense Reserve: The reserve established pursuant to the Plan by the Blitz Liquidating Trustee to hold funds as are reasonably necessary for the Blitz Liquidating Trust to satisfy the expenses of administering the Blitz Liquidating Trust, including, without limitation, the winding down and closing of the USA Debtors' Chapter 11 Cases, the Blitz Liquidating Trustee's reasonable professional fees and expenses in respect of the claims reconciliation process, the liquidation of Blitz Liquidating Trust Assets, the prosecution, negotiation and settlement of any causes of action with respect thereto, and the making of Distributions by the Blitz Liquidating Trustee under the Plan.

Blitz Liquidating Trustee: The individual initially selected by the Creditors' Committee to act as trustee of the Blitz Liquidating Trust pursuant to the terms of the Blitz Liquidating Trust Documents to administer the Blitz Liquidating Trust, and any successors thereto.

Blitz Personal Injury Claim: All Claims for damages or other relief for, based upon, arising out of, relating to or in any way involving bodily injury and/or property damage that occurred on or before 12:01 AM CST on July 31, 2012, and shall include asserted claims, whether known or unknown, based upon, arising out of, or in any way involving the products, premises or operations of the Debtors and, without any limitation of the foregoing shall include any such claims against Wal-Mart directly or indirectly relating to the Debtors' products, premises or operations, and any direct action claims by a claimant against the Participating Insurers. Blitz Personal Injury Claims shall not include any Vendor Claim, Co-Defendant Claim, or any Direct Action Claim.

Blitz Personal Injury Claim Bar Date Order: The order of the Bankruptcy Court entered on August 14, 2013, which established the general deadline for filing proofs of Blitz Personal Injury Claims against the Debtors.

Blitz Personal Injury Confidential Information: Any document (as used in Federal Rule of Civil Procedure 34(a), including, without limitation, electronic or computerized compilations), communication, or other information of the Debtors or any Protected Party that is provided to, assigned to, transferred to or otherwise shared with the Blitz Personal Injury Trustee, whether or not such document communication or other information is subject to a privilege or immunity, including, but not limited to all Blitz Personal Injury Privileged Information.

Blitz Personal Injury Privileged Information: Any Privileged Information which relates, in whole or in part, to any Blitz Product, any Blitz Product Litigation, any Blitz Personal Injury Trust Claim or any other matters assumed by or assigned to the Blitz Personal Injury Trust, including, without limitation, (a) the Debtors' books and records transferred to the Blitz Personal Injury Trustee in accordance with section 4.9 of the Plan; (b) any Privileged Information containing a factual or legal analysis or review of any Blitz Personal Injury Trust

Claim; (c) any Privileged Information evaluating the reasonableness, effectiveness, or confirmability of the Plan or any other plan of reorganization or plan of liquidation filed in the Chapter 11 Cases; (d) any Privileged Information that was created solely in connection with the mediations giving rise to the Insurance Settlement and the BAH Settlement; (e) any Privileged Information exchanged by the Debtors or their professionals, on the one hand, and the Creditors' Committee, Wal-Mart, and/or the Participating Insurers or their respective professionals, on the other hand, related to the Plan, the Plan Documents, the Insurance Settlement, the BAH Settlement or the Blitz Personal Injury Trust Claims; and (f) any Privileged Information containing a factual or legal analysis of the Debtors' or any other Additional Insured's obligations and/or potential exposure in connection with any Blitz Product, Blitz Product Litigation, or Blitz Personal Injury Trust Claim.

Blitz Personal Injury TAC: The Blitz Personal Injury Trust Advisory Committee to be formed to represent all holders of Blitz Personal Injury Trust Claims and to advise the Blitz Personal Injury Trustee, whose duties and responsibilities are set forth in section 4.8 hereof and in the Blitz Personal Injury Trust Agreement. Prior to the Confirmation Hearing, the Participating Blitz Personal Injury Claimants who serve on the Creditors' Committee shall select the initial members of the Blitz Personal Injury TAC.

Blitz Personal Injury TDP: The Blitz Personal Injury Trust Distribution Procedures to be implemented by the Blitz Personal Injury Trust pursuant to the terms and conditions of the Plan and attached as Exhibit 4 to the Plan, as it may be amended from time to time.

Blitz Personal Injury Trust: The trust established under Article IV of the Plan pursuant to section 105 of the Bankruptcy Code and pursuant to the Blitz Personal Injury Trust Agreement.

Blitz Personal Injury Trust Agreement: The trust agreement that governs the creation and operation of the Blitz Personal Injury Trust, a copy of which is attached as Exhibit 2 to the Plan.

Blitz Personal Injury Trust Assets: The assets and rights transferred or contributed to the Blitz Personal Injury Trust pursuant to the Plan, the Plan Documents and the Confirmation

Order, and any and all interests, proceeds and investment income accrued thereon and all proceeds thereof, including, without limitation, (a) the Insurance Settlement Payment; (b) the Assigned Blitz Insurance Policies; (c) the Assigned Blitz Insurance Policy Rights; (d) all defenses, rights of setoff, or recoupment with respect to any Blitz Personal Injury Trust Claim; (e) all contribution, reimbursement, subrogation or indemnity rights with respect to any Blitz Personal Injury Trust Claim asserted against a Assigned Blitz Insurance Policy; (f) the sum of \$1.54 million from the Blitz Liquidating Trust and (g) any and all bonds or other collateral posted to secure pre-petition judgments entered with respect to Blitz Personal Injury Claims, but solely in the amount necessary to pay, compromise or otherwise resolve the pre-petition judgment, after which the remaining amounts (if any) of such bond and/or collateral shall be transferred to the Blitz Liquidating Trust.

Blitz Personal Injury Trust Claims: Any Blitz Personal Injury Claim, Vendor Claim, Co-Defendant Claim and/or Direct Action Claim.

Blitz Personal Injury Trust Documents: The Blitz Personal Injury Trust Agreement and all documents, attachments and exhibits thereto, including but not limited to, the Blitz Personal Injury TDP, and any amendments thereto made in accordance with the Bankruptcy Code, and which aid in effectuating the Blitz Personal Injury Trust, which documents, attachments, and exhibits shall be filed with the Bankruptcy Court.

Blitz Personal Injury Trust Expenses: Any and all costs, expenses, fees, taxes, disbursements, debts or obligations incurred for the administration of the Blitz Personal Injury Trust pursuant to the Blitz Personal Injury Trust Agreement, including, without limitation, the indemnification of the Indemnified Parties, to be paid by the Blitz Personal Injury Trust.

Blitz Personal Injury Trust Termination Date: The date on which the Blitz Personal Injury Trust is terminated as determined pursuant to the terms of the Blitz Personal Injury Trust Agreement.

Blitz Personal Injury Trustee: The individual initially selected by the Participating Blitz Personal Injury Claimants who serve on the Creditors' Committee to act as trustee of the

Blitz Personal Injury Trust pursuant to the terms of the Blitz Personal Injury Trust Documents to administer the Blitz Personal Injury Trust, and any successors thereto.

Blitz Product: Any product or products manufactured, designed, supplied, produced, marketed, sold and/or distributed by or on behalf of any Debtor including, without limitation, personal consumer gas cans.

Blitz Product Litigation: Any claims and lawsuits filed in various jurisdictions against any of the Protected Parties involving claims arising out of and/or related to, in any manner or fashion, Blitz Product, including claims alleging personal injury, financial loss, loss of consortium, bodily injury, mental injury, mental anguish, shock, sickness, disease, disability, or death or the fear or apprehension thereof, or seeking compensation for the cost of medical monitoring or screening, or seeking relief of any kind for any other injury or condition of any kind or sort whatsoever, arising out of, caused by or related to, in whole or in part, directly or indirectly, any alleged manufacture, sale, handling, distribution, specification of the use of, or use of Blitz Product.

Business Day: Any day other than Saturday, Sunday, or a “legal holiday,” as such term is defined in Bankruptcy Rule 9006(a).

Capitalized Lease: Any lease that is required to be treated as a capital lease under GAAP.

Cash: United States currency, a check drawn on a U.S. domestic bank, or a wire transfer of funds.

Cash Reserves: The BAH Debtors Contingent Claims Cash Reserve, the USA Debtors Contingent Claims Cash Reserve, the BAH Debtors Disputed Claims Cash Reserve and the USA Debtors Disputed Claims Cash Reserve.

Channeling Injunction: The permanent injunction provided for in section 4.3.3 of the Plan with respect to Blitz Personal Injury Trust Claims to be issued pursuant to the Confirmation Order.

Chapter 11 Cases: The chapter 11 cases of the Debtors commenced by the filing of voluntary petitions for relief under Chapter 11 of the Bankruptcy Code on the applicable Petition Date and jointly administered in the Bankruptcy Court at Case No. 11-13603 (PJW).

Claim: A “claim,” as defined in section 101(5) of the Bankruptcy Code.

Class: A category of Claims or Equity Interests pursuant to a Plan, as such term is used and described in section 1122 of the Bankruptcy Code.

Class Claim/Equity Interest: The specific Class into which Claims or Equity Interests are classified pursuant to the Plan.

Co-Defendant Claim: Any claim, including without limitation, any Claim (other than any Blitz Personal Injury Claim, Blitz Vendor Claim, or Direct Action Claim) asserted against any of the Debtors or any other Protected Party that (a) that occurred on or before 12:01 AM CST on July 31, 2012 (b) is based on a right of contribution, reimbursement, subrogation or indemnity (as those terms are defined by the non-bankruptcy law of any relevant jurisdiction), whether arising by contract or by operation of law, or similar claims, whether or not such claim is reduced to judgment, liquidated, unliquidated, fixed, contingent, matured, unmatured, disputed, undisputed, legal, equitable, secured, or unsecured, whether or not the facts or legal bases therefore are known or unknown, and regardless of whether in the nature of or sounding in contract, tort, warranty, guarantee, contribution, joint and several liability, subrogation, reimbursement, indemnity, statutory right, conspiracy, conducting a fraudulent defense, or any other theory of law, equity or admiralty; and (c) asserts liability or responsibility directly, indirectly or derivatively arising out of, attributable to, or resulting from either a Blitz Personal Injury Trust Claim or a Blitz Product.

Confidential Information: Any document (as used in Federal Rule of Civil Procedure 34(a), including, without limitation, electronic or computerized compilations), communication, or other information that is confidential in nature, including, but not limited to, any document or communication that contains non-public, confidential, proprietary and/or sensitive commercial, financial or business information and all non-public documents, information and materials, whether conveyed orally, in writing, or in electronic form, containing information and/or

analyses related to any Blitz Product, Blitz Litigation, the availability of coverage under any Blitz Insurance Policy as well as any notes, summaries, memoranda or other work product created with respect thereto. For the avoidance of doubt, Confidential Information shall include (i) any document produced, whether formally or informally, in connection with these Chapter 11 Cases by parties other than the Debtors, and (ii) any document, communication or information, whether privileged or not privileged, that the Debtors are under a statutory or contractual obligation not to provide to a third party, *provided, however* that the definition of Confidential Information shall not include any discovery materials provided by Wal-Mart in connection with any Blitz Product Litigation, which documents shall be returned to Wal-Mart in accordance with section 35 of the Insurance Settlement Term Sheet.

Confirmation: Approval of the Plan by the Bankruptcy Court, pursuant to section 1129 of the Bankruptcy Code.

Confirmation Date: The date on which the clerk of the Bankruptcy Court enters the Confirmation Order on the docket.

Confirmation Hearing: The hearing to be held before the Bankruptcy Court by which Proponents will seek Confirmation of the Plan.

Confirmation Order: The order entered by the Bankruptcy Court confirming the Plan in accordance with the provisions of chapter 11 of the Bankruptcy Code, which will contain the Channeling Injunction and Releases and otherwise be in form and substance acceptable to the Settling Parties.

Contingent Claims: A Claim that is a contingent and/or unliquidated Claim. Contingent Claims shall not include Blitz Personal Injury Claims

Covered Blitz Personal Injury Claims: Blitz Personal Injury Claims arising between the Release Date and July 31, 2012.

Creditor: A “creditor,” as defined in section 101(10) of the Bankruptcy Code.

Creditors' Committee: The Official Committee of Unsecured Creditors of the Debtors appointed in the Chapter 11 Cases in accordance with section 1102(a) of the Bankruptcy Code and their duly appointed successors, if any, as the same may be reconstituted from time to time.

Crestwood: Collectively, John R. Elmburg, Eric Elmburg, Robert Elmburg, Discovery Plastics, LLC, Crestwood Holdings, Inc. and Bergan, LLC.

Debtors: The USA Debtors and the BAH Debtors, collectively, and as each is individually referred to from time to time as a Debtor.

Direct Action Claim: Any Claim or cause of action or right to bring a claim or cause of action arising under, arising out of or in any way relating to any Assigned Blitz Insurance Policy, by any holder of a Blitz Personal Injury Trust Claim or other Entity (other than any Debtor or an Additional Insured) against a Non-Participating Insurer, whether arising by contract, in tort, or under the laws of any jurisdiction, including any statute that gives a third party a direct cause of action against a Non-Participating Insurer, excluding, however, any claim by any other Non-Participating Insurer for statutory, equitable or other contribution, subrogation, or indemnity. For the avoidance of doubt, Direct Action Claims are limited to Claims occurring on or before the Release Date

Disclosure Statement: The Disclosure Statement dated November 12, 2013, filed under section 1125 of the Bankruptcy Code in the Chapter 11 Cases with respect to the Plan, as it may be amended from time to time.

Disputed Claim: A Claim which has been (i) "scheduled" as disputed or (ii) subject to an objection filed within the applicable period of limitation fixed by either the Plan or the Bankruptcy Code, the Bankruptcy Rules or the Bankruptcy Court; *provided, however*, regardless of whether an objection has been filed to such Claims, all Blitz Personal Injury Trust Claims shall be treated as Disputed Claims until deemed otherwise in accordance with the Blitz Personal Injury TDP.

Distribution: The payment or distribution under the Plan of property or interests in property of the Debtors to the holders of Allowed Claims, to the Blitz Liquidating Trust and to the Blitz Personal Injury Trust, as applicable.

District Court: The United States District Court for the District of Delaware.

Effective Date: The first Business Day after the date on which all of the conditions precedent to the effectiveness of the Plan have been satisfied or waived in accordance with the terms of the Plan, or, if a stay of the Confirmation Order is in effect on such date, the first Business Day after the expiration, dissolution, or lifting of such stay, *provided, however*, the Effective Date may occur on such other date agreed to in writing by all the Settling Parties. As reasonably promptly as is practical under the then prevailing circumstances, the Proponents shall file a notice with the Bankruptcy Court of the occurrence of the Effective Date.

Entity: Any person, individual, corporation, partnership, firm, limited liability company, association, joint stock company, joint venture, estate, trust, business trust, unincorporated organization, government or any political subdivision thereof, the United States Trustee, or other person or entity.

Equity Interest: The legal interests, equitable interests, contractual interests, equity interests or ownership interests, or other rights of any Person in the Debtors including all capital stock, stock certificates, common stock, preferred stock, partnership interests, limited liability company or membership interests, rights, treasury stock, options, warrants, contingent warrants, convertible or exchangeable securities, investment securities, subscriptions or other agreements and contractual rights to acquire or obtain such an interest or share in the Debtors, partnership interests in the Debtors' stock appreciation rights, conversion rights, repurchase rights, redemption rights, dividend rights, preemptive rights, subscription rights and liquidation preferences, puts, calls, awards or commitments of any character whatsoever relating to any such equity, common stock, preferred stock, ownership interests or other shares of capital stock of the Debtors or obligating the Debtors to issue, transfer or sell any shares of capital stock whether or not certificated, transferable, voting or denominated "stock" or a similar security.

Estate: As to each Debtor, the estate created for such Debtor under section 541 of the Bankruptcy Code upon the commencement of its Chapter 11 Case.

Excluded Creditors: Collectively, any member of the Creditors' Committee, the Participating Blitz Personal Injury Claimants and any issuer of a Blitz Insurance Policy.

Exculpated Parties: Each of (i) the Debtors, and any of their respective successors or assigns, and any of their respective Representatives; (ii) the Creditors' Committee, its members and any of their respective Representatives; and (iii) the Protected Parties and any of their respective Representatives.

File, Filed, or Filing: Shall mean, respectively, file, filed, or filing with the Bankruptcy Court or its authorized designee in these Chapter 11 Cases.

Final Order: An order of a court: (i) as to which the time to appeal, petition for writ of certiorari, or otherwise seek appellate review or to move for reargument, rehearing or reconsideration has expired and as to which no appeal, petition for writ of certiorari, or other appellate review, or proceedings for reargument, rehearing or reconsideration shall then be pending; or (ii) in the event that an appeal, writ of certiorari, or other appellate review or reargument, rehearing or reconsideration thereof has been sought, such order shall have been affirmed by the highest court to which such order was appealed from which writ of certiorari or other appellate review or reargument, rehearing or reconsideration was sought, and the time to take any further appeal, to petition for writ of certiorari, to otherwise seek appellate review, and to move for reargument, rehearing or reconsideration shall have expired or such appeal has been withdrawn with prejudice; *provided, however*, that the possibility that a motion under Rule 59 or Rule 60 of the Federal Rules of Civil Procedure, or any analogous rule under the Bankruptcy Rules or applicable state court rules of civil procedure, may be Filed with respect to such order shall not cause such order not to be a Final Order.

Flick Claim: the proof of claim filed by Rocky Flick, which claim has been assigned number 274 by the Debtors' claims and noticing agent.

GAAP: Generally Accepted Accounting Principles as used in the United States, as in effect at the date of the Effective Date of the Plan.

General Unsecured Claim: An unsecured Claim against any Debtor, including any claims in connection with the rejection or termination of executory contracts and unexpired leases, but excluding any Administrative Expense Claims, Priority Claims, Secured Claims, Intercompany Claims, Equity Interests, and Blitz Personal Injury Trust Claims.

Impaired: When used in reference to a Claim or Equity Interest, a Claim or Equity Interest that is impaired within the meaning of section 1124 of the Bankruptcy Code.

Indemnified Parties: The Debtors; the present and former directors and officers of each of the Debtors; the Participating Insurers; Wal-Mart; The BAH Released Parties; shareholders of Debtors solely in their capacity as shareholders and solely related to the Blitz Personal Injury Claims; and the Representatives, Affiliates, subsidiaries and/or successors of each of the foregoing Entities.

Injunctions: The Plan Injunction provided for in section 7.3 of the Plan, the Section 346 Injunction provided for in section 15.7 of the Plan and the Channeling Injunction provided for in section 4.3.3 of the Plan.

Insurance Action: Any Claim, cause of action, or right of any of the Debtors, any Vendor and/or the Blitz Personal Injury Trust against any Non-Participating Insurer, arising from or related to: (a) the failure to provide or pay under an Assigned Blitz Insurance Policy, (b) the refusal of any Non-Participating Insurer to pay any obligation on, or compromise and settle, any Blitz Personal Injury Trust Claim under or pursuant to any Assigned Blitz Insurance Policy, or (c) the enforcement of any Assigned Blitz Insurance Policy Rights, (d) the interpretation or enforcement of the terms of any Assigned Blitz Insurance Policies with respect to any Blitz Personal Injury Trust Claim.

Insurance Policy Buy-Back: The repurchase and retirement of the Participating Insurer Policies pursuant to the Insurance Policy Buy-Back Order and the Confirmation Order.

Insurance Policy Buy-Back Order: That certain Order approving the Insurance Policy Buy-Back entered by the Bankruptcy Court on November ___, 2013.

Insurance Settlement: That certain settlement agreement by and among the Insurance Settling Parties as reflected in the Insurance Settlement Term Sheet.

Insurance Settlement Motion: That certain Motion for Order under 11 U.S.C. §§ 105 and 363 and Fed. R. Bankr. P. 2002, 6004 and 9019 Approving Settlement and Authorizing Debtors to (I) Compromise, Settle, Release and Dismiss Claims of and Against the Debtors

Pursuant to Insurance Settlement Term Sheet, and (II) Sell Certain Insurance Policies Back to the Participating Insurers Free and Clear of Liens, Claims, Interests and Other Encumbrances [Docket No. 1537] that was filed on July 24, 2013.

Insurance Settlement Order: That certain Order with Respect to Motion for Order under 11 U.S.C. §§ 105 and 363 and Fed. R. Bankr. P. 2002, 6004 and 9019 Approving Settlement and Authorizing Debtors to (I) Compromise, Settle, Release and Dismiss Claims of and Against the Debtors Pursuant to Insurance Settlement Term Sheet, and (II) Sell Certain Insurance Policies Back to the Participating Insurers Free and Clear of Liens, Claims, Interests and Other Encumbrances [Docket No. 1616] that was entered by the Bankruptcy Court on August 14, 2013.

Insurance Settlement Payment: The sum of \$161,320,000.00, which, pursuant to the Insurance Settlement and Insurance Policy Buy-Back, is to be paid by the Participating Insurers and Wal-Mart to the Blitz Personal Injury Trust within thirty (30) days after (i) the Confirmation Order becomes a Final Order or (ii) the Participating Insurers and Wal-Mart, each in their sole discretion, agree to waive the Final Order requirement.

Insurance Settlement Term Sheet: The term sheet attached as Exhibit 8 hereto, and incorporated into the Plan in its entirety subject to section 1.2.5 of the Plan.

Insurance Settling Parties: Collectively, the Debtors, the Committee, the Participating Insurers, the Participating Blitz Personal Injury Claimants and Wal-Mart.

Intercompany Claim: Any Claim by a Debtor against another Debtor.

Internal Revenue Code: The Internal Revenue Code of 1986, as amended, and any applicable rulings, regulations (including temporary and proposed regulations) promulgated thereunder, judicial decisions, and notices, announcements, and other releases of the United States Treasury Department or the IRS.

IRS: The United States of America's Internal Revenue Service.

Kinderhook: Together, Kinderhook Industries II, L.P. and Kinderhook Capital Fund II, LP.

Kinderhook Directors: Together, Christian P. Michalik and Louis Aurelio.

Lien: A “lien,” as defined in section 101(37) of the Bankruptcy Code.

Non-Compensatory Damages: Any and all damages awarded by a court of competent jurisdiction that are penal or exemplary in nature, including, without limitation, any fine, penalty, forfeiture, attorneys’ fees (to the extent such attorneys’ fees are punitive or exemplary in nature), or multiple, punitive, exemplary, vindictive, imaginary, or presumptive damages based upon, arising from, or relating to any cause of action whatsoever (including, without limitation, violation of law, personal injury, or wrongful death, whether secured or unsecured, liquidated or unliquidated, fixed or contingent, matured or unmatured, known or unknown, foresee or unforeseen, then existing or thereafter arising in law, equity or otherwise).

Non-Kinderhook Directors: Collectively, Rocky Flick, James Pearson and Charles Neal.

Non-Participating Insurers: Collectively, Hartford Insurance Company, Lumbermens Mutual Casualty Company, Admiral Insurance Company, American International Group, Nautilus Insurance Company, Arrowood Indemnity, RSUI Group, Inc., and any other Blitz Insurer who is not a Participating Insurer.

Notice of Non-Occurrence of Effective Date: A notice that may be filed by 75% of Participating Blitz Personal Injury Claimants if less than 80% of the Insurance Settlement Payment has been paid within 10 days after such payment is due in accordance with the provisions of paragraph 3 of the Insurance Settlement Term Sheet.

Objection(s): Any objection, application, motion, complaint or any other legal proceeding seeking, in whole or in part, to disallow, determine, liquidate, classify, reclassify, or establish the priority, expunge, subordinate or estimate any Claim (including the resolution of any request for payment of any Administrative Expense Claim).

Participating Blitz Personal Injury Claimants: The holders of Blitz Personal Injury Claims, including, without limitation, those claimants identified on Exhibit 7 hereto.

Participating Insurer Policies: Any Blitz Insurance Policy issued by a Participating Insurer, including, without limitation the policies listed on Exhibit 6 hereto.

Participating Insurer: Collectively, Old Republic Insurance Company, First Mercury Insurance Company, First Specialty Insurance Corporation, Liberty Surplus Insurance Corporation, Liberty Insurance Underwriters Inc., Arch Insurance Company, Continental Casualty Company, Westchester, Endurance American Specialty Insurance Company, Interstate Fire and Casualty Insurance Company, Navigators Specialty Insurance Company, Axis Surplus Insurance Company, United States Fire Insurance Company (solely in its capacity as claims handler for the policies issued to the Debtors on behalf of First Mercury Insurance Company that are listed on Exhibit 1 to the Insurance Settlement Term Sheet and not on behalf of policies, if any, that might have been issued by United States Fire Insurance Company) and each of their predecessors, and present or past parents, subsidiaries, divisions, affiliates, directors, officers, agents, employees, representatives, members, and attorneys, their successors and assigns but only in their capacity as such, and any entity that acquires any of the foregoing entities through assignment, merger, or otherwise, but only to the extent that such acquiring entity succeeds to such foregoing entity's rights and obligations as the existed on the execution date of the Insurance Settlement Term Sheet.

Petition Date: November 9, 2011, the date on which the Debtors commenced their Chapter 11 Cases in the Bankruptcy Court.

Permissible Investments: (a) short-term direct obligations of, or obligations guaranteed by, the United States of America, (b) short-term obligations of any agency or corporation which is or may hereafter be created by or pursuant to an act of the Congress of the United States as an agency or instrumentality thereof, (c) demand deposits or certificates of deposit at any bank or trust company, which has, at the time of the deposit, a capital stock and surplus aggregating at least \$1,000,000,000, or (d) such other investments as the Bankruptcy Court may approve from time to time.

Plan: This Plan of Liquidation in its present form or as it may be amended, supplemented, or otherwise modified from time to time, and the exhibits and schedules to the foregoing, as the same may be in effect at the time such reference becomes operative.

Plan Documents: The Plan, the Disclosure Statement, the Plan Supplement, and all documents, attachments and exhibits thereto, including, but not limited to, the Blitz Personal Injury Trust Documents, the Blitz Liquidating Trust Documents, and any amendments thereto made in accordance with the Bankruptcy Code, and which aid in effectuating the Plan, which documents, attachments, and exhibits shall be filed with the Bankruptcy Court.

Plan Injunction: The injunction issued pursuant to section 7.3 of the Plan.

Plan Supplement: The compilation of documents or forms of documents specified in the Plan, including, without limitation, any exhibits to the Plan not included herewith, each in form and substance acceptable to Proponents.

Plan Support Agreements: Together, the Insurance Settlement Term Sheet and the BAH Settlement Term Sheet as approved by the Insurance Settlement Order and the BAH Settlement Order, respectively.

Priority Claim: Any Claim against a Debtor to the extent such claim is entitled to priority in right of payment under section 507(a) of the Bankruptcy Code, other than an Administrative Expense Claim.

Privileged Information: Any document (as used in Federal Rule of Civil Procedure 34(a), including, without limitation, electronic or computerized compilations), communication, or other information subject to any attorney-client privilege, work product protection, common interest privilege or other privilege, protection or immunity held by any or all of the Debtors or the Debtors' Estates. For purposes of Federal Rules of Evidence 501 and 502, the Blitz Personal Injury Trustee and/or the Blitz Liquidating Trustee as applicable shall be deemed a successor in interest to the Debtors with respect to all privileges, protections and immunities held by the Debtors or their Estates.

Proponents: The Debtors and the Creditors' Committee along with any other Entity that joins as a proponent of the Plan prior to the Confirmation Date, collectively.

Protected Party: Any of the following Entities:

(a) the Debtors;

- (b) the present and former directors and officers of each of the Debtors;
- (c) the Participating Insurers;
- (d) Wal-Mart;
- (e) Vendors;
- (f) Any holder of a Co-Defendant Claim;
- (g) Any other Additional Insureds;
- (h) The BAH Released Parties;
- (i) Shareholders of Debtors solely in their capacity as shareholders and solely related to the Blitz Personal Injury Claims; and
- (j) Representatives, Affiliates, subsidiaries and/or successors of each of the foregoing Entities.

Pro Rata: The proportion that the Allowed Claim or Interest in a particular Class bears to the aggregate amount of (a) Allowed Claims or Allowed Equity Interests in such Class as of the date of determination, plus (b) Disputed Claims or Disputed Interests in such Class as of the date of determination, in their aggregate face amounts or such other amount: (i) as calculated by the Debtors or the Blitz Liquidating Trustee, as applicable, on or before the date of any such Distribution, (ii) as determined by an Order of the Bankruptcy Court estimating such Disputed Claim, or (iii) as directed by a Final Order of the Bankruptcy Court.

Qualified Settlement Fund: as defined in section 4.3 hereof.

Released Claim: Any Claim released by operation of the Releases.

Release Date: July 31, 2007 at 12:01 a.m. CST.

Releases: The releases provided for in section 7.2 of the Plan, including its subparagraphs.

Representative: With respect to any Entity, the present and former directors, officers, members, managers, employees, trustees, accountants (including independent certified public

accountants), advisors, attorneys, consultants, experts or other agents of that Entity, or any other professionals of that Entity, in each case in their capacity as such.

Secured Claim: An Allowed Claim against a Debtor that is (i) secured by a Lien on a property in which a Debtor has an interest, to the extent of the value of the property that secures the Claim, (ii) secured by a letter of credit, Cash or a bond posted by or for the benefit of the Debtor or (iii) derived from or based upon a Secured Financing Agreement.

Secured Financing Agreements: An agreement between an Entity and a Debtor that creates a Lien in favor of such Entity in property of the Debtors, or a Capitalized Lease.

Section 346 Injunction: The injunction provided in section 15.7 of the Plan.

Section 503(b)(9) Claims: Claims arising under section 503(b)(9) of the Bankruptcy Code for the value of any goods received by Debtors within twenty (20) days before the commencement of the Chapter 11 Cases in which the goods have been sold to Debtors in the ordinary course of Debtors' business.

Settlement Motions: Together, the Insurance Settlement Motion and the BAH Settlement Motion.

Settling Parties: Collectively, the Insurance Settling Parties and the BAH Settling Parties.

Subsidiary: "Subsidiary" of an Entity shall mean another Entity of which the first Entity is the direct or indirect owner of (i) securities entitling the first Entity to exercise a majority of the voting power with respect to the election of board of directors, managing trustees, or similar governing Entities for the other Entity or (ii) securities representing a majority of the equity interest of the other Entity.

Unimpaired: When used in reference to a Claim or Equity Interest, any Claim or Equity Interest that is not impaired within the meaning of section 1124 of the Bankruptcy Code.

Unliquidated Claim: Any Claim, the amount of liability for which has not been fixed, whether pursuant to agreement, applicable law, or otherwise, as of the date on which such Claim is sought to be estimated or any objection to such Claim is filed.

U.S. Trustee: The Office of the United States Trustee for Region 3.

USA Debtors: Collectively, Blitz Acquisition, LLC, Blitz U.S.A., Inc., MiamiOK LLC (f/k/a F3 Brands LLC) and Blitz RE Holdings, LLC.

USA Debtors Contingent Claims Cash Reserve: The Cash deposited by the Liquidating Trustee in one or more segregated accounts on the Effective Date, which amount shall be the good faith estimate of the total Distributions to be made on account of all Contingent Claims against the USA Debtors as of such date. The USA Debtors or the Blitz Liquidation Trustee, as applicable, shall seek Bankruptcy Court approval of such Contingent Claims Cash Reserve on the Effective Date or as soon thereafter as practicable.

USA Debtors Disputed Claims Cash Reserve: The Cash deposited by the Blitz Liquidating Trustee or in one or more segregated accounts on the Effective Date which amount shall be the good faith estimate of the total Distributions to be made on account of all Disputed Claims, determined by the Blitz Liquidating Trustee.

Vendor: Any Entity that, prior to the Effective Date, sold or distributed any product manufactured, sold, distributed or otherwise produced by the Debtors.

Vendor Claim: Any claim, including without limitation, any Claim (other than any Blitz Personal Injury Claim, Co-Defendant Claim, or Direct Action Claim) asserted by any present or former vendor, retailer, seller, reseller and/or distributor of any Blitz Product against any Debtor or any other Protected Party, that (a) occurred on or before 12:01 AM CST on July 31, 2012; (b)(i) is based on a right of contribution, reimbursement, subrogation or indemnity (as those terms are defined by the non-bankruptcy law of any relevant jurisdiction), whether arising by contract or by operation of law, or similar claims, whether or not such claim is reduced to judgment, liquidated, unliquidated, fixed, contingent, matured, unmatured, disputed, undisputed, legal, equitable, secured, or unsecured, whether or not the facts or legal bases therefor are known or unknown, and regardless of whether in the nature of or sounding in contract, tort, warranty,

guarantee, contribution, joint and several liability, subrogation, reimbursement, indemnity, statutory right, conspiracy, conducting a fraudulent defense, or any other theory of law, equity or admiralty, and (ii) asserts liability or responsibility directly, indirectly or derivatively arising out of, attributable to, or resulting from a Blitz Personal Injury Trust Claim; or (c) arises on account of any Debtor's rejection of an executory contract providing for indemnification by any such Debtor of liability for Blitz Personal Injury Trust Claims.

Voting Procedures: Detailed instructions and procedures relating to the solicitation of votes with respect to the Plan, as approved by the Voting Procedures Order.

Voting Procedures Order: The order entered by the Bankruptcy Court dated November ____, 2013 approving the Voting Procedures.

Wal-Mart: Wal-Mart Stores, Inc., each of its predecessors, and present or past parents, subsidiaries, divisions, affiliates, their successors and assigns but only in their capacity as such, and any entity that acquires any of the foregoing entities through assignment, merger, or otherwise, but only to the extent that such acquiring entity succeeds to such foregoing entity's rights and obligations as they existed on the execution date of the Insurance Settlement Term Sheet, and the Representatives for any of the foregoing in their capacity as such.

Westchester: Together, Westchester Fire Insurance Company and Westchester Surplus Lines Insurance Company.

Exhibit 2

(Blitz Personal Injury Trust Agreement)

BLITZ PERSONAL INJURY TRUST AGREEMENT

TABLE OF CONTENTS

SECTION 1 AGREEMENT OF TRUST	2
1.1 Creation and Name	2
1.2 Purpose	3
1.3 Transfer of Assets	3
1.4 Acceptance of Assets and Assumption of Liabilities	3
SECTION 2 POWERS AND TRUST ADMINISTRATION	5
2.1 Powers	5
2.2 General Administration	9
2.3 Claims Administration.....	13
2.4 MSP Claims Reporting.....	14
2.5 Payment of MSP Obligations	17
2.6 Indemnification for Medicare Claims Reporting and Payment Obligations	18
SECTION 3 ACCOUNTS, INVESTMENTS, AND PAYMENTS	18
3.1 Accounts	18
3.2 Investments.....	18
3.3 Source of Payments	21
SECTION 4 BLITZ PERSONAL INJURY TRUSTEE.....	21
4.1 Number	21
4.2 Term of Service	21
4.3 Appointment of Successor Blitz Personal Injury Trustee	22
4.4 Liability of Blitz Personal Injury Trustee, Blitz Personal Injury TAC	23
4.5 Compensation and Expenses of Blitz Personal Injury Trustee	23
4.6 Blitz Personal Injury Trustee’s Employment of Experts.....	25
4.7 Blitz Personal Injury Trustee’s Independence.....	25
4.8 Bond	25
SECTION 5 TRUST ADVISORY COMMITTEE.....	26
5.1 Members	26
5.2 Duties.....	26
5.3 Term of Office	26
5.4 Appointment of Successor Members.....	27
5.5 Blitz Personal Injury TAC’s Employment of Professionals.....	28
5.6 Compensation and Expenses of Blitz Personal Injury TAC	28
SECTION 6 GENERAL PROVISIONS	29
6.1 Procedures for Consultation with Blitz Personal Injury TAC	29

6.2	Indemnification.....	30
6.3	Irrevocability.....	31
6.4	Termination	31
6.5	Amendments.....	32
6.6	Severability	33
6.7	Notices	33
6.8	Successors and Assigns	34
6.9	Entire Agreement; No Waiver	35
6.10	Headings	35
6.11	Governing Law	35
6.12	Debtors' Representations and Cooperation	35
6.13	Dispute Resolution.....	35
6.14	Enforcement and Administration.....	35
6.15	Effectiveness	36
6.16	Counterpart Signatures.....	36

BLITZ PERSONAL INJURY TRUST AGREEMENT¹

This Blitz Personal Injury Trust Agreement (the “Agreement”), dated as of _____, 2013, and effective as of the later of the date on which all parties to this Agreement have executed this Agreement or the Effective Date of the Plan, is entered into by Blitz USA, Inc., Blitz Acquisition, LLC, Blitz RE Holdings, LLC, and MiamiOK LLC f/k/a F3Brands LLC (collectively, the “USA Debtors”) and LAM 2011 Holdings, LLC and Blitz Acquisition Holdings, Inc. (the “BAH Debtors”, and together with the USA Debtors, the “Debtors” or the “Settlors”), debtors and debtors-in-possession in the Chapter 11 Cases, as Settlers and by the Blitz Personal Injury Trustee and the Blitz Personal Injury Trust Advisory Committee (“Blitz Personal Injury TAC”) identified on the signature page hereof.

WHEREAS, on the Petition Date, each of the Debtors filed voluntary petitions for relief under Chapter 11 of the Bankruptcy Code with the Bankruptcy Court. The Chapter 11 Cases, which are captioned *In re Blitz USA, Inc. et al.*, Case No. 11-13603 (PJW), are being jointly administered by the Bankruptcy Court.

WHEREAS, as of the Petition Date, some of the Debtors had been named as defendants in Blitz Product Litigation.

WHEREAS, the Plan was confirmed by the Confirmation Order dated _____, 2014 and entered by the Bankruptcy Court.

WHEREAS, the Plan Documents, provide, among things, for the creation of the Blitz Personal Injury Trust.

WHEREAS, pursuant to the Plan, the Blitz Personal Injury Trust shall be established to, among other things, assume liability for all Blitz Personal Injury Trust Claims; administer, process, settle, resolve and liquidate such Blitz Personal Injury Trust Claims; and to use the Blitz Personal Injury Trust Assets to satisfy all such Blitz Personal Injury Trust Claims that may

¹ All capitalized terms not otherwise defined herein shall have their respective meanings as set forth in the *Debtors’ and Official Committee of Unsecured Creditors’ Joint Plan of Liquidation*, as may be amended, modified or supplemented from time to time (the “Plan”) and such definitions are incorporated herein by reference. All capitalized terms not defined herein or in the Plan, but defined in the Bankruptcy Code or Federal Rules of Bankruptcy Procedure (“Bankruptcy Rules”), shall have the meanings given to them by the Bankruptcy Code and Bankruptcy Rules, and such definitions are incorporated herein by reference.

qualify for a recovery in accordance with the terms of this Agreement and the Blitz Personal Injury TDP; preserve, hold, manage, maximize and use the Blitz Personal Injury Trust Assets to administer, process, settle, resolve, liquidate and make payments as may be appropriate to holders of Blitz Personal Injury Trust Claims in accordance with this Agreement, the Blitz Personal Injury TDP and the Plan Documents.

WHEREAS, the Plan provides that on the Effective Date, the Blitz Personal Injury Trust Assets will be transferred to the Blitz Personal Injury Trust.

WHEREAS, on the Effective Date, the Debtors shall assign the Assigned Blitz Insurance Policies to the Blitz Personal Injury Trust.

WHEREAS, pursuant to the Plan, the Blitz Personal Injury Trust is intended to qualify as a “qualified settlement fund” within the meaning of section 1.468B-1 *et seq.* of the Treasury Regulations promulgated under Section 468B of the Internal Revenue Code (the “IRC”).

WHEREAS, it is the intent of the Settlers, the Proponents, the Blitz Personal Injury Trustee and the Blitz Personal Injury TAC that the Blitz Personal Injury Trust be administered, maintained, and operated at all times through mechanisms that provide reasonable assurance that the Blitz Personal Injury Trust will administer, process, settle, resolve, liquidate, satisfy and pay, if applicable, all Blitz Personal Injury Trust Claims pursuant to this Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP in compliance with the terms of this Agreement.

WHEREAS, the Bankruptcy Court has determined that the Blitz Personal Injury Trust and the Plan satisfy all the legal prerequisites for issuing the Channeling Injunction pursuant to section 105 of the Bankruptcy Code, and such Channeling Injunction has been entered in connection with the Confirmation Order.

NOW, THEREFORE, for good and valuable consideration, it is hereby agreed as follows:

SECTION 1

AGREEMENT OF TRUST

1.1. Creation and Name. The Debtors, as Settlers, hereby create the Blitz Personal Injury Trust, which is the trust provided for and referred to in Article IV of the Plan. The Blitz

Personal Injury Trustee may transact the business and affairs of the Blitz Personal Injury Trust in the name of the Blitz Personal Injury Trust.

1.2 Purpose. On the Effective Date, the Blitz Personal Injury Trust shall be established in accordance with the Plan Documents. The Blitz Personal Injury Trust shall be a “Qualified Settlement Fund” within the meaning of section 468B of the Internal Revenue Code and the regulations promulgated thereunder. The Blitz Personal Injury Trust shall assume the liability for all Blitz Personal Injury Trust Claims; shall administer, process, settle, resolve and liquidate such Blitz Personal Injury Trust Claims; and shall use the Blitz Personal Injury Trust Assets and the proceeds and income therefrom to satisfy and make payment to all such Blitz Personal Injury Trust Claims that may qualify for a recovery only in accordance with the terms of this Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP, all in accordance with the Plan, the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP. The Blitz Personal Injury Trust will (i) administer, process, settle, resolve, liquidate, satisfy and/or pay, as applicable, Blitz Personal Injury Trust Claims in such a way that the holders of Blitz Personal Injury Claims are treated equitably and in a substantially similar manner, subject to the terms of the Plan, the Blitz Personal Injury Trust Agreement and the Blitz Personal Injury TDP and (ii) in accordance with section 4.14 of the Plan and the Blitz Personal Injury Trust Agreement, defend and indemnify the Protected Parties, at the Blitz Personal Injury Trust’s sole expense, in connection with any proceeding involving, relating to or arising out of, in whole or in part, the enforcement or enforceability of the Channeling Injunction. Blitz Personal Injury Trust Claims shall be channeled to the Blitz Personal Injury Trust pursuant to the Channeling Injunction set forth in section 4.3.3 of the Plan and may thereafter be asserted only and exclusively against the Blitz Personal Injury Trust. All such Blitz Personal Injury Trust Claims shall be liquidated and paid in accordance with this Blitz Personal Injury Trust Agreement, the Blitz Personal Injury TDP, the Plan and the Confirmation Order. The Blitz Personal Injury Trust shall be administered and implemented by the Blitz Personal Injury Trustee as provided in this Blitz Personal Injury Trust Agreement.

1.3 Transfer of Assets. Pursuant to Section 4.5 of the Plan, the USA Debtors, the Participating Insurers, Wal-Mart and the Blitz Liquidating Trust will transfer, issue or assign as appropriate and deliver to the Blitz Personal Injury Trust, the Blitz Personal Injury Trust Assets

at the time and in the manner contemplated by the Plan Documents, in each case free and clear of any Claims, Liens, Equity Interests or other interests of any creditor, shareholder or other Entity.

1.4 Acceptance of Assets and Assumption of Liabilities.

(a) In furtherance of the purposes of the Blitz Personal Injury Trust, the Blitz Personal Injury Trustee, on behalf of the Blitz Personal Injury Trust, hereby expressly accepts the transfer and assignment to the Blitz Personal Injury Trust of the Blitz Personal Injury Trust Assets in the time and manner contemplated by the Plan. The Blitz Personal Injury Trust shall receive the benefits of and shall be bound by the Insurance Settlement as if it had been a party thereto at the time of execution of the Insurance Settlement Term Sheet.

(b) In furtherance of the purposes of the Blitz Personal Injury Trust, the Blitz Personal Injury Trustee, on behalf of the Blitz Personal Injury Trust, expressly assumes liability for all Blitz Personal Injury Trust Claims, subject to and as provided in the Plan and the Plan Documents. The Blitz Personal Injury Trust shall have all defenses, cross-claims, offsets, and recoupments, as well as rights of indemnification, contribution, subrogation, and similar rights, regarding such claims that the Debtors and/or the Protected Parties had, have or would have had under the Plan, applicable law or under any agreement related thereto; *provided, however*, that the Blitz Personal Injury Trust shall not have any cross-claims, rights of recovery, reimbursement, defense, indemnity, offset, recoupment, contribution, subrogation and similar rights against any Protected Party or the Proponents. Regardless of the foregoing, however, to be eligible to receive any payment from the Blitz Personal Injury Trust on account of a Covered Blitz Personal Injury Trust Claim, a Claimant's Covered Blitz Personal Injury Trust Claim must not be barred by any applicable federal, state or foreign statute of limitations or repose.

(c) No provision herein or in the Blitz Personal Injury TDP shall be construed to mandate distributions on any Blitz Personal Injury Trust Claim or other actions that would contravene the Blitz Personal Injury Trust's compliance with the requirements of a "qualified settlement fund" within the meaning of section 1.468B-1 *et seq.* of the Treasury Regulations promulgated under section 468B of the IRC.

(d) The Blitz Personal Injury Trust shall fully and completely defend each of the Debtors, the present and former directors and officers of each of the Debtors, the Participating Insurers, Wal-Mart, the BAH Released Parties, shareholders of the Debtors solely in their capacity as shareholders and solely related to the Blitz Personal Injury Claims, and the Representatives, Affiliates, subsidiaries and/or successors of each of the foregoing connection with any proceeding involving, relating to or arising out of, in whole or in part, the enforcement or enforceability of the Channeling Injunction as set forth in section 4.14 of the Plan. In the event any person or Entity asserts any claim that is subject to the Channeling Injunction, the Blitz Personal Injury Trust shall, at its own expense, defend the validity of the Channeling Injunction and its application and use its best efforts to establish that such Claim is enjoined by filing a motion to defend the Channeling Injunction in the Bankruptcy Court or the Court where the underlying claim is filed. The Participating Insurers, Wal-Mart and the BAH Settling Parties (i) shall have consultation and approval rights with respect to the selection of counsel hired by the Blitz Personal Injury Trust for such defense obligations and (ii) shall have the right, at their own cost and expense, to associate in the defense in any proceeding concerning the enforcement and application of the Channeling Injunction. If the Blitz Personal Injury Trust breaches its duty to fully and completely defend the Protected Parties, the Blitz Personal Injury Trust is obligated to indemnify the Protected Parties, including advancement of defense costs.

(e) Nothing in this Agreement shall be construed in any way to limit the scope, enforceability, or effectiveness of the Channeling Injunction issued in connection with the Plan or the Blitz Personal Injury Trust's assumption of all liability for Blitz Personal Injury Trust Claims.

(f) The sole and exclusive remedy on account of Blitz Personal Injury Trust Claims shall be against the Blitz Personal Injury Trust, and no Blitz Personal Injury Trust Claim that has been channeled to the Blitz Personal Injury Trust may be asserted against any Protected Party. Should any action based on or arising from or in connection with any Blitz Personal Injury Trust Claim be commenced against any of the Debtors, the present and former directors and officers of each of the Debtors, the Participating Insurers, Wal-Mart, the BAH Released Parties, shareholders of the Debtors solely in their capacity as shareholders and solely related to the Blitz Personal Injury Claims, and the

Representatives, Affiliates, subsidiaries and/or successors of each of the foregoing Protected Party in any tribunal whatsoever, the Blitz Personal Injury Trust shall seek to enjoin the prosecution of such action in the Bankruptcy Court in connection with these Chapter 11 Cases or in the jurisdiction where the underlying action is filed.

SECTION 2

POWERS AND TRUST ADMINISTRATION

2.1 Powers.

(a) The Blitz Personal Injury Trustee is and shall act as the fiduciary to the Blitz Personal Injury Trust in accordance with the provisions of this Agreement and the Plan, and shall have the power, on behalf of the Blitz Personal Injury Trust, to exercise all rights and fulfill all obligations of the Blitz Personal Injury Trust hereunder and under the Plan. The Blitz Personal Injury Trustee shall, at all times, administer the Blitz Personal Injury Trust and the Blitz Personal Injury Trust Assets in accordance with the purposes set forth in section 1.2 above. Subject to the limitations set forth in this Agreement, the Blitz Personal Injury Trustee shall have the power to take any and all actions that, in the judgment of the Blitz Personal Injury Trustee, are necessary or proper to fulfill the purposes of the Blitz Personal Injury Trust, including, without limitation, each power expressly granted in this section 2.1, any power reasonably incidental thereto, and any trust power now or hereafter permitted under the laws of the State of Delaware.

(b) Except as required by applicable law or otherwise specified herein, the Blitz Personal Injury Trustee need not obtain the order or approval of any court in the exercise of any power or discretion conferred on the Blitz Personal Injury Trustee hereunder.

(c) Without limiting the generality of section 2.1(a) above, and except as limited below, the Blitz Personal Injury Trustee shall have the power to:

- (i) receive and hold the Blitz Personal Injury Trust Assets;
- (ii) invest the monies held from time to time by the Blitz Personal Injury Trust;

- (iii) enter into leasing and financing agreements with third parties to the extent such agreements are reasonably necessary to permit the Blitz Personal Injury Trust to operate;
- (iv) pay the Blitz Personal Injury Trust Expenses;
- (v) establish such reserves and accounts, including but not limited to reserves for the Blitz Personal Injury Trust Expenses, with the Blitz Personal Injury Trust Assets as deemed by the Blitz Personal Injury Trustee to be useful in carrying out the purposes of the Blitz Personal Injury Trust;
- (vi) sue and be sued and participate, as a party or otherwise, in any judicial, administrative, arbitral, or other proceeding;
- (vii) establish, supervise and administer the Blitz Personal Injury Trust in accordance with the Plan, this Agreement and the Blitz Personal Injury TDP, and take any and all actions contemplated to be taken by the Blitz Personal Injury Trustee under the Blitz Personal Injury TDP;
- (viii) appoint officers, hire employees, and engage legal, financial, accounting, investment, auditing, forecasting, and other consultants and agents as the business of the Blitz Personal Injury Trust may require; and to delegate to such persons power and authority as the fiduciary duties of the Blitz Personal Injury Trustee permit and as the Blitz Personal Injury Trustee, in his or her discretion, deems advisable or necessary to carry out the purposes of the Blitz Personal Injury Trust in accordance with the Plan and this Agreement;
- (ix) pay reasonable compensation to officers, employees, and legal, financial, accounting, investment, auditing, forecasting, and others hired or retained by the Blitz Personal Injury Trust, including, without limitation, any such persons hired or retained in connection with the alternative dispute resolution and litigation activities of the Blitz Personal Injury Trust;
- (x) compensate the Blitz Personal Injury Trustee, the Blitz Personal Injury TAC members, as provided below, and reimburse the Blitz Personal Injury

Trustee and the Blitz Personal Injury TAC members all reasonable out-of-pocket costs and expenses incurred by such persons in connection with the performance of their duties hereunder;

- (xi) execute and deliver such instruments as the Blitz Personal Injury Trustee considers proper in administering the Blitz Personal Injury Trust;
- (xii) enter into such other arrangements with third parties as are deemed by the Blitz Personal Injury Trustee to be useful in carrying out the purposes of the Blitz Personal Injury Trust, provided such arrangements do not conflict with any other provision of this Agreement;
- (xiii) defend and indemnify, and if appropriate purchase insurance indemnifying (A) the Blitz Personal Injury Trustee, (B) the Blitz Personal Injury TAC, and (C) the officers and employees of, and the legal, financial, accounting, investment, auditing, forecasting, and other advisors or consultants hired or retained by the Blitz Personal Injury Trust (the “Additional Indemnitees”), to the fullest extent that a corporation or trust organized under the law of the State of Delaware is from time to time entitled to indemnify and/or insure its directors, officers, employees, agents, advisors and representatives;
- (xiv) in accordance with section 1.4(d) above and section 4.14 of the Plan, defend the Channeling Injunction;
- (xv) delegate any or all of the authority herein conferred with respect to the investment of all or any portion of the Blitz Personal Injury Trust Assets to any one or more reputable individuals or recognized institutional investment advisors or investment managers without liability for any action taken or omission made because of any such delegation, except as provided in section 4.4 below;
- (xvi) consult with the Blitz Personal Injury TAC at such times and with respect to such issues relating to the conduct of the Blitz Personal Injury Trust as the Blitz Personal Injury Trustee considers desirable; and

(xvii) make, pursue (by litigation or otherwise), collect, compromise or settle, in the name of the Blitz Personal Injury Trust, any Claim, right, action, or cause of action, if any, included in the Blitz Personal Injury Trust Assets before any court of competent jurisdiction; provided that the Blitz Personal Injury Trust must seek approval of any settlement of actions that are pending before the Bankruptcy Court from the Bankruptcy Court after notice to parties in interest;

(xviii) process, resolve and object to Blitz Personal Injury Trust Claims as provided in the Plan, this Agreement and the Blitz Personal Injury TDP.

(d) The Blitz Personal Injury Trustee shall not have the power to cause the Blitz Personal Injury Trust to guarantee debt of any other Entity.

(e) The Blitz Personal Injury Trustee shall give the Blitz Personal Injury TAC prompt notice of any act performed or taken pursuant to sections 2.2(c)(i) and (ii), and 2.2(d), and any act proposed to be performed or taken pursuant to section 2.2(f) below.

(f) The Blitz Personal Injury Trustee shall have the power, but not the obligation, to seek or sue for insurance coverage proceeds only in connection with the rights transferred to the Blitz Personal Injury Trust pursuant to Article IV of the Plan and the Assigned Blitz Insurance Policies.

2.2 General Administration.

(a) The Blitz Personal Injury Trustee shall act in accordance with this Agreement and the Plan. In the event of an inconsistency between the Plan and this Agreement, the Plan shall govern. The Blitz Personal Injury Trust may, at the sole discretion of the Blitz Personal Injury Trustee, adopt bylaws (if adopted, "Blitz Personal Injury Trust Bylaws"). To the extent not inconsistent with the terms of this Agreement, if and as when adopted the Blitz Personal Injury Trust Bylaws shall govern the affairs of the Blitz Personal Injury Trust. In the event of an inconsistency between Blitz Personal Injury Trust Bylaws and this Agreement, this Agreement shall govern.

(b) The Blitz Personal Injury Trustee shall: (i) timely file such income tax and other returns and statements required to be filed by the Blitz Personal Injury Trust and shall

from the Blitz Personal Injury Trust Assets timely pay all taxes required to be paid by the Blitz Personal Injury Trust, (ii) comply with all withholding obligations, as required under the applicable provisions of the IRC and of any state law and any regulations promulgated thereunder, (iii) meet without limitation all requirements necessary to qualify and maintain qualification of the Blitz Personal Injury Trust as a qualified settlement fund within the meaning of section 1.468B-1 *et seq.* of the Treasury Regulations promulgated under section 468B of the IRC, and (iv) take no action that could cause the Blitz Personal Injury Trust to fail to qualify as a qualified settlement fund within the meaning of section 1.468B-1 *et seq.* of the Treasury Regulations promulgated under section 468B of the IRC.

(c) The Blitz Personal Injury Trustee shall timely account to the Bankruptcy Court as follows:

- (i) Depending on whether the Blitz Personal Injury Trustee decides, in his or her sole discretion, to operate the Blitz Personal Injury Trust on a calendar or fiscal year basis, the Blitz Personal Injury Trustee shall cause to be prepared and filed with the Bankruptcy Court, as soon as available, but in no event later than one hundred and twenty (120) days following the end of each calendar or fiscal year, an annual report containing, *inter alia*, financial statements of the Blitz Personal Injury Trust (including, without limitation, a balance sheet of the Blitz Personal Injury Trust as of the end of such fiscal year and a statement of operations for such fiscal year) audited by a firm of independent certified public accountants selected by the Blitz Personal Injury Trustee and accompanied by an opinion of such firm as to the fairness of the financial statements' presentation of the cash and investments available for the payment of claims and as to the conformity of the financial statements with generally accepted accounting principles. The Blitz Personal Injury Trustee shall provide a copy of such report to the Blitz Personal Injury TAC, when such reports are filed with the Bankruptcy Court.
- (ii) Simultaneously with delivery of each set of financial statements referred to in section 2.2(c)(i) above, the Blitz Personal Injury Trustee shall cause to

be prepared and filed with the Bankruptcy Court a report containing a summary regarding the number and type of Blitz Personal Injury Trust Claims disposed of during the period covered by the financial statements. The Blitz Personal Injury Trustee shall provide a copy of such report to the Blitz Personal Injury TAC, when such report is filed with the Bankruptcy Court.

(iii) All materials required to be filed with the Bankruptcy Court by this section 2.2(c) shall be available for inspection by the public in accordance with procedures established by the Bankruptcy Court.

(d) The Blitz Personal Injury Trustee shall cause to be prepared as soon as practicable prior to the commencement of each calendar or fiscal year a budget and cash flow projections covering such calendar or fiscal year. The Blitz Personal Injury Trustee shall provide a copy of the budget and cash flow projections to the Blitz Personal Injury TAC.

(e) The Blitz Personal Injury Trustee shall consult with the Blitz Personal Injury TAC

- (i) on the general implementation and administration of the Blitz Personal Injury Trust;
- (ii) on the general implementation and administration of the Blitz Personal Injury TDP;
- and (iii) on such other matters as may be required under this Agreement and the Blitz Personal Injury TDP.

(f) Without limiting the generality of the foregoing section 2.2(e), the Blitz Personal Injury Trustee shall be required to consult with the Blitz Personal Injury TAC pursuant to the Consultation Process set forth in section 6.1 below:

- (i) to change the Threshold Determination factors set forth in the Blitz Personal Injury TDP, and/or the Gross Score Determination set forth in the Blitz Personal Injury TDP;
- (ii) to establish and/or to change the Claims Materials to be provided by holders of Blitz Personal Injury Trust Claims under the Blitz Personal Injury TDP and the TDP Scoring System, provided that the Claim Materials forms must be consistent with the requirements of the Plan, the Blitz Personal Injury TDP and the TDP Scoring System;

- (iii) to require that Claimants provide additional kinds of medical or other evidence pursuant to the Blitz Personal Injury TDP or the TDP Scoring System;
- (iv) to change the form of release to be provided pursuant to section 6.6 of the Blitz Personal Injury TDP, provided that the changed release must be consistent with the requirements of the Plan and the Plan Documents;
- (v) to terminate the Blitz Personal Injury Trust;
- (vi) to settle rights assigned to the Blitz Personal Injury Trust;
- (vii) to change the compensation of the Blitz Personal Injury Trustee, other than to reflect cost-of-living increases or changes approved by the Bankruptcy Court as otherwise provided herein;
- (viii) to take structural or other actions to minimize any tax on the Blitz Personal Injury Trust Assets;
- (ix) to adopt Blitz Personal Injury Trust Bylaws in accordance with section 2.2(a) above or to amend the Blitz Personal Injury Trust Bylaws in accordance with the terms thereof;
- (x) to amend any provision of this Agreement or the Blitz Personal Injury TDP in accordance with the terms thereof, provided that any such amendments must be consistent with the requirements of the Plan and the Plan Documents; and
- (xii) to develop methods for auditing the reliability of medical evidence.

(g) The Blitz Personal Injury Trustee shall meet with the Blitz Personal Injury TAC no less often than quarterly. The Blitz Personal Injury Trustee otherwise may meet with the Blitz Personal Injury TAC as and when deemed advisable by the Blitz Personal Injury Trustee.

(h) The Blitz Personal Injury Trustee, upon notice from the Blitz Personal Injury TAC, if practicable in view of pending business, shall at the next meeting with the Blitz

Personal Injury TAC, consider issues submitted by the Blitz Personal Injury TAC for consideration by the Blitz Personal Injury Trust.

(i) Periodically, but not less often than once a year, the Blitz Personal Injury Trustee shall make available to Claimants and other interested parties the number of claims that have been resolved by the Blitz Personal Injury Trust and the amounts of the awards in each case.

2.3 Claims Administration.

The bulk of the personal injury claims involving Blitz gasoline containers arise from incidents that occurred between July 31, 2007 (the “Release Date”) and July 31, 2012. In contrast, only a discrete number of claims arise from incidents that occurred on or before the Release Date. The monies contributed to the Personal Injury Trust by the Participating Insurers pursuant to the Insurance Settlement represent consideration for the buy back of Participating Insurance Policies in effect for the period from the Release Date to July 31, 2012, the channeling of Blitz Personal Injury Claims covered by the Participating Insurance Policies to the Blitz Personal Injury Trust, and the releases granted to the Participating Insurers under the Plan. The monies contributed by Wal-Mart under the Insurance Settlement represent consideration for, among other things, the channeling of all Blitz Personal Injury Trust Claims to the Blitz Personal Injury Trust and the release being granted to Wal-Mart under the Plan. As set forth in detail below, in the Blitz Personal Injury TDP and the TDP Scoring System, a portion of the consideration paid under the Insurance Settlement and the BAH Settlement in the sum of \$129,785,000 shall be been allocated to the Non-Appealing Fund and \$30,000,000 to the Special Circumstances Fund to pay claims involving Blitz gasoline containers that arise from incidents that occurred between the Release Date and July 31, 2012. The claims that arose prior to the Release Date are not released against the Non-Participating Insurers and are channeled to the Blitz Personal Injury Trust. Claimants holding claims arising prior to the Release Date will be subject the Channeling Injunction and shall retain all rights to pursue their claims against the Blitz Personal Injury Trust and Assigned Insurance Policies issued by the Non-Participating Insurers.

Blitz Personal Injury Trust Claims shall be administered as follows:

(a) Covered Blitz Personal Injury Claims. The Blitz Personal Injury TDP shall provide mechanisms such as *pro rata* and/or percentage distributions of the proceeds of the Insurance Settlement and the BAH Settlement allocable to the Blitz Personal Injury Trust, net of reserves for fees, costs, expenses and indemnification obligations incurred by the Blitz Personal Injury Trust, on account of Allowed Covered Blitz Personal Injury Claims and; periodic review of estimates of the numbers and values of Allowed Covered Blitz Personal Injury Trust Claims or other comparable mechanisms, that provide reasonable assurance that the Blitz Personal Injury Trust will value and be in a financial position to pay similar Allowed Covered Blitz Personal Injury Claims in substantially the same manner. From and after the Effective Date, the Blitz Personal Injury Trust shall liquidate and pay the Allowed Covered Blitz Personal Injury Claims in accordance with the Blitz Personal Injury TDP.

(b) Blitz Personal Injury Claims Arising Prior to the Release Date. As set forth in Article VII of the Plan, all Blitz Personal Injury Claims that arose prior to the Release Date shall be channeled to the Blitz Personal Injury Trust and will be subject to the Channeling Injunction but shall not be deemed to have released their Blitz Personal Injury Claims against the USA Debtors and the Non-Participating Insurers. Holders of such claims shall retain the right to (i) liquidate their claims and seek payment from the Non-Participating Insurers in accordance with the Plan; (ii) assert their claims against, and , if necessary, prosecute an action against the Non-Participating Insurers, and (iii) may initiate an Insurance Action against the Blitz Personal Injury Trust if necessary to preserve their rights against Non-Participating Insurers.

(c) Vendor Claims, Co-Defendant Claims and Direct Action Claims. Vendor Claims, Co-Defendant Claims and Direct Action Claims shall be channeled to the Blitz Personal Injury Trust and will be subject to the Channeling Injunction. Holders of Vendor Claims, Co-Defendant Claims and Direct Action Claims shall receive the Releases and the benefit of the Channeling Injunction and shall retain their rights, if any, with respect to the Assigned Blitz Insurance Policies but shall not receive any distributions from the Blitz Personal Injury Trust on account of their claims.

(d) Claims Related to Michael Montgomery. In satisfaction of the claims of Michael Montgomery: (i) the Blitz Personal Injury Trust shall pay to Michael Montgomery the sum of \$3,075,000; (ii) Michael Montgomery shall retain and be entitled to pursue his Claims against the insurance policies issued by Non-Participating Insurers that were in effect on the date that his injuries occurred and against Home Depot; and (iii) Michael Montgomery shall have no other or further claims against the Blitz Personal Injury Trust or any of the Protected Parties.

(e) Claims Related to David Calder. In satisfaction of the claim of David Calder and his co-plaintiffs, Debtors, Westchester Fire Insurance Company (“Westchester Fire”) and David Calder and his co-plaintiffs agree to settle and compromise in full the claims of David Calder and his co-plaintiffs by (a) Westchester Fire paying \$2,942,014, and (b) the Debtors or the Blitz Personal Injury Trustee causing to be paid, or directing RLI Insurance Company to pay from the proceeds of the Debtors’ bond that is returnable to the Blitz USA estate (Bond Number RSB4174412) the full amount of that bond that the Debtors posted for on appeal (\$1,057,986.31). The forgoing payments shall be made within thirty (30) days of payment of the Insurance Settlement Amount but shall be further subject to the exchange of full and mutual releases, compliance with Medicare secondary payer requirements and the dismissal with prejudice of all appeals. The automatic stay of section 362 of the Bankruptcy Code shall remain in place through the payment of the Insurance Settlement Amount. If the Debtors or the Blitz Personal Injury Trustee are unable to deliver the full amount of their bond (\$1,057,986.31) from the proceeds of the Debtors’ bond for reasons beyond their control, the Debtors and/or the David Calder and his co-plaintiffs shall be free to go forward with their appeal(s) and otherwise prosecute their claims and, if they opt to do so, the other parties to the settlement of Calder’s Claims shall be relieved of their obligations under this paragraph.

(f) Claims Related to Jonathan Green. [Jonathan Green shall retain and shall not release his claim for sanctions, which is now pending appeal, until the occurrence of the Payment Date (as defined in the Insurance Settlement), and the vacatur of the sanctions order by the Green court (to which the Debtors and the Green plaintiffs consent and the Participating Blitz Personal Injury Claimants do not oppose) , at which time the

\$250,000 that has already been deposited with his counsel in escrow, shall be released and paid to Jonathan Green, and any claim asserted by Green shall be released and the parties to the Green case agree to mutually dismiss their appeals.

2.4 MSP Claims Reporting.

(a) It is the position of the Proponents that neither Debtors nor any Protected Party will have any reporting obligations in respect of their contributions to the Blitz Personal Injury Trust, or in respect of any payments, settlements, resolutions, awards, or other claim liquidations by the Blitz Personal Injury Trust, under the reporting provisions of section 111 of the Medicare, Medicaid, and SCHIP Extension Act of 2007 (P.L.110-173), or any other similar statute or regulation, and any related rules, regulations, or guidance issued in connection therewith (“MMSEA”). Unless and until there is definitive regulatory, legislative, or judicial authority (as embodied in a final non-appealable decision from the United States Court of Appeals for the Third Circuit or the United States Supreme Court), or a letter from the Secretary of Health and Human Services confirming that the Debtors or any Protected Party have no reporting obligations under MMSEA with respect to any settlements, payments, or other awards made by the Blitz Personal Injury Trust or with respect to contributions made or will make to the Blitz Personal Injury Trust, the Blitz Personal Injury Trust shall, at its sole expense, in connection with the implementation of the Plan, act as a reporting agent for the Debtors and/or the Protected Parties and shall timely submit all reports that would be required to be made by the Debtors and/or the Protected Parties under MMSEA on account of any claims settled, resolved, paid, or otherwise liquidated by the Blitz Personal Injury Trust or with respect to contributions to the Blitz Personal Injury Trust including, but not limited to, reports that would be required if the Debtors and/or any Protected Party were determined to be “applicable plans” for purposes of MMSEA, or any of the Debtors and/or any Protected Party were otherwise found to have MMSEA reporting requirements. The Blitz Personal Injury Trust, in its role as reporting agent for the Debtors and/or any Protected Party shall follow all applicable guidance published by the Centers for Medicare & Medicaid Services of the United States Department of Health and Human Services and/or any other agent or successor Entity charged with responsibility for monitoring, assessing, or receiving reports made under

MMSEA (collectively, "CMS") to determine whether or not, and, if so, how, to report to CMS pursuant to MMSEA.

(b) If the Blitz Personal Injury Trust is required to act as a reporting agent for the Debtors and/or any Protected Party pursuant to the provisions of section 2.4(a) above, the Blitz Personal Injury Trust shall provide a written certification to each of the Debtors and/or any Protected Party within ten (10) days following the end of each calendar quarter, confirming that all reports to CMS required by section 2.4(a) have been submitted in a timely fashion, and identifying (i) any reports that were rejected or otherwise identified as noncompliant by CMS, along with the basis for such rejection or noncompliance, and (ii) any payments to Medicare benefits recipients or Medicare-eligible beneficiaries that the Blitz Personal Injury Trust did not report to CMS.

(c) With respect to any reports rejected or otherwise identified as noncompliant by CMS, the Blitz Personal Injury Trust shall, upon request by the Debtors and/or any Protected Party, promptly provide copies of the original reports submitted to CMS, as well as any response received from CMS with respect to such reports; *provided, however*, that the Blitz Personal Injury Trust may redact from such copies the names, social security numbers other than the last four digits, health insurance claim numbers, taxpayer identification numbers, employer identification numbers, mailing addresses, telephone numbers, and dates of birth of the injured parties, Claimants, guardians, conservators and/or other personal representatives, as applicable.

(d) If the Blitz Personal Injury Trust is required to act as a reporting agent for the Debtors and/or any Protected Party pursuant to the provisions of section 2.4(a) above, with respect to each claim of a Medicare benefits recipient or Medicare-eligible beneficiary that was paid by the Blitz Personal Injury Trust and not disclosed to CMS, the Blitz Personal Injury Trust shall, upon request by the Debtors and/or any Protected Party, promptly provide the last four digits of the Claimant's social security number, the year of the Claimant's birth, the Claimant's injury, and any other information that may be necessary in the reasonable judgment of the Debtors and/or any Protected Party to satisfy their obligations, if any, under MMSEA, as well as the basis for the Blitz Personal Injury Trust's failure to report the payment. In the event the Debtors and/or any Protected Party

disagrees with the Blitz Personal Injury Trust's decision not to report a claim paid by the Blitz Personal Injury Trust, the Blitz Personal Injury Trust shall promptly report the payment to CMS. All documentation relied upon by the Blitz Personal Injury Trust in making a determination that a payment did not have to be reported to CMS shall be maintained for a minimum of six years following such determination.

(e) If the Blitz Personal Injury Trust is required to act as a reporting agent for the Debtors and/or any Protected Party pursuant to the provisions of section 2.4(a) above, the Blitz Personal Injury Trust shall make the reports and provide the certifications required by sections 2.4(a) and (b) above until such time as each of the Debtors and/or any Protected Party all determine, in their reasonable judgment, that they have no further legal obligation under MMSEA or otherwise to report any settlements, resolutions, payments, or liquidation determinations made by the Blitz Personal Injury Trust or contributions to the Blitz Personal Injury Trust. Furthermore, following any permitted cessation of reporting, or if reporting has not previously commenced due to the satisfaction of one or more of the conditions set forth in section 2.4(a) above, and if the Debtors and/or any Protected Party reasonably determine, based on subsequent legislative, administrative, regulatory, or judicial developments, that reporting is required, then the Blitz Personal Injury Trust shall promptly perform its obligations under sections 2.4(a) and (b) above.

(f) Section 2.4(a) above is intended to be purely prophylactic in nature, and does not imply, and shall not constitute an admission, that the Debtors and/or any Protected Party are in fact "applicable plans" within the meaning of MMSEA, or that they have any legal obligation to report any actions undertaken by the Blitz Personal Injury Trust or contributions to the Blitz Personal Injury Trust under MMSEA or any other statute or regulation.

(g) In the event that CMS concludes that reporting done by the Blitz Personal Injury Trust in accordance with section 2.4(a) above is or may be deficient in any way, and has not been corrected to the satisfaction of CMS in a timely manner, or if CMS communicates to the Blitz Personal Injury Trust, the Debtors and/or any Protected Party a concern with respect to the sufficiency or timeliness of such reporting, or there appears to the Debtors and/or any Protected Party a reasonable basis for a concern with respect to the

sufficiency or timeliness of such reporting or non-reporting based upon the information received pursuant to section 2.4(b), (c) or (d) or other credible information, then each of the Debtors and/or any Protected Party shall have the right to submit its own reports to CMS under MMSEA, and the Blitz Personal Injury Trust shall provide to any party that elects to file its own reports such information as the electing party may require in order to comply with MMSEA, including, without limitation, the full reports filed by the Blitz Personal Injury Trust pursuant to section 2.4(a) above without any redactions. The Debtors and/or any Protected Party shall keep any information they receive from the Blitz Personal Injury Trust pursuant to this section 2.4(g) confidential and shall not use such information for any purpose other than meeting obligations under MMSEA.

(h) Notwithstanding any other provisions hereof, if the Blitz Personal Injury Trust is required to act as a reporting agent for the Debtors and/or any Protected Party, then such Entities shall take all steps necessary and appropriate as required by CMS to permit any reports contemplated by this section to be filed. Furthermore, until the Debtors and/or any Protected Party provide the Blitz Personal Injury Trust with any necessary information that may be provided by CMS's Coordination of Benefits Contractor (the "COBC") to effectuate reporting, the Blitz Personal Injury Trust shall have no obligation to report under section 2.4(a) above with respect to any such entity that has not provided such information.

2.5 Payment of MSP Obligations.

In connection with the implementation of the Plan, the Blitz Personal Injury Trustee shall obtain prior to remittance of funds to Claimants' counsel or the Claimant, if *pro se*, in respect of any Blitz Personal Injury Trust Claim a certification from the Claimant to be paid that said Claimant has or will provide for the payment and/or resolution of any obligations owing or potentially owing under 42 U.S.C. § 1395y(b), or any related rules, regulations, or guidance, in connection with, or relating to, such Blitz Personal Injury Trust Claim. The Blitz Personal Injury Trust shall provide a quarterly certification of its compliance with this section to each of the Debtors and each Protected Party, and permit reasonable audits by such entities, no more often than quarterly, to confirm the Blitz Personal Injury Trust's compliance with this section.

For the avoidance of doubt, the Blitz Personal Injury Trust shall be obligated to comply with the requirements of this section regardless of whether the Debtors and/or any Protected Party elects to file its own reports under MMSEA pursuant to section 2.4(g) above.

2.6 Retention of Qualified MSP Compliance Vendor.

In accordance with section 4.12 of the Plan, the Blitz Personal Injury Trust shall, at its expense, retain _____ to provide such services as are required to ensure compliance with the Blitz Personal Injury Trust's MSP requirements. The Participating Insurers and Wal-Mart shall have the right to obtain information from _____, the Blitz Personal Injury Trust and any holder of a Blitz Personal Injury Claim as they may reasonably request to ensure that the Blitz Personal Injury Trust has complied with MSP requirements or for the purpose of internal audits and insurance or reinsurance claims. The Blitz Personal Injury Trust is prohibited from making a distribution to any holder of a Blitz Personal Injury Trust Claim who refuses to provide the information necessary to meet MSP requirements with regard to that claimant.

2.7 Indemnification for Medicare Claims Reporting and Payment Obligations.

For the avoidance of doubt, the Blitz Personal Injury Trust shall defend, indemnify save and hold harmless each Protected Party from any claims in respect of Medicare claims reporting and payment obligations in connection with Blitz Personal Injury Trust Claims, including any obligations owing or potentially owing under MMSEA or 42 U.S.C. § 1395y(b) or any related rules, regulations, or guidance issued in connection therewith, or relating thereto, and any claims arising from or related to the Blitz Personal Injury Trust's obligations under sections 2.4 and 2.5 above.

SECTION 3

ACCOUNTS, INVESTMENTS, AND PAYMENTS

3.1 Accounts. The Blitz Personal Injury Trustee may, from time to time, create such accounts and reserves as he or she may deem necessary, prudent, or useful to (i) provide for the payment, or to make provision for future payment, of expenses incurred or reasonably anticipated to be incurred by the Blitz Personal Injury Trust and (ii) provide for the payment, or to make provision for future payment, on account of liquidated Blitz Personal Injury Trust Claims; and may, with respect to any such account or reserve, restrict the use of monies therein. The Blitz Personal Injury Trustee shall include a reasonably detailed description of any account

or reserve created in accordance with this section 3.1 in the annual reports described in section 2.2(c)(i) hereof, which description shall include, with respect to any such account, the transfers made to such account, the proceeds of or earnings on the assets held in each such account, and the payments or disbursements made from each such account.

3.2 Investments. Investment of monies held in the Blitz Personal Injury Trust shall be administered in a manner consistent with the standards set forth in the Uniform Prudent Investor Act, subject to the following limitations and provisions:

(a) The Blitz Personal Injury Trust may invest in well diversified equity portfolios whose benchmark is a broad equity market index such as, but not limited to, the S&P 500 Index, Russell 1000 Index, S&P ADR Index or MSCI EAFE Index. The Blitz Personal Injury Trust shall not acquire, directly or indirectly, equity in any entity or business enterprise if, immediately following such acquisition, the Blitz Personal Injury Trust would hold more than 5% of the equity in such entity or business enterprise. The Blitz Personal Injury Trust shall not hold, directly or indirectly, more than 10% of the equity in any entity or business enterprise.

(b) The Blitz Personal Injury Trust shall not acquire or hold any long-term debt securities unless (i) such securities are included in the Blitz Personal Injury Trust Assets under the Plan, (ii) such securities are rated “Baa” or higher by Moody’s, “BBB” or higher by Standard & Poor’s (“S&P’s”), or have been given an equivalent investment grade rating by another nationally recognized statistical rating agency, or (iii) have been issued or fully guaranteed as to principal and interest by the United States of America or any agency or instrumentality thereof. This restriction does not apply to any pooled investment vehicles where pooled assets receive an investment grade rating (i.e., “BBB” rating or above) by a nationally recognized rating agency.

(c) Notwithstanding (b) above, the Blitz Personal Injury Trust may acquire or hold additional non-investment grade debt securities for longer than ninety (90) days if the Blitz Personal Injury Trust holds these securities as part of the Blitz Personal Injury Trust’s intermediate-term bond manager portfolio, and such securities represent no more than 5% of the bond manager’s portfolio.

(d) The Blitz Personal Injury Trust shall not acquire or hold for longer than ninety (90) days any commercial paper unless such commercial paper is rated “Prime-1” or higher by Moody’s or “A-1” or higher by S&P’s or has been given an equivalent rating by another nationally recognized statistical rating agency.

(e) The Blitz Personal Injury Trust shall not acquire any debt securities or other instruments issued by any entity if, following such acquisition, the aggregate market value of all debt securities and instruments issued by such entity held by the Blitz Personal Injury Trust would exceed 5% of the aggregate value of the Blitz Personal Injury Trust Assets. There is no limitation on holding debt securities or other instruments issued or fully guaranteed as to principal and interest by the United States of America or any agency or instrumentality thereof.

(f) The Blitz Personal Injury Trust shall not acquire or hold any certificates of deposit unless all publicly held, long-term debt securities, if any, of the financial institution issuing the certificate of deposit and the holding company, if any, of which such financial institution is a subsidiary, meet the standards set forth in Section 3.2(b) above.

(g) The Blitz Personal Injury Trust may acquire and hold any securities or instruments obtained as proceeds of litigation or otherwise to resolve disputes, without regard to the limitations set forth in Subsections (a)-(f) above.

(h) The Blitz Personal Injury Trust shall not acquire or hold any repurchase obligations unless, in the opinion of the Blitz Personal Injury Trustee, they are adequately collateralized based on the advice and recommendation of its investment managers, the Blitz Personal Injury Trust may allow its investment managers to acquire prudently or hold derivative instruments like options and futures in the normal course of portfolio management. Specifically, the Blitz Personal Injury Trust may acquire or hold derivatives to manage or mitigate portfolio risk, including, but not limited to, interest rate risk and equity market risk. Using derivative instruments to leverage a portfolio to enhance returns (at a much greater risk to the portfolio) is prohibited.

(i) The Blitz Personal Injury Trust may lend securities on a short-term basis, subject to adequate, normal and customary collateral arrangements.

3.3 Source of Payments. All Blitz Personal Injury Trust Expenses and all other liabilities of the Blitz Personal Injury Trust shall be payable solely by the Blitz Personal Injury Trustee out of the Special Circumstances Fund. Neither any Protected Party or their respective subsidiaries, successors in interest, or the present or former shareholders, directors, officers, employees or agents, or their respective subsidiaries, nor the Blitz Personal Injury Trustee in his or her personal capacity, the Blitz Personal Injury TAC, or any of their respective officers, agents, advisors, or employees shall be liable for the payment of Blitz Personal Injury Trust Expenses or any other liability of the Blitz Personal Injury Trust. The Blitz Personal Injury Trustee shall include a reasonably detailed description of Blitz Personal Injury Trust Expenses and other liabilities paid in accordance with this section 3.3 in the annual reports described in section 2.2(c)(i) above.

SECTION 4

BLITZ PERSONAL INJURY TRUSTEE

4.1 Number. There shall be one (1) Blitz Personal Injury Trustee. The initial Blitz Personal Injury Trustee shall be the person named on the signature page hereof.

4.2 Term of Service.

(a) The initial Blitz Personal Injury Trustee named pursuant to section 4.1 above shall serve an initial term of three (3) years. Thereafter each term of service shall be five (5) years. The initial Blitz Personal Injury Trustee shall serve from the Effective Date until the earlier of (i) the end of his or her term, (ii) his or her death, (iii) his or her resignation pursuant to section 4.2(b) below, (iv) his or her removal pursuant to section 4.2(c) below, or (v) the termination of the Blitz Personal Injury Trust pursuant to section 7.2 below.

(b) A Blitz Personal Injury Trustee may resign at any time by written notice to the Blitz Personal Injury TAC. Such notice shall specify a date when such resignation shall take place, which shall not be less than 90 days after the date such notice is given, where practicable.

(c) A Blitz Personal Injury Trustee may be removed by order of the Bankruptcy Court upon notice and motion filed by the Blitz Personal Injury TAC in the event that the Blitz Personal Injury Trustee becomes unable to discharge his or her duties hereunder due

to accident or physical or mental deterioration, or for other good cause. Good cause shall be deemed to include, without limitation (i) substantial failure to comply with the general administration provisions of section 2.2 above, (ii) a consistent pattern of neglect and failure to perform or participate in performing the duties of the Blitz Personal Injury Trustee hereunder, (iii) repeated nonattendance at scheduled meetings, or (iv) one of the circumstances set forth in section 4.7 of this Agreement. Removal shall take effect at such time as the Bankruptcy Court shall determine.

4.3 Appointment of Successor Blitz Personal Injury Trustee.

(a) In the event of a vacancy in the position of a Blitz Personal Injury Trustee, the Blitz Personal Injury TAC shall consult concerning appointment of a successor (a “Successor Blitz Personal Injury Trustee”). The vacancy shall be filled by the vote of a majority of the Blitz Personal Injury TAC members. In the event that the Blitz Personal Injury TAC members fail to secure a majority vote for the appointment of a Successor Blitz Personal Injury Trustee, the Bankruptcy Court shall make the appointment. Nothing shall prevent the reappointment of a Blitz Personal Injury Trustee for an additional term or terms except that a Blitz Personal Injury Trustee removed for cause shall not be reappointed.

(b) Immediately upon the appointment of any Successor Blitz Personal Injury Trustee, all rights, titles, duties, powers and authority of the predecessor Blitz Personal Injury Trustee hereunder shall be vested in, and undertaken by, the Successor Blitz Personal Injury Trustee without any further act. No Successor Blitz Personal Injury Trustee shall be liable personally for any act or omission of his or her predecessor Blitz Personal Injury Trustee.

(c) Each Successor Blitz Personal Injury Trustee shall serve until the earlier of (i) the end of a full term of five (5) years if the predecessor Blitz Personal Injury Trustee completed his or her term, (ii) the end of the remainder of the term of the Blitz Personal Injury Trustee whom he or she is replacing if said predecessor Blitz Personal Injury Trustee did not complete said term, (iii) his or her death, (iv) his or her resignation pursuant to section 4.2(b) above, (v) his or her removal pursuant to section 4.2(c) above, or (vi) the termination of the Blitz Personal Injury Trust pursuant to section 7.2 below.

4.4 Liability of Blitz Personal Injury Trustee, Blitz Personal Injury TAC.

Neither the Blitz Personal Injury Trustee nor the members of the Blitz Personal Injury TAC shall have any liability to the Blitz Personal Injury Trust, to any Blitz Personal Injury Trust Claimant, or to any other Entity, for actions taken or not taken in connection with the operation of the Blitz Personal Injury Trust or the administration, processing, settlement, resolution, liquidation, satisfaction and/or payment of Blitz Personal Injury Trust Claims under the Blitz Personal Injury TDP except for a breach of fiduciary duty by any of the foregoing committed through fraud, gross negligence or willful misconduct.

4.5 Compensation and Expenses of Blitz Personal Injury Trustee.

(a) The Blitz Personal Injury Trustee shall receive a retainer from the Blitz Personal Injury Trust to be paid from the Blitz Personal Injury Trust Assets for his or her service as a Blitz Personal Injury Trustee in the amount of \$_____ per annum ²(the “Retainer”), which shall be payable in quarterly installments. For all time expended (i) administering the Blitz Personal Injury Trust in accordance with the terms of this Agreement and the Plan, (ii) preparing for and attending Blitz Personal Injury Trust meetings, and (iii) receiving, processing, administering, resolving, liquidating and/or paying Blitz Personal Injury Trust Claims, the Blitz Personal Injury Trustee shall receive the sum of \$_____ per hour³, and the sum of \$_____ per hour⁴ for non-working travel time, in both cases computed on a quarter-hour basis. The Blitz Personal Injury Trustee shall record all hourly time to be charged to the Blitz Personal Injury Trust on a daily basis.

(b) On a monthly basis, by the 15th day of each month for the preceding month, the Blitz Personal Injury Trustee shall submit bills for compensation for such preceding month to the Blitz Personal Injury TAC. If no objection is made in writing to such bill within seven (7) days of submission, then the Blitz Personal Injury Trustee shall be entitled to pay such bill from the Retainer or, if the Retainer has been exhausted, from the Blitz Personal Injury Trust Assets. If a written objection is timely submitted, the objecting party shall discuss its objection in good faith with the Blitz Personal Injury Trustee in an effort to reach a consensual resolution. If no resolution is reached within seven (7) days of

² To be determined prior to the Confirmation Hearing.

³ To be determined prior to the Confirmation Hearing.

⁴ To be determined prior to the Confirmation Hearing.

submission of a written objection then the Blitz Personal Injury Trustee shall be entitled to payment of the monthly bill to which such objection was submitted unless a written objection is filed with the Bankruptcy Court seeking a determination of the matter. An objection to a monthly bill filed with the Bankruptcy Court and notice of any hearing scheduled on such matter must be served on the Blitz Personal Injury Trust and the members of the Blitz Personal Injury TAC. If a written objection is filed, payment of the bill to which the objection relates shall be made only pursuant to (i) an order of the Bankruptcy Court or (ii) agreement of the Blitz Personal Injury Trustee and the party filing the objection, which agreement also would result in a withdrawal of the objection filed with the Bankruptcy Court.

(c) The Blitz Personal Injury Trust will promptly reimburse the Blitz Personal Injury Trustee for all reasonable out-of-pocket costs and expenses incurred by the Blitz Personal Injury Trustee in connection with the performance of his or her duties hereunder, provided however, that the Blitz Personal Injury TAC may make such motion to the Bankruptcy Court as they deem advisable to seek disgorgement of any cost or expense for which the Blitz Personal Injury Trustee has received reimbursement that the Blitz Personal Injury TAC believes was not reasonable under the circumstances.

(d) The per annum retainer and the hourly compensation payable to the Blitz Personal Injury Trustee hereunder shall be reviewed every year by the Blitz Personal Injury Trustee and, after consultation with the members of the Blitz Personal Injury TAC, appropriately adjusted as may be reasonable under the circumstances including, without limitation, for changes in the cost of living.

(e) The Blitz Personal Injury Trust shall include a description of the amounts paid under this section 4.5 in the accounts to be filed with the Bankruptcy Court and provided to the Blitz Personal Injury TAC pursuant to section 2.2(c)(i) above.

4.6 Blitz Personal Injury Trustee's Employment of Experts. The Blitz Personal Injury Trustee may, but shall not be required to, retain and/or consult with counsel, accountants, appraisers, auditors, forecasters, experts, financial and investment advisors and such other parties deemed by the Blitz Personal Injury Trustee to be qualified as experts on the matters submitted to them (a "Trust Professional"). In the absence of gross negligence, the written opinion of, or

information provided by, any such Trust Professional on the particular matter in respect of which such Trust Professional is an expert may be relied upon by the Blitz Personal Injury Trustee and shall be full and complete authorization and protection to the Blitz Personal Injury Trustee in respect of any action taken or not taken in good faith by the Blitz Personal Injury Trustee otherwise consistent with this Agreement and in accordance with the written opinion of or information provided by such Trust Professional. Fees for any Trust Professional(s) will be paid from the Blitz Personal Injury Trust Assets.

4.7 Blitz Personal Injury Trustee's Independence. The Blitz Personal Injury Trustee shall not, during the term of his or her service, hold a financial interest in, act as attorney or agent for, or serve as any other professional for any Entity with a financial interest in the operation of the Blitz Personal Injury Trust. No Blitz Personal Injury Trustee shall act as an attorney for any Claimant either (i) in connection with such Claimant's Blitz Personal Injury Trust Claim, or (ii) otherwise prior to final payment on account of such Blitz Personal Injury Trust Claim, and (iii) the Blitz Personal Injury Trustee shall not make any agreement with the holder of any Blitz Personal Injury Trust Claim or such Claimant's representative prior to final payment on account of such Blitz Personal Injury Trust Claim applicable after such final payment. In addition to the circumstances set forth in section 4.2(c) of this Agreement, any violation of this section 4.7 shall be cause for removal of the Blitz Personal Injury Trustee.

4.8 Bond. The Blitz Personal Injury Trustee shall not be required to post any bond or other form of surety or security unless otherwise ordered by the Bankruptcy Court.

SECTION 5

TRUST ADVISORY COMMITTEE

5.1 Formulation and Members. The Blitz Personal Injury TAC shall be formed pursuant to the Plan as of the Effective Date. The Blitz Personal Injury TAC shall consist of three (3) members, who shall initially be the persons named on the signature page hereof.

5.2 Duties. The members of the Blitz Personal Injury TAC shall serve in a fiduciary capacity representing all Blitz Personal Injury Claimants and Protected Parties. The Blitz Personal Injury Trustee must consult with the Blitz Personal Injury TAC on matters identified in section 2.2(e) above and may consult with the Blitz Personal Injury TAC with respect to such

other matters relating to the Blitz Personal Injury Trust and the administration, processing, settlement, resolution, liquidation, satisfaction and/or payment, as applicable, of Blitz Personal Injury Trust Claims as the Blitz Personal Injury Trustee and the Blitz Personal Injury TAC deem advisable.

5.3 Term of Office.

(a) The initial members of the Blitz Personal Injury TAC appointed in accordance with section 5.1 above shall serve the staggered three-, four-, or five-year terms shown on the signature pages hereof. Thereafter, each term of office shall be five (5) years. Each member of the Blitz Personal Injury TAC shall serve until the earlier of (i) his or her death, (ii) his or her resignation pursuant to section 5.3(b) below, (iii) his or her removal pursuant to section 5.3(c) below, (iv) the end of his or her term as provided above, or (v) the termination of the Blitz Personal Injury Trust pursuant to section 7.2 below.

(b) A member of the Blitz Personal Injury TAC may resign at any time by written notice to the other members of the Blitz Personal Injury TAC and the Blitz Personal Injury Trustee. Such notice shall specify a date when such resignation shall take effect, which shall not be less than ninety (90) days after the date such notice is given, where practicable.

(c) A member of the Blitz Personal Injury TAC may be removed in the event that he or she becomes unable to discharge his or her duties hereunder due to accident, physical deterioration, mental incompetence, or a consistent pattern of neglect and failure to perform or to participate in performing the duties of such member hereunder, such as repeated nonattendance at scheduled meetings, or for other good cause. Such removal shall be made at the recommendation of the remaining members of the Blitz Personal Injury TAC with the approval of the Bankruptcy Court.

5.4 Appointment of Successor Members.

(a) A vacancy in the Blitz Personal Injury TAC caused by resignation, death or as a result of removal, shall be filled with an individual, not a firm, approved by the majority vote of the Blitz Personal Injury Trustee and all remaining members of the Blitz Personal Injury TAC. Nothing in this Agreement shall prevent the reappointment of an individual

serving as a member of the Blitz Personal Injury TAC for an additional term or terms, except that a member removed for cause may not be reappointed, and there shall be no limitation on the number of terms that a Blitz Personal Injury TAC member may serve.

(b) Each successor member of the Blitz Personal Injury TAC shall serve until the earlier of (i) the end of the full term of five (5) years for which he or she was appointed if his or her immediate predecessor member of the Blitz Personal Injury TAC completed his or her term, (ii) the end of the term of the member of the Blitz Personal Injury TAC whom he or she replaced if his or her predecessor member did not complete such term, (iii) his or her death, (iv) his or her resignation pursuant to section 5.3(b) above, (v) his or her removal pursuant to section 5.3(c) above, or (vi) the termination of the Blitz Personal Injury Trust pursuant to section 7.2 below.

5.5 Blitz Personal Injury TAC's Employment of Professionals. The Blitz Personal Injury TAC may at its sole cost (but is not required to) retain and/or consult counsel, accountants, appraisers, auditors, forecasters, experts, and financial and investment advisors, and such other parties deemed by the Blitz Personal Injury TAC to be qualified as experts on matters submitted to the TAC (the "TAC Professionals"). Subject to the provisions of section 6.1 of this Agreement, the Blitz Personal Injury TAC and the TAC Professionals shall at all times have complete access to the Blitz Personal Injury Trust's officers, employees and agents, as well as to the Trust Professionals, and shall also have complete access to all information generated by them or otherwise available to the Blitz Personal Injury Trust or the Blitz Personal Injury Trustee other than the Blitz Personal Injury Privileged Information (as defined in the Plan), provided that any information provided by the Trust Professionals shall not constitute a waiver of any applicable privilege, and provided further that the foregoing provisions shall not amend, modify, or alter in any fashion the provisions regarding and/or restrictions applicable to Blitz Personal Injury Privileged Information or Blitz Personal Injury Confidential Information (each as defined in the Plan), the terms of which apply fully hereunder. In the absence of gross negligence, the written opinion of or information provided by any such TAC Professional on the particular matter in respect of which such TAC Professional is an expert may be relied upon by the Blitz Personal Injury TAC and shall be full and complete authorization and protection to the Blitz Personal Injury TAC in respect of any action taken or not taken in good faith by the Blitz Personal Injury

TAC otherwise consistent with this Agreement and in accordance with the written opinion of or information provided by such TAC Professional.

5.6 Compensation and Expenses of Blitz Personal Injury TAC. The members of the Blitz Personal Injury TAC shall receive compensation from the Blitz Personal Injury Trust from the Blitz Personal Injury Trust Assets for their services as members of the Blitz Personal Injury TAC in the form of a reasonable hourly rate set by the Blitz Personal Injury Trustee for preparation for and attendance at meetings or other conduct of Blitz Personal Injury Trust as may be specifically requested by the Blitz Personal Injury Trustee and for which the Blitz Personal Injury Trustee agrees in advance to provide reasonable compensation. The members of the Blitz Personal Injury TAC shall also be reimbursed promptly for all reasonable out-of-pocket costs and expenses incurred by the members of the Blitz Personal Injury TAC in connection with their attendance at meetings and as may be agreed upon by the Blitz Personal Injury Trustee. Any such reimbursement or direct payment shall be deemed a Blitz Personal Injury Trust Expense. The Blitz Personal Injury Trust shall include a description of the amounts paid under this section 5.6 in the accounts to be filed with the Bankruptcy Court and provided to the Blitz Personal Injury Trustee and the Blitz Personal Injury TAC, pursuant to section 2.2(c)(i) above.

SECTION 6

GENERAL PROVISIONS

6.1 Procedures for Consultation with Blitz Personal Injury TAC. In the event the Blitz Personal Injury Trustee is required to consult with the Blitz Personal Injury TAC as provided herein, the Blitz Personal Injury Trustee shall provide the Blitz Personal Injury TAC with written advance notice of the matter under consideration, and with all relevant information concerning the matter as is reasonably practicable under the circumstances. The Blitz Personal Injury Trustee shall also provide the Blitz Personal Injury TAC with such reasonable access to Trust Professionals and other experts retained by the Blitz Personal Injury Trust and its staff (if any) as the Blitz Personal Injury TAC may reasonably request during the time that the Blitz Personal Injury Trustee is considering such matter, and shall also provide Blitz Personal Injury TAC the opportunity, at reasonable times and for reasonable periods of time, to discuss and comment on such matter with the Blitz Personal Injury Trustee; provided that in no event shall the Blitz Personal Injury TAC or its members (A) have any role, whether by consent,

consultation or otherwise, in the Blitz Personal Injury Trust's selection of counsel, experts or other professionals to defend Blitz Personal Injury Trust Claims against the Blitz Personal Injury Trust, or (B) have any right to consult with or obtain information from the Blitz Personal Injury Trust or anyone employed by the Blitz Personal Injury Trust concerning the defense of any such Blitz Personal Injury Trust Claims.

In determining when to take definitive action on any matter subject to the consultation process set forth in this section 6.1, the Blitz Personal Injury Trustee shall take into consideration the time required for the Blitz Personal Injury TAC, if its members so wish, to engage and consult with its own independent financial or investment advisors as to such matter. In any event, the Blitz Personal Injury Trustee shall not take definitive action on any such matter until at least thirty (30) days after providing the Blitz Personal Injury TAC with the initial written notice that such matter is under consideration by the Blitz Personal Injury Trustee, unless such time period is waived by the Blitz Personal Injury TAC.

6.2 Indemnification.

(a) The Blitz Personal Injury Trust shall indemnify, hold harmless and defend the Blitz Personal Injury Trustee, the members of the Blitz Personal Injury TAC and the Additional Indemnitees in the performance of their respective duties hereunder to the fullest extent that a corporation or trust organized under the laws of the State of Delaware is entitled to indemnify and defend such persons against any and all liabilities, expenses, claims, damages or losses incurred by them in the performance of their duties hereunder. Notwithstanding the foregoing, no individual shall be indemnified or defended in any way for any liability, expense, claim, damage, or loss for which he or she is ultimately held liable as a result of such individual's own breach of fiduciary duty committed through fraud, gross negligence or willful misconduct.

(b) The Blitz Personal Injury Trust shall fully and completely defend each of the Debtors, the present and former directors and officers of each of the Debtors, the Participating Insurers, Wal-Mart, the BAH Released Parties, shareholders of the Debtors solely in their capacity as shareholders and solely related to the Blitz Personal Injury Claims, and the Representatives, Affiliates, subsidiaries and/or successors of each of the foregoing in connection with any proceeding involving, relating to or arising out of, in

whole or in part, the enforcement or enforceability of the Channeling Injunction. In the event any person or Entity asserts any claim that is subject to the Channeling Injunction, the Blitz Personal Injury Trust shall, at its own expense, defend the validity of the Channeling Injunction and its application and use its best efforts to establish that such Claim is enjoined. The Participating Insurers, Wal-Mart and the BAH Settling Parties (i) shall have consultation and approval rights with respect to the selection of counsel hired by the Blitz Personal Injury Trust for such defense obligations and (ii) shall have the right, at their own cost and expense, to associate in the defense in any proceeding concerning the enforcement and application of the Channeling Injunction. If the Blitz Personal Injury Trust breaches its duty to fully and completely defend the Protected Parties, the Blitz Personal Injury Trust is obligated to indemnify the Protected Parties, including advancement of defense costs.

(d) The Blitz Personal Injury Trust may purchase and maintain reasonable amounts and types of insurance on behalf of an Indemnified Party to provide for payment of the obligations of the Blitz Personal Injury Trust under this section 6.1 of this Agreement.

6.3 Irrevocability. The Blitz Personal Injury Trust is irrevocable.

6.4 Termination.

(a) The Blitz Personal Injury Trust shall automatically terminate on the date that is ninety (90) days after the first to occur of the following events (the “Termination Date”):

- (i) the Blitz Personal Injury Trustee decides to terminate the Blitz Personal Injury Trust because (A) all Blitz Personal Injury Trust Claims duly filed with the Blitz Personal Injury Trust have been liquidated and paid to the extent provided in this Agreement and the Blitz Personal Injury TDP or disallowed, and (C) twelve (12) consecutive months have elapsed during which no new Blitz Personal Injury Trust Claim has been filed with the Blitz Personal Injury Trust; or
- (ii) if the Blitz Personal Injury Trustee has procured and has in place irrevocable insurance policies and has established claims handling agreements and other necessary arrangements with suitable third parties

adequate to discharge all expected remaining obligations and expenses of the Blitz Personal Injury Trust in a manner consistent with this Agreement and the Blitz Personal Injury TDP, the date on which the Bankruptcy Court enters an order approving such insurance and other arrangements and such order becomes a Final Order.

(b) On the Blitz Personal Injury Trust Termination Date, after the payment of all the Blitz Personal Injury Trust Claims have been provided for and the liquidation of all properties and other non-cash trust assets then held by the Blitz Personal Injury Trust, all monies remaining in the Blitz Personal Injury Trust shall be distributed to holders of Allowed Covered Blitz Personal Injury Claims that accepted their Offer from the Blitz Personal Injury Trust, or, if in the judgment of the Blitz Personal Injury Trustee, such sums are determined to be *de minimis* such that the costs associated with making such a distribution would outweigh the impact of the distribution, then the excess funds may be given to such organization(s), exempt from federal income tax under section 501(c)(3) of the IRC, at the discretion of the Blitz Personal Injury Trustee. Notwithstanding any contrary provision of the Plan and related documents, this section 6.4(b) cannot be modified or amended.

6.5 Amendments.

(a) Except as otherwise provided in section 6.5(b) below, the Blitz Personal Injury Trustee, after consultation with the Blitz Personal Injury TAC, may modify or amend this Agreement and the Blitz Personal Injury Trust By-laws, provided that any such amendments must be consistent with the requirements of the Plan. The Blitz Personal Injury Trustee, after consultation with the Blitz Personal Injury TAC, may modify or amend the Blitz Personal Injury TDP, *provided, however*, that no amendment to the Blitz Personal Injury TDP shall be inconsistent with the limitations on amendments provided therein, and provided further that any such amendments must be consistent with the requirements of the Plan and that the Blitz Personal Injury Trustee shall give the Blitz Personal Injury TAC prior notice of the proposed amendments. Any modification or amendment made pursuant to this section 6.5 must be done in writing. Notwithstanding anything contained in this Agreement, any Blitz Personal Injury Trust Bylaws, or the Blitz

Personal Injury TDP to the contrary, neither this Agreement, the Blitz Personal Injury Trust Bylaws, nor the Blitz Personal Injury TDP shall be modified or amended in any way that could jeopardize, impair, or modify (i) the efficacy or enforceability of the injunctions entered in connection with confirmation of the Plan, or (ii) the status of the Blitz Personal Injury Trust as a qualified settlement fund under section 468B of the IRC.

(b) Sections 2.4, 2.5 and 2.6 of this Agreement may not be amended without the prior written consent of the Participating Insurers and Wal-Mart.

6.6 Severability. Should any provision in this Agreement be determined to be unenforceable, such determination shall in no way limit or affect the enforceability and operative effect of any and all other provisions of this Agreement.

6.7 Notices. Notices to Blitz Personal Injury Claimants asserting Blitz Personal Injury Trust Claims shall be given by first class mail, postage prepaid, at the address of such person in each case as provided on such person's claim form submitted to the Blitz Personal Injury Trust with respect to his or her Blitz Personal Injury Trust Claim.

(a) Any notices or other communications required or permitted hereunder to the following parties shall be in writing and delivered at the addresses designated below, or sent by e-mail or facsimile pursuant to the instructions listed below, or mailed by registered or certified mail, return receipt requested, postage prepaid, addressed as follows, or to such other address or addresses as may hereafter be furnished in writing to each of the other parties listed below in compliance with the terms hereof.

To the Blitz Personal Injury Trust: [TO BE PROVIDED]

To the Blitz Personal Injury Trustee: [TO BE PROVIDED]

To the Blitz Personal Injury TAC:

With a copy to:

(b) All such notices and communications if mailed shall be effective when physically delivered at the designated addresses or, if electronically transmitted, when the communication is received at the designated addresses and confirmed by the recipient by return transmission.

6.8 Successors and Assigns. The provisions of this Agreement shall be binding upon and inure to the benefit of the Protected Parties, the Blitz Personal Injury Trust, the Blitz Personal Injury Trustee, and their respective successors and assigns, except that neither the Protected Parties, the Blitz Personal Injury Trust, the Blitz Personal Injury Trustee, may assign or otherwise transfer any of its, or their, rights or obligations under this Agreement except, in the case of the Blitz Personal Injury Trust and the Blitz Personal Injury Trustee, as contemplated by section 2.1 above.

6.9 Entire Agreement; No Waiver. The entire agreement of the parties relating to the subject matter of this Agreement is contained herein and in the Plan Documents referred to herein, and this Agreement and such documents supersede any prior oral or written agreements concerning the subject matter hereof. No failure to exercise or delay in exercising any right, power or privilege hereunder shall operate as a waiver thereof, nor shall any single or partial exercise of any right, power or privilege hereunder preclude any further exercise thereof or of any other right, power or privilege. The rights and remedies herein provided are cumulative and are not exclusive of rights under law or in equity.

6.10 Headings. The headings used in this Agreement are inserted for convenience only and do not constitute a portion of this Agreement, nor in any manner affect the construction of the provisions of this Agreement.

6.11 Governing Law. This Agreement shall be governed by, and construed in accordance with, the laws of the State of Delaware, without regard to conflict of law principles.

6.12 Debtors' Representations and Cooperation. The USA Debtors are hereby irrevocably designated as the settlors, and are hereby authorized to take any action required of the settlors in connection with this Agreement. Subject to possession of necessary funds to do so, the USA Debtors agree to reasonably cooperate as may be requested by the Blitz Personal Injury Trustee in implementing the goals and objectives of the Blitz Personal Injury Trust.

6.13 Dispute Resolution. Any disputes that arises under this Agreement or under the Blitz Personal Injury TDP may be resolved by (i) submission of the matter to an alternative dispute resolution ("ADR") process mutually-agreeable to the parties involved with such dispute, or (ii) application to the Bankruptcy Court for a judicial determination of the matter. Any review by the Bankruptcy Court of an agreed upon non-binding ADR procedure shall be *de novo*.

6.14 Enforcement and Administration. The provisions of this Agreement and the Blitz Personal Injury TDP shall be enforced by the Bankruptcy Court pursuant to the Plan. The parties hereby further acknowledge and agree that the Bankruptcy Court shall have exclusive jurisdiction over the settlement of the accounts of the Blitz Personal Injury Trustee and over any disputes hereunder not resolved by ADR in accordance with section 6.13 above.

6.15 Effectiveness. This Agreement shall not become effective until it has been executed and delivered by all the parties hereto.

6.16 Counterpart Signatures. This Agreement may be executed in any number of counterparts, each of which shall constitute an original, but such counterparts shall together constitute but one and the same instrument.

IN WITNESS WHEREOF, the parties have executed this Agreement this _____ day of January, 2014.

BLITZ USA, INC., BLITZ RE HOLDINGS, LLC,
BLITZ ACQUISITION, LLC and MIAMIOK,
LLC f/k/a F3BRANDS

By: _____
Name and Title:

LAM 2011 HOLDINGS, L.L.C. and BLITZ
ACQUISITION HOLDINGS, INC.

By: _____
Name and Title:

BLITZ PERSONAL INJURY TRUSTEE

Expiration Date of Initial Term: _____
Anniversary of the date of this Agreement

Accepted and Agreed:

BLITZ PERSONAL INJURY TRUST
ADVISORY COMMITTEE

Expiration Date of Initial Term: _____
Anniversary of the date of this Blitz
Personal Injury Trust Agreement

Expiration Date of Initial Term: _____
Anniversary of the date of this Blitz
Personal Injury Trust Agreement

Expiration Date of Initial Term: _____
Anniversary of the date of this Blitz
Personal Injury Trust Agreement

Exhibit 3

(Blitz Liquidating Trust Agreement)

(To Be Filed)

Exhibit 4

(Blitz Personal Injury TDP)

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

In re:

BLITZ U.S.A., INC.,

Debtors.

Chapter 11

Case No. 11-13603 (PJW)

(Jointly Administered)

BLITZ PERSONAL INJURY TRUST DISTRIBUTION PROCEDURES

PERSONAL INJURY TRUST DISTRIBUTION PROCEDURES

The Blitz Personal Injury Trust Distribution Procedures (the “Blitz Personal Injury TDP”) contained herein provide for resolving all Covered Blitz Personal Injury Claims¹ for which the Blitz Personal Injury Trust has legal responsibility, as provided in and required by the Plan and the Blitz Personal Injury Trust Agreement. The Plan and Blitz Personal Injury Trust Agreement establish the Blitz Personal Injury Trust. The Blitz Personal Injury Trustee shall implement and administer the Blitz Personal Injury Trust and this Blitz Personal Injury TDP in accordance with the Plan and the Blitz Personal Injury Trust Agreement. Capitalized terms used herein and not otherwise defined shall have the meanings assigned to them in the Plan, the Blitz Personal Injury Trust Agreement and/or the TDP Scoring System.

Section I

Introduction

1.1 Purpose. This Blitz Personal Injury TDP has been adopted pursuant to the Plan and the Blitz Personal Injury Trust Agreement. It is designed to provide fair, equitable and substantially similar treatment for all Covered Blitz Personal Injury Claims that may presently exist in substantially the same manner.

1.2 Interpretation. Nothing in this Blitz Personal Injury TDP shall be deemed to create a substantive right for any claimant.

¹ All capitalized terms not otherwise defined herein shall have their respective meanings as set forth in the Debtors’ and Official Committee of Unsecured Creditors’ Joint Plan of Liquidation (“Plan”), and such definitions are incorporated herein by reference.

Section II

Overview

2.1 Blitz Personal Injury Trust Goals. One of the goals of the Blitz Personal Injury Trust is to treat all holders of Covered Blitz Personal Injury Claims (collectively, the “Covered Claimants”) equitably. The Blitz Personal Injury TDP furthers that goal by setting forth procedures for processing and paying Covered Blitz Personal Injury Claims, with the intention of paying all holders of substantially similar Covered Blitz Personal Injury Claims substantially similar distributions of value on account of such claims taking into account the rights such holders would have had in the tort system² absent the Debtors’ bankruptcy and confirmation of the Plan. The Blitz Personal Injury TDP was created to employ a methodology to compensate Covered Claimants in accordance with the severity and extent of their injuries, and to ensure that similarly-situated Covered Claimants are compensated equitably and on an impartial basis, with the intention of paying all holders of Covered Blitz Personal Injury Claims as equivalent a share as possible of the value of their Claims based on values established by the Blitz Personal Injury Trust for the level of injury incurred by the Covered Claimant. To this end, this Blitz Personal Injury TDP establishes a procedure for determining Threshold Components, Gross Scores, Offer Amounts and Final Offer Amounts, which are set forth in the TDP Scoring System attached as Exhibit A hereto and incorporated herein. The Blitz TDP Scoring System shall be used to determine the distribution values, if any, to which holders of Covered Blitz Personal Injury Claims shall be entitled. The TDP Scoring System has been developed with the intention of achieving fair allocations and

² As used in the Blitz Personal Injury TDP, the phrase “in the tort system” shall mean “in litigation proceedings”.

distributions of the Blitz Personal Injury Trust's funds among Covered Claimants suffering from different levels of injury in light of the best available information considering the severity of those injuries, and the rights Covered Claimants would have had in the tort system absent Blitz's bankruptcy and confirmation of the Plan.

2.2 Claims Liquidation Procedures. Covered Blitz Personal Injury Claims shall be processed based on the criteria and in the manner set forth in the TDP Scoring System. The Blitz Personal Injury Trust shall take all reasonable steps to resolve Covered Blitz Personal Injury Claims as efficiently and expeditiously as possible at each stage of claims processing and review. To this end, the Blitz Personal Injury Trust, in its sole discretion, may conduct settlement discussions with Covered Claimants' representatives with respect to more than one claim at a time, provided that each Claim is individually evaluated pursuant to the valuation factors set forth in the TDP Scoring System.

Section III

Personal Injury TDP Administration

3.1 Personal Injury Trust Advisory Committee. Pursuant to the Plan and the Blitz Personal Injury Trust Agreement, the Blitz Personal Injury Trust and this Blitz Personal Injury TDP shall be administered by the Blitz Personal Injury Trustee in consultation with the Blitz Personal Injury TAC, which represents the interests of holders of Covered Blitz Personal Injury Claims. The Blitz Personal Injury Trustee shall obtain the consent of the Blitz Personal Injury TAC on any amendments to these Procedures pursuant to Section 7.1 below, and on such other matters as are otherwise required below and in Section 2.2(f) of the Blitz Personal Injury Trust Agreement. The Blitz Personal Injury Trustee shall also consult with the Blitz Personal Injury TAC on such matters as are provided below and in Section 2.2(e) of the Blitz Personal Injury Trust Agreement.

The initial members of the Blitz Personal Injury TAC are identified in the Blitz Personal Injury Trust Agreement.

3.2 Consent and Consultation Procedures. In those circumstances in which consultation or consent is required, the Blitz Personal Injury Trustee shall provide written notice to the Blitz Personal Injury TAC of the specific amendment or other action that is proposed. The Blitz Personal Injury Trustee shall not implement such amendment nor take such action unless and until the parties have engaged in the Consultation Procedures described in Sections 2.2 and 6.1 of the Blitz Personal Injury Trust Agreement.

Section IV

Resolution of Covered Blitz Personal Injury Claims Liquidated Pre-Petition.

4.1 Processing and Payment. Covered Blitz Personal Injury Claims that were liquidated by final judgment or a fully executed settlement agreement prior to the Petition Date shall be allowed in the amount set forth in the judgment or settlement agreement and shall not be scored under the TDP Scoring System. Allowed Covered Blitz Personal Injury Claims that were so liquidated pre-petition shall be placed the FIFO Payment Queue on the Effective Date and shall be paid at the same time that Covered Claims that accept their Offer Amounts pursuant to paragraph H of the TDP Scoring system are paid.

Section V

Claims Materials

5.1 Claims Materials to be Provided by the Claimant. Covered Claimants shall provide the Blitz Personal Injury Trustee with the supporting documentation as set forth in the TDP Scoring System. Moreover, each Covered Claimant will have provided material as required by the proof of claim requirements set forth by the Bankruptcy Court in the underlying bankruptcy proceeding.

Section VI

General Guidelines for Liquidating and Paying Claims

6.1 Showing Required. To establish a valid Covered Blitz Personal Injury Claim, a Covered Claimant must meet the requirements set forth in this Blitz Personal Injury TDP and as further described in the TDP Scoring System. The Blitz Personal Injury Trust may require the submission of medical records or any other evidence to support or verify the claim, and may further require that medical evidence submitted comply with recognized medical standards to assure that such evidence is reliable.

6.2 Costs Considered. Notwithstanding any provisions of this Blitz Personal Injury TDP to the contrary, the Blitz Personal Injury Trustee shall always give appropriate consideration to the cost of investigating and identifying invalid Covered Blitz Personal Injury Claims so that the payment of allowed Covered Blitz Personal Injury Claims is not further impaired by such processes with respect to issues related to the validity of the medical and liability evidence supporting a Covered Blitz Personal Injury Claim. The Blitz Personal Injury Trustee shall also have the latitude to make judgments regarding the amount of transaction costs to be expended by the Blitz Personal Injury Trust so that allowed Covered Blitz Personal Injury Claims are not unduly further impaired by the costs of additional investigation. Nothing herein shall prevent the Blitz Personal Injury Trustee, in appropriate circumstances, from contesting the validity of any Claim against the Blitz Personal Injury Trust whatever the costs, or to decline to accept liability and medical evidence from sources that the Blitz Personal Injury Trustee has determined to be unreliable pursuant to the claims evaluation process described herein and in the TDP Scoring System.

6.3 Discretion to Vary the Order and Amounts of Payments in Event of Limited Liquidity. Consistent with the provisions hereof and subject to the FIFO Payment Queue requirements set forth in the TDP Scoring System, the Blitz Personal Injury Trustee shall proceed as quickly as possible to liquidate Covered Blitz Personal Injury Claims, and shall make payments to holders of such Claims in accordance with this Blitz Personal Injury TDP promptly as Covered Claims are liquidated.

There can be no guarantee of a specific recovery to Covered Claimants due to the fact that Covered Blitz Personal Injury Claims are presently unliquidated, the amounts to be paid on account of such claims is unresolved, and the amount of expenses and indemnification obligations that the Blitz Personal Injury Trust will incur are unknown. However, the Personal Injury Trustee shall use his or her best efforts to treat similar claims equally consistent with his or her duties as Blitz Personal Injury Trustee and the purposes of the Blitz Personal Injury Trust.

6.4 Punitive Damages. In determining the value of a Covered Blitz Personal Injury Trust Claim, punitive or exemplary damages, i.e., damages other than compensatory damages, shall not be considered or allowed, notwithstanding their availability in the tort system, nor shall punitive or exemplary damages be payable with respect to any Covered Blitz Personal Injury Claim litigated against the Blitz Personal Injury Trust in the tort system.

6.5 Appeal Process. If the holder of a disputed Covered Blitz Personal Injury Claim disagrees with the Personal Injury Trust's Offer Amount as set forth in the TDP Scoring System, the Covered Claimant may reject the Offer Amount and make application to the Special Circumstances Fund in accordance with paragraph I of the TDP

Scoring System. If the holder of a disputed Covered Blitz Personal Injury Claim disagrees with the Personal Injury Trust's Final Offer, the holder may appeal that determination in accordance with the following process.

6.5(a) Establishment of ADR Procedures.

The Blitz Personal Injury Trust, with the consent of the Blitz Personal Injury TAC, shall develop and adopt the ADR Procedures, which shall provide for mediation or binding or non-binding arbitration to resolve disputes concerning whether the Blitz Personal Injury Trust's rejection or denial of a Covered Blitz Personal Injury Claim was proper. Proceedings under the ADR Procedures shall also be available for resolving disputes over the liquidated value of a disputed Covered Blitz Personal Injury Claim.

In all arbitrations or mediations, the arbitrator shall consider the Threshold Requirements set forth in the TDP Scoring System. In the case of an arbitration or mediation involving the liquidated value of a Covered Blitz Personal Injury Claim, the arbitrator shall consider the same valuation factors that are set forth in the TDP Scoring System. Any disputes regarding confidentiality shall be resolved by the arbitrator.

With respect to all Covered Blitz Personal Injury Claims eligible for arbitration, the Covered Claimant, but not the Blitz Personal Injury Trust, may elect either non-binding or binding arbitration. The ADR Procedures may be modified by the Blitz Personal Injury Trust with the consent of the Blitz Personal Injury TAC.

6.5(b) Claims Eligible for Arbitration. In order to be eligible for mediation or arbitration, the Covered Claimant must first complete claim review in the Gross Scoring System and Special Circumstances processes set forth in the TDP Scoring System. Claim review shall be treated as completed for these purposes when the Blitz

Personal Injury Trust has made a Final Offer on the Covered Blitz Personal Injury Claim, the Covered Claimant has rejected the liquidated value resulting from the Final Offer, and the Covered Claimant has notified the Blitz Personal Injury Trust of the rejection in writing. Claim review will also be treated as completed if the Blitz Personal Injury Trust has rejected the Covered Blitz Personal Injury Claim for having failed to meet any of the Threshold Requirements.

6.5(c) Suits in the Tort System. If the holder of a disputed Covered Blitz Personal Injury Claim disagrees with the result obtained in mediation or non-binding arbitration, the holder may file suit in the jurisdiction where the underlying injury occurred. Any such lawsuit must be filed by the Covered Claimant in her or her own right and name and not as a member or representative of a class, and no such lawsuit may be consolidated with any other lawsuit, provided however, Claims arising out of a single incident may be brought together in a single action. All defenses that could have been asserted by the Debtors or any Released Party with respect to a Covered Blitz Personal Injury Claim shall be available on a non-exclusive basis to the Blitz Personal Injury Trust in such litigation. If the Covered Claimant was alive at the time the initial pre-petition complaint was filed or on the date the proof of claim was filed with the Bankruptcy Court, the case shall be treated as a personal injury case with all personal injury damages to be considered even if the Covered Claimant has died during the pendency of the Cclaim. Under no circumstances shall interest be paid under any statute on any judgments obtained in the tort system.

6.5(d) Releases. The Blitz Personal Injury Trustee shall have the discretion to determine the form and substance of the releases to be provided by a

Covered Claimant to the Blitz Personal Injury Trust. As a condition to making any payment to a Covered Claimant, the Blitz Personal Injury Trust shall obtain a general, partial, or limited release as appropriate in accordance with the applicable state or other law. If allowed by state law, the endorsing of a check or draft for payment by or on behalf of a Covered Claimant shall constitute such a release. The Blitz Personal Injury Trust shall provide the proposed form of release to the Insurance Settling Parties prior to commencing the payment process.

6.6 Third-Party Services. Nothing in this Blitz Personal Injury TDP shall preclude the Blitz Personal Injury Trust from contracting with another claims resolution organization to provide services to the Blitz Personal Injury Trust so long as decisions about the categorization and liquidated value of Covered Blitz Personal Injury Claims are based on the relevant provisions of this Blitz Personal Injury TDP, including the TDP Scoring System.

Section VII

Miscellaneous

7.1 Amendments. Except as otherwise provided herein, the Blitz Personal Injury Trustee may amend, modify, delete, or add to any provisions of this Blitz Personal Injury TDP (including, without limitation, amendments to conform this Blitz Personal Injury TDP to changes in circumstances), provided they first obtain the consent of the Blitz Personal Injury TAC, pursuant to the Consultation Procedures set forth in Sections 2.2 and 6.1 of the Blitz Personal Injury Trust Agreement.

7.2 Severability. Should any provision contained in this Blitz Personal Injury TDP be determined to be unenforceable, such determination shall in no way limit or

affect the enforceability and operative effect of any and all other provisions of this Blitz Personal Injury TDP.

7.3 Governing Law. Except for purposes of determining the liquidated value of any Covered Blitz Personal Injury Claim, administration of this Blitz Personal Injury TDP shall be governed by, and construed in accordance with, the laws of the State of Delaware. The law governing the liquidation of Covered Blitz Personal Injury Claims in the case of review under the TDP Scoring System, mediation, arbitration or litigation in the tort system shall be the law of the Covered Claimant's jurisdiction.

The TDP Scoring System

In order to achieve consistent and fair valuations for Covered Blitz Personal Injury Claims, and to arrive at a value for Covered Blitz Personal Injury Claims pursuant to Section VI of the Blitz Personal Injury TDP, the Blitz Personal Injury Trust shall employ the TDP Scoring System, which consists of the following components:

- (1) Blitz Product Identification
- (2) Causation
- (3) Statute of Limitations/Repose
- (4) Offer Amount
- (5) Special Circumstances
- (6) Final Offer Amount

The filing of proof of claim prior to the Supplemental Bar Date, including all materials required by the claim form, and a positive finding by the Blitz Personal Injury Trustee on Blitz Product Identification, Causation, and Statute of Limitations/Repose (collectively, the “Threshold Components”) are threshold inquiries that must be met in order to participate in the Gross Scoring and Special Circumstances distributions set forth in this TDP Scoring System. In order to qualify for compensation under the Blitz Personal Injury TDP, a Covered Blitz Personal Injury Claim must receive a positive assessment for each of the Threshold Components from the Blitz Personal Injury Trustee. The Blitz Personal Injury Trustee is entitled to consult the Blitz Personal Injury TAC and retain qualified experts to assist in all aspects of the assessment. If a positive assessment is provided for each of the Threshold Components, the Covered Blitz Personal Injury Claim will proceed to an assessment of a Gross Score for the Covered Blitz Personal Injury Claim. The Gross Score will then be adjusted into an Offer Amount as set forth below in paragraph H. In the event that a Covered Blitz Personal Injury Claim does not receive a positive assessment for each Threshold Component, such Covered Blitz Personal Injury Claim will not receive a Gross Score or an Offer Amount and will be disallowed.

A. Blitz Product Identification Threshold

A positive Blitz Product identification may be established by all or some of the following factors:

1. Credible Covered Claimant testimony by deposition or sworn affidavit positively identifying the Blitz Product;
2. If the Covered Claimant was not the owner of the gasoline container, credible testimony of the owner of the container by deposition or sworn affidavit identifying the Blitz Product;
3. Actual production of the Blitz Product;
4. Photographs of the Blitz Product with appropriate materials authenticating the Blitz Product as being the container involved in the underlying injury; or

5. Other credible documentary proof as determined and/or required by the Blitz Personal Injury Trustee with input from the Blitz Personal Injury TAC in situations where the identification is deemed to be questionable.

In situations where the Blitz Personal Injury Trustee, in consultation with the Blitz Personal Injury TAC, determines that there are questions regarding product identification, the Blitz Personal Injury Trustee may employ professionals with experience in gas can identification to assist in assessing the product identification determination. The Blitz Personal Injury Trustee in his or her discretion shall then determine whether the evidence on product identification is sufficient.

B. Causation Threshold

The Causation Threshold requires the Covered Claimant to establish that the Covered Claimant was in fact injured in a manner that would be compensable in a lawsuit against the Debtors, as a product manufacturer, in the venue in which the incident occurred. Causation requires a report written pursuant to *NFPA 921's Guide for Fire and Explosion Investigations* by a trained fire investigator concluding that the Covered Claimant was injured in a manner that would be compensable against a product manufacturer. The Blitz Personal Injury Trustee, in consultation with the Blitz Personal Injury TAC, and if necessary and appropriate, with experts in fire investigation, may require additional information regarding causation if the Blitz Personal Injury Trustee determines there are questions about causation. The Blitz Personal Injury Trustee has discretion, with review and advice of the Blitz Personal Injury TAC, to employ professionals with experience in gas can fire and explosion evaluation to assist in assessing the evidence of causation. The Blitz Personal Injury Trustee, in consultation with the Blitz Personal Injury TAC and experts, shall determine whether the evidence on causation is sufficient.

C. Statute of Limitations/Repose Threshold

If a Covered Blitz Personal Injury Claim is barred by the longest applicable statute of limitations or repose, the claim will not be eligible for further consideration by the Blitz Personal Injury Trust and will not be entitled to any distribution from the Blitz Personal Injury Trust. The Blitz Personal Injury Trustee, in consultation with the Blitz Personal Injury TAC, shall make this threshold determination.

D. Materials to be Provided by Covered Claimants

In order to receive a distribution based upon Gross Score or Special Circumstances, each Covered Claimant must provide all information required by the Blitz Personal Injury Trustee in consultation with the Blitz Personal Injury TAC and experts, including all information required to be filed with a Covered Claimants' proof of claim. If the Covered Claimant decides to make application to the Special Circumstances Fund, the Covered Claimant can provide such supplemental information as the Covered Claimant deems necessary to support his or her Special Circumstances claim and must provide all information requested by the Blitz Personal Injury

Trustee in consultation with the Blitz Personal Injury TAC and/or experts. Pursuant to the Blitz Personal Injury TDP, the Blitz Personal Injury Trustee, the Blitz Personal Injury TAC, the Unsecured Creditors' Committee and other persons performing duties in relation to the Blitz Personal Injury Trust may receive private health information from the Covered Claimants. To the extent any private health information is obtained, such information will be kept confidential and not disclosed to any unauthorized individual. An unauthorized individual would be any person not listed above in this paragraph or any person not performing Blitz Personal Injury Trust related duties at the direction of any of the entities listed.

E. Gross Score Determination for Blitz Personal Injury Trust Claims

The objective of the Blitz Personal Injury Trust is to compensate Covered Claimants in a manner that ensures that Covered Claimants are treated accurately and reasonably in light of the limited assets available to satisfy Covered Blitz Personal Injury Claims and the uncertainty regarding the total value of Covered Blitz Personal Injury Claims that will finally receive payment from the Blitz Personal Injury Trust. The Blitz Personal Injury TDP was created to employ a methodology to compensate Covered Claimants in accordance with the severity and extent of their injuries, and to ensure that similarly situated Covered Claimants are compensated equitably. Furthermore, the Blitz Personal Injury TDP was created to compensate the Covered Blitz Personal Injury Claimants for the economic and non-economic damages they could legally claim if the Debtors had not filed for Chapter 11 bankruptcy. Percentage of total body surface area burned ("%TBSA") and the degree of burn injury will be determined by the Covered Claimant's hospital discharge summary. If there is no hospital discharge summary, then a hospital admission will be used. If there is no hospital admission, then an emergency room report will be used to determine TBSA%. The following procedure will be used to compensate those who suffer from burn injuries equal to or greater than 15% TBSA and/or wrongful death from burn injuries. Covered Claimants asserting Covered Blitz Personal Injury Claims involving less than 15% TBSA, including but not limited to claims for loss of consortium, medical bills incurred by a parent on behalf of a burned minor and/or negligent infliction of emotional distress shall be consolidated into one claim and the total amount of damages will be calculated for that injury and all such related claims. All Covered Blitz Personal Injury Claims for burn injuries of less than 15% TBSA, including property damage claims, shall go straight into the Special Circumstances Fund without any gross score calculation and any distribution on such claims shall come solely from the Special Circumstances Fund.

For Covered Claimants who survived their burns, compensable damages consist of:

1. pain & suffering;
2. loss of enjoyment of life;
3. lost earning capacity and household services; and,
4. past and future medical costs.

For Covered Claimants who are survivors of deceased burn victims, compensable damages consist of:

1. pain and suffering incurred by their decedent while alive;
2. past medical expenses; and

3. loss of financial support and services they potentially would have received from their decedent.

Compensable damages shall be computed as follows:

1. Pain and suffering is calculated based on a Covered Claimant's or decedent's days hospitalized in relation to %TBSA.
 - a. For all Covered Claimants or decedents, other than those receiving care from Shriners' Hospital for Children, or a similarly situated facility, as noted in Section "F" below, "Days Hospitalized" or "days in the hospital" shall be determined based on a Covered Claimant or decedent's %TBSA, as noted in the 2012 National Burn Repository Report.
 - b. For a Covered Claimant or decedent receiving care from Shriners' Hospital for Children, or a similarly situated facility, as noted in Section "F" below, "Days Hospitalized" or "days in the hospital" shall mean the number of days actually spent in an accredited hospital as a result of a Covered Claimant's injuries attributable to a Blitz Product as of the day of the Confirmation Hearing and shall include both days for initial hospitalization and any subsequent hospitalizations caused by their injuries attributable to the Blitz Product.
 - c. The annual average value of life is \$356,000.00,¹ making the daily value of life approximately \$1,000.00.
 - d. Pain and suffering damages are calculated using the following formula:
 - i. Days hospitalized x daily value of life
 - ii. E.g., 50 days hospitalized x \$1,000.00 = \$50,000.00
2. Loss of enjoyment of life is diminished in relationship to age and %TBSA.
 - a. The accepted measure for loss of enjoyment of life is quality adjusted life years.
 - b. For Covered Claimants under 18 years old, 15% annual quality of life is lost for every % of TBSA.
 - c. For persons over 18 years old, 5% annual quality of life is lost for every % of TBSA.
 - i. E.g., Covered Claimant under 18 years old with 50% TBSA, annual quality of life is calculated by $15\% \times 50 = 7.5\%$.
 - ii. E.g., Covered Claimant over 18 years old with 50% TBSA, annual quality of life is calculated by $5\% \times 50 = 2.5\%$.
 - iii. Annual loss of enjoyment of life is calculated using the following formula:
 - a. Annual predicted quality of life lost x annual average value of life.

¹ The annual average value of life is calculated using a population average age of 38.6 (<https://www.census.gov/population/age/data/2011comp.html>) and an annual real discount rate of 3% after the 2008 value was adjusted to a 2012 level using the Consumer Price Index.

- b. E.g., 10% lost quality of life x \$356,000.00 (see fn 1)= \$35,600.00
 - iv. Lifetime loss of enjoyment of life is calculated using the following formula:
 - a. Annual loss of enjoyment of life x remaining life expectancy
 - b. E.g., \$35,600 x 40 years remaining life expectancy=\$1,424,000.00
- 3. Lost earning capacity and household services are calculated based on age and the national averages for life earnings.
 - a. Lost earning capacity is based on %TBSA.
 - i. E.g., 10% TBSA= approximately 20 % loss of earning capacity.
 - ii. E.g., 60% TBSA and over = approximately 100% loss of earning capacity.
 - b. Lost earning capacity and household services is calculated based on the following formula:
 - i. Percent of loss of earning capacity x life earning capacity
 - ii. E.g., 25 year old on average makes \$2 million for entire life
 - iii. E.g., 25 year old w/ 60% TBSA =100% loss of earning capacity
 - iv. E.g., 100% x 2 million = \$2,000,000.00
- 4. Past medical expenses are to be provided by each Covered Claimant. The Covered Claimant's past medical expenses will be added to the other elements of recovery in determining the Covered Claimant's Gross Score.
- 5. Future medical expenses will be estimated by creating a sliding scale of available total life care plan numbers based on %TBSA.
 - a. The life care plan number is then divided by life expectancy for an annual future medical figure.
 - b. The annual future medical figure is then multiplied by the remaining life expectancy.
- 6. Loss of financial support and services is delineated by gender and age.
 - a. For deceased victims under age 25, lost earnings and service are reduced by 80% to account for personal consumption.
 - b. For deceased victims 25 years and older, lost earnings and service are reduced by 25% to account for personal consumption
 - c. Loss of financial support and services is calculated using the following formula:
 - i. Earning capacity at age of death x remaining lost earnings and service after consumption deduction.
 - ii. E.g., 3 million x 20% =\$600,000.00
 - iii. E.g., 3 million x 75% = \$2,250,000.00

Any Covered Claimant who suffered burn injuries that cannot provide medical documentation acceptable to the Blitz Personal Injury Trustee establishing a %TBSA equal to or greater than 15% will not be included in the Gross Scoring process. Rather than receiving a Gross Score and Initial Offer, any Covered Claimant seeking compensation for burns comprising less than 15% TBSA will be accepted into the Special Circumstances Fund set forth in paragraph I. All Covered Claimants must have satisfied the Threshold Components as defined above before being accepted into the Special Circumstances Fund. If the Blitz Personal Injury Trustee, in consultation with the Blitz Personal Injury TAC, has any reason to question the amount and/or extent of injuries suffered by a Covered Claimant, the Blitz Personal Injury Trustee is empowered to retain an outside consultant regarding the extent of Covered Claimant's injuries and the Blitz Personal Injury Trustee is entitled to make adjustments to the Covered Claimants Gross Score as necessary based upon that consultation. Covered Claimants shall provide all information requested by the Blitz Personal Injury Trustee regarding any Threshold Component and any aspect of his or her damage claim.

F. Adjustments to the Gross Score for Past Medical Treatment at the Shriners Hospital for Children

With respect to the calculation of a Covered Claimant's past medical expenses as a component of a Covered Claimant's Gross Score, the Blitz Personal Injury TDP recognizes that a number of Covered Claimants received substantial medical care from the Shriners Hospital for Children. The Shriners Hospital for Children is a network of non-profit hospitals that provide medical care for minor children with severe burns and customarily does not charge for its medical services. In order to compensate those Covered Claimants treated at Shriners Hospital for Children equitably in comparison with other Covered Claimants with substantially similar injuries who underwent substantially similar medical treatments, the value of past medical expenses for Covered Claimants treated at Shriners Hospital for Children will be adjusted. The value of the past medical bills component for any Covered Claimant treated at Shriners Hospital for Children will be the number of days the Covered Claimant was a patient at Shriners Hospital For Children multiplied by the medical costs of an average day charged to all other Covered Claimants submitting claims for medical expenses incurred at non-charitable, full rate burn facilities, and who was of a similar age and suffered a similar %TBSA as the Covered Claimant suffered. The Trustee shall determine this rate in consultation with experts based upon the medical billing information submitted with the Covered Claimants' proofs of claim.

If a Covered Claimant received past medical treatment from a facility that operates in the same or substantially similar charitable manner as the Shriners Hospital for Children, the Covered Claimant can petition the Blitz Personal Injury Trustee to calculate past medical expenses in the same manner as set forth in the previous paragraph and the Blitz Personal Injury Trustee can do so in his or her sole discretion.

G. Determination of a Covered Claimant's Settlement Percentage

Once all Covered Claimants have received a Gross Score as set forth in paragraphs E and F, the sum of the amounts of the Gross Scores for all Covered Claimants will be calculated by the Blitz Personal Injury Trustee. Each Covered Claimant's Gross Score will then be divided by

the sum of all the Gross Scores to determine the Settlement Percentage of each Covered Claimant's Gross Score in comparison with all the Claimants participating in the Non-Appealing Fund. A Claimant's Offer Amount will be calculated by multiplying the Claimant's Settlement Percentage by the amount of money held in the Non-Appealing Fund.

H. Calculation of a Claimant's Offer Amount

The Blitz Personal Injury Trustee will provide Offer Amounts to each Covered Claimant along with a release form approved by the Blitz Personal Injury Trust at the same time. If the Covered Claimant accepts his or her Offer Amount and returns the release form properly executed, such Covered Blitz Personal Injury Claim will be placed in the First In First Out Payment Queue in order of receipt of the Release.

If the Blitz Personal Injury Trust submits an Offer Amount to a Covered Claimant that the Covered Claimant does not believe is appropriate, the Covered Claimant can opt to apply for payment out of the Special Circumstances Fund. Covered Claimants will have fifteen (15) business days from receipt of their Offer Amount to either return the properly executed release or make an application to the Special Circumstances Fund. Payment of a Covered Blitz Personal Injury Claim placed in the First In First Out Payment Queue having accepted the Offer Amount will be paid within ten (10) business days of being placed in the Queue or at the request of the Covered Claimant, the payment shall be earmarked and set-aside for sufficient time to allow the establishment of an appropriate trust or structured annuity.

I. Application to the Special Circumstances Fund

The Special Circumstances Fund serves multiple purposes. One purpose is to adequately compensate those Covered Claimants that incurred burns on less than 15% TBSA or were injured by a Blitz Product in a manner other than burns. The purpose of the Special Circumstances Fund is to also provide compensation above the amount of the Covered Claimants' Offer Amounts based upon conditions that are not adequately addressed by a mathematical calculation applied to the Covered Claimants as an entire group. It is not the intent of the Special Circumstances Fund to be available to increase the Offer Amount for all Covered Claimants but instead to account for exigent circumstances not fairly or fully addressed pursuant to the formula used in this TDP Scoring System to score Covered Blitz Personal Injury Claims.

Upon application to the Special Circumstances Fund, the Offer Amount of all Covered Claimants making applications to the Special Circumstances Fund will be added into the Special Circumstances Fund. Once all applications to the Special Circumstances Fund have been reviewed by the Blitz Personal Injury Trustee, the Blitz Personal Injury Trustee will submit a Final Offer Amount to all the Covered Claimants that have applied to the Special Circumstances Fund along with a release form approved by the Blitz Personal Injury Trust. Covered Claimants that accept the Final Offer Amount and return the release form properly executed, will be placed in the First In First Out Payment Queue. Payment of a Covered Blitz Personal Injury Claim placed in the First In First Out Payment Queue having accepted the Final Offer Amount will be paid within ten (10) business days of being placed in the Queue, or at the request of the Covered

Claimant, such amounts shall be earmarked and set aside for sufficient time to allow the establishment of an appropriate trust or structured annuity.

Application to the Special Circumstances Fund does not guarantee that the Covered Claimant will receive a Final Offer Amount in excess of the Covered Claimant's Offer Amount. Claimants that apply to the Special Circumstances Fund are not guaranteed to receive a Final Offer in an amount even equal to or greater than the Covered Claimant's original Offer Amount. A Covered Claimant may receive a lower Final Offer Amount than the Covered Claimant's Offer Amount. Covered Claimants who apply to the Special Circumstances Fund and do not receive an offer higher than the initial Offer Amount will be responsible for all costs associated with the application. Such costs would include, but not be limited to, the fees and expenses of the Blitz Personal Injury Trustee and the Blitz Personal Injury TAC incurred to review the Covered Claimant's application along with the costs of any medical or other professionals retained to assist with the review. These costs shall be deducted from the Final Offer Amount awarded by the Blitz Personal Injury Trustee to the Covered Claimant.

If the Blitz Personal Injury Trust submits a Final Offer Amount to a Covered Claimant that the Covered Claimant does not believe is appropriate, the Covered Claimant may appeal the Final Offer and proceed first to mediation or arbitration and then to litigation of the value of their Covered Blitz Personal Injury Claim.

All costs, expenses, and fees incurred by the Blitz Personal Injury Trust and all reserves established for payment of costs, fees, expenses or any indemnification obligations of the Blitz Personal Injury Trust shall be paid from the Special Circumstances Fund.

The Blitz Personal Injury Trustee shall not be required to allocate all funds in the Special Circumstances Fund in determining Final Offers to be made to Covered Claimants. Any excess sums in the Special Circumstances Fund over and above sums necessary to pay all Final Offers in full shall be distributed pro-rata to Covered Claimants that accepted Offer Amounts pursuant to paragraph H above.

J. Mediation, Arbitration or Litigation of Blitz Personal Injury Trust Claims

Covered Claimants may appeal their Final Offer in accordance with the following procedures, which are more fully set forth in the Blitz Personal Injury TDP. If a Covered Blitz Personal Injury Claim is not resolved following receipt of the Final Offer, then the Covered Claimant may proceed to mediation or arbitration in accordance with procedures to be adopted by the Blitz Personal Injury Trust. If Covered Blitz Personal Injury Claim is not resolved through mediation or arbitration, the Covered Claimant may file a lawsuit against the Blitz Personal Injury Trust in the jurisdiction in which the Covered Blitz Personal Injury Claim arose. Any such lawsuit must be filed by the Covered Claimant in his or her own right and name and not as a member or representative of a class, and no such lawsuit may be consolidated with any other lawsuit, provided however, claims arising out of a single incident may be brought together in a single action. All defenses that could have been asserted by the Debtors or any Released Party with respect to a Covered Blitz Personal Injury Claim shall be available on a non-exclusive basis to the Blitz Personal Injury Trust in such litigation. Following the final resolution of any

mediation, arbitration or litigation, including any associated appeals, a Covered Claimant shall be eligible for payment of a settlement or judgment for monetary damages from the Special Circumstances Fund until the Special Circumstances Fund is exhausted. Payments shall be made within 10 days of submission of the final judgment or settlement agreement to the Blitz Personal Injury Trust. For purposes of making any such distribution, the Blitz Personal Injury Trustee shall estimate the claims of any remaining unresolved Covered Blitz Personal Injury Claim in order to determine the amount of any distribution to be made on account of the resolved claim. Any excess sums in the Special Circumstances Fund over and above sums necessary to pay all Covered Blitz Personal Injury Claims having made application to the Special Circumstances Fund in full shall be distributed pro-rata to Covered Claimants that accepted Offer Amounts pursuant to paragraph H above.

Exhibit 5

(Assigned Blitz Insurance Policies)

KNOWN POLICIES ISSUED BY NON-PARTICIPATING INSURERS

Insurer	Policy No.	Policy Period
Hartford Insurance Company	38 UUNQS 4661	2000-2001
	38 UENQS 4661	2001-2002
Lumbermens Mutual Casualty Company	3SX 130772-00	2000-2001
Admiral Insurance Company	A02AG14372	2002-2003
	CA000005350-02	2003-2004
American International Group	BE3207024	2003-2004
Admiral Insurance Company	CA000005350-02	2004-2005
American International Group	BE974595	2004-2005
Nautilus Insurance Company	BK0011111-0	2005-2006
RSUI Group, Inc.	NHA2169-4 AND NHA216981	2006-2007

Exhibit 6

(Participating Insurer Policies)

PARTICIPATING INSURERS

SUBJECT POLICIES

Insurer	Policy No.	Policy Period
Old Republic Insurance Company	MWZY 58888	07/31/10-07/31/11
Old Republic Insurance Company	MWZY 59256	07/31/11-07/31/12
First Specialty Insurance Corporation	IRE98445	07/31/10-07/31/11
First Specialty Insurance Corporation	IRE984451	07/31/11-7/31/12
First Mercury Insurance Company	CEGA000205	07/31/10-07/31/11
First Mercury Insurance Company	CEGA000307	07/31/11-07/31/12
Continental Casualty Company	L4017503244	07/31/09-07/31/10
Continental Casualty Company		07/31/10-07/31/11
Westchester Surplus Lines Insurance Company	CUW788371001	07/31/05-07/31/06
Westchester Fire Insurance Company	G22053504001	07/31/06-07/31/07
Westchester Fire Insurance Company	G22053504002	07/31/07-07/31/08
Westchester Fire Insurance Company	G22053504003	07/31/08-07/31/09
Westchester Fire Insurance Company	G22053504004	07/31/09-07/31/10
Liberty Surplus Insurance Corporation	EGL-BO184170-016	07/31/06-07/31/07
Liberty Surplus Insurance Corporation	EGL-BO-184170-026	07/31/07-07/31/08
Liberty Surplus Insurance Corporation	EGL-BO-184170-036	07/31/08-07/31/09
Liberty Surplus Insurance Corporation	EGL-BO-184170-046	07/31/09-07/31/10
Liberty Insurance Underwriters Inc.	LQ1-B71-213221-019	07/31/09-07/31/10
Liberty Insurance Underwriters Inc.	EXCAT0687652	07/31/10-07/31/11
Liberty Insurance Underwriters Inc.	EXCAT068765-3	07/31/11-07/31/12
Interstate Fire and Casualty Insurance Company	HFX1002572	07/31/08-07/31/09
Navigators Specialty Insurance Company	CH08EXC499507NC	07/31/08-07/31/09
Axis Surplus Insurance Company	EAU741333/01/2008	07/31/08-07/31/09
Endurance American Specialty Insurance Company	ELD 10000712700	07/31/07-07/01/08
Arch Insurance Company	UXP004536700	07/31/11-7/31/12

Exhibit 7

(Known Holders of Blitz Personal Injury Claims)

EXHIBIT 7
PARTICIPATING BLITZ PERSONAL INJURY CLAIMANTS

Date of Accident	Name of Injured Party	State	Case Number	Law Firm
6/20/2002	Montgomery, Michael	CA	12CV3057-L-WVG	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
10/3/02	Delatorre, John	Unknown	Unknown	unknown
9/16/03	Beadore, Landon Adam	NY	002122/2006	The Anderson Law Firm
8/10/2005	Rush, Mary	Unknown	none	none
12/28/05	Calder, David	UT	2:07-cv-387	The Anderson Law Firm
1/2006	Fitzgerald, Ronald	Unknown	none	none
2/16/07	Green, Jonathan	TX	2:07-CV-372	Grant & Flanery, P.C.
2/16/07	Green, Rene	TX	2:07-CV-372	Grant & Flanery, P.C.
3/10/07	Bosse, Christopher	TX	2009-372-A	Sloan, Bagley, Hatchery & Perry Law Firm
8/15/2007	Funchess, Chad	SC	2009-CP-38-1257	Breneman Dungan, L.L.C. Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
11/9/2007	Johnson, Randall	CA	-	Choulos Choulos & Wyle
12/30/2007	Barnett, Jerry	MS	3:09-cv-00366	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/30/2007	Fulton, Daniel	MS	3:09-cv-00366	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.

4/5/2008	Strand, Taylor		N/A	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
5/23/2008	Boling, Christopher	KY	1:09-cv-00067	Walker & Morgan, L.L.C Janet, Jenner & Suggs, LLC
5/28/2008	White, Michael	IL	2009 L 4436	Langdon & Emison
6/22/2008	Strickland, Steve	FL	8:12-cv-02402	Bodiford Law Group
7/17/2008	Ballew, Jasmine Alexis	NC	10-cvs-691	The Anderson Law Firm
1/18/2009	Thornton, Dennis	AL	09-902481	The Anderson Law Firm
3/6/2009	Tillman, Donald	SC	11-CP-04-01200	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
7/24/2009	Fenn, Est. of Ja-el	GA	11-cv-1532-1 12-cv-1674-1	Walker & Morgan, L.L.C Breneman Dungan, L.L.C.
7/24/2009	Fenn, Jessica	GA	11-cv-1532-1 12-cv-1674-1	Walker & Morgan, L.L.C Breneman Dungan, L.L.C.
7/24/2009	Fenn, Est. of Jerimiah	GA	11-cv-1532-1 12-cv-1674-1	Walker & Morgan, L.L.C Breneman Dungan, L.L.C.
8/15/2009	Pierce, Brandon	IN	1:11-cv-01022	The Anderson Law Firm Richardson, Patrick, Westbrook, & Brickman, L.L.C.
10/11/2009	Melvin, William	FL	8:11-cv-2542	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
10/12/2009	Shickel, Jordan	IL	3:11-cv-03380	Breneman

				Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
10/23/2009	Guillory, Kaleb	MS	Not Filed	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
12/6/2009	Grooms, Ethan	SC	4:11-cv-1327	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/18/2009	Crouch, Brooke	TX	5:11-cv-00150	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
12/23/2009	Trevino, Dylan	TN	1:10-cv-00115	The Anderson Law Firm
1/23/2010	Mims, David	AL	1:12-cv-00244	Glenda Cochran Associates
2/5/2010	Jacoby, Robert	OR	1:10-cv-03075	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
3/5/2010	Kornegay, Est. of Matthew	MS	3:10-cv-00429	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
3/16/2010	Brogdon, Ronnie	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
3/24/2010	Kassim, Kamal	CT	Not Filed	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
4/11/2010	VanBrunt, Devan	MN	0:11-cv-01771	The Anderson Law Firm

				Richardson, Patrick, Westbrook, & Brickman, L.L.C.
4/11/2010	Tvedt, Dane	MN		Palmbeck, Dan
6/18/2010	Madox, Robert	-	Not Filed	unknown
7/17/2010	Balch, Eric	TX	6:10-cv-00284	Ramsey Hill L.L.P.
7/17/2010	Balch, Cade	TX	6:10-cv-00284	Ramsey Hill L.L.P.
7/17/2010	Balch, Est. of Mason	TX	6:10-cv-00284	Ramsey Hill L.L.P.
9/19/2010	Al-Shara, Est. of Aliaa	MI	2:11-cv-14954	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
9/19/2010	Al-Shara, Majd	MI	2:11-cv-14954	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
9/28/2010	Burch, Timothy	GA	5:11-cv-00084	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
11/5/2010	Nix, Jacob C.	SC	Not Filed	Ball, Mark
11/13/2010	Shilich, John	UT	Not Filed	The Anderson Law Firm
11/23/2010	Ferguson, Est. of Jim	SC	9:11-cv-02207	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/4/2010	Stahl, Est. of Coty	SC	2:11-cv-02193	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/12/2010	Droney, Christopher	SC	6:11-cv-1320	Walker & Morgan, L.L.C Richardson,

				Patrick, Westbrook, & Brickman, L.L.C.
12/30/2010	Mills, Ronald	SC	5:11-cv-01313	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/31/2010	Xiong, Joey	NC	Not Filed	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
1/11/2011	Ward, Curtis	GA	1:11-cv-00039	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/11/2011	Ward, Kenneth	GA	1:11-cv-00039	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/15/2011	Purvis, James C.	GA	7:11-cv-00111	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/15/2011	Purvis, Dusty	GA	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/15/2011	Purvis, Tony	GA	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/15/2011	Joyner, Est. of Jacob	FL	5:11-cv-00334 5:12-cv-00318	Walker & Morgan, L.L.C Richardson,

				Patrick, Westbrook, & Brickman, L.L.C.
1/15/2011	Blount, Betty	FL	5:12-cv-00318	Law Offices of Brian J Wolk
1/15/2011	Blount, Zackery	FL	5:12-cv-00318	Law Offices of Brian J Wolk
1/20/2011	Wilson, Est. of Marshall	FL	3:11-cv-00496	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/20/2011	Kristensen, Erik	GA		Thornton, Steven
1/20/2011	Amouroux, Christian	GA		Thornton, Steven
1/22/2011	Guilford, Wade	FL	5:11-cv-00336	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
2/25/2011	Feldman, Est. of Clarence	FL	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
2/25/2011	Feldman, Scott	FL	5:11-cv-00335	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
2/25/2011	Loveridge, Est. of Sonja	FL	Not Filed	Kinsey, Troxel, Walborsky & Bradley, P.A.
2/25/2011	McClelland, Dorsey	FL	5:11-cv-00335	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
3/1/2011	Weddle, Susan	AL	3:12-cv-00651	Morris, Haynes, Hornsby, Wheeles and Knowles
3/1/2011	Smith, Adam	AL	3:12-cv-00651	Morris, Haynes,

				Hornsby, Wheles and Knowles
3/1/2011	Smith, Megan	AL	3:12-cv-00651	Morris, Haynes, Hornsby, Wheles and Knowles
4/1/2011	Hale, Robert	PA	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
5/1/2011	Delia, Cyrus Owen	OR	Not Filed	Law Offices of Danny Lang
5/1/2011	Doyle, John	OR	Not Filed	West, Craig
8/16/2011	Jones, Dalan	TX	Not Filed	Sico, White, Hoelscher & Braugh, LLP
8/16/2011	Jones, Leiya	TX	Not Filed	Sico, White, Hoelscher & Braugh, LLP
9/24/2011	Hayes, Jacob	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
10/1/2011	Morgan, Johnny C.	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
10/24/2011	Gutierrez, Est of Dale	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
11/8/2011	Perez, Aliha	TX	Not Filed	Julian C. Gomez
11/8/2011	Perez, Irene	TX	Not Filed	Julian C. Gomez
11/8/2011	Perez, Jose	TX	Not Filed	Julian C. Gomez
11/17/2011	Hawkins, Est. of Michael	SC	Not Filed	Walker & Morgan, L.L.C Richardson,

				Patrick, Westbrook, & Brickman, L.L.C.
11/17/2011	Broach, Eddie Cory	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
11/17/2011	Broach, Justin A.	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
11/23/2011	Newby, Rayne	TX	Not Filed	Mark Sudderth
12/1/2011	Coleman, John Marcus	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/2011	Britt, Marie	Unknown	Not Filed	Unknown
12/17/2011	Mizell, Est. of James O.	GA	5:12-cv-00104	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/19/11	Bauman, Jr., Michael	KY	12-738	Jones Ward
1/21/2012	Arwood, Michael Todd	AL	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/28/2012	Chambers, Bridget	TX	Not Filed	Munoz, Rosalio
5/17/2012	Torres, Anthony	TX	-	Sico, White, Hoelscher & Braugh, L.L.P.
5/17/2012	Warren, Colton	TX	-	Sico, White, Hoelscher & Braugh, L.L.P.
5/28/2012	Williams, Jacob	SC	Not Filed	Walker & Morgan, L.L.C Richardson,

				Patrick, Westbrook, & Brickman, L.L.C.
6/19/2012	Jones, Rhonda	Ohio	Not filed	None
7/14/2012	Callihan, Est. of Bruce R.	LA	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
7/14/2012	Ramos, Helen Louise	LA	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.

Exhibit 8

(Insurance Settlement Term Sheet)

TERM SHEET

The Debtors, the Committee, the Participating Insurers, the Participating Blitz Personal Injury Claimants, and Wal-Mart have agreed to a Settlement of any and all past, present, and future issues that could arise between them with respect to the Blitz Personal Injury Claims.

Certain of the most important terms of the Settlement are summarized in the numbered paragraphs set forth below and subject to the Settling Parties' intent that the terms of the Settlement to be incorporated into a Chapter 11 Plan containing customary provisions relating to the implementation and enforcement of the Settlement, they acknowledge by their signatures set forth below their intent to be legally bound and that they are legally bound by the terms set forth in this Term Sheet and that the Term Sheet is legally enforceable by the Parties (subject to approval by the United States Bankruptcy Court for the District of Delaware (the "Bankruptcy Court") in a final non-appealable order pursuant to Rule 9019 of the Bankruptcy Rules). A motion will be filed with the Bankruptcy Court seeking an order approving the Term Sheet and the Settlement, which motion shall be on notice in form, substance and effect acceptable to the Settling Parties and approved by the Bankruptcy Court as being adequate to bind all claimants asserting Blitz Personal Injury Claims. Also, the terms and conditions of the Settlement Approval Order shall be in form and substance acceptable to the Settling Parties. The Debtors' obligation to take the actions contemplated by this Term Sheet and the Agreement is subject to the Debtors' having funding necessary to do so and the Debtors are only required to take such actions as are reasonably practical under the circumstances. Moreover, any final Settlement is contingent upon the confirmation of the Chapter 11 Plan. The Committee will support and take actions reasonably necessary to obtain approval of the Settlement and a Chapter 11 Plan incorporating the Settlement.

DEFINITIONS

The following terms, as used herein, shall be defined as follows:

- a. "BAH Settlement" shall mean the consensual settlement of all claims and causes of action by and between the BAH Settling Parties.
- b. "BAH Settling Parties" shall mean the Committee, the Debtors, the Participating Blitz Personal Injury Claimants, Michael Montgomery, Kinderhook Industries II, LP Kinderhook Capital Fund II, LP, Crestwood Holdings, Inc., Bergan, LLC and any other party that may be a signatory to the BAH Settlement.
- c. "Bar Date Motion" shall mean a motion filed with the Bankruptcy Court to establish a bar date for all Blitz Personal Injury Claims that do not fall within the claims barred by the bar date order that was entered on May 23, 2012 .
- d. "Blitz Personal Injury Claims" shall mean and include all claims for damages or other relief for, based upon, arising out of, relating to, or in any way involving bodily injury and / or property damage that occurred on or before 12:01 AM CST on July 31, 2012, and shall

include asserted and unasserted claims, whether known or unknown, based upon, arising out of, or in any way involving the products, premises or operations of the Debtors and, without any limitation of the foregoing shall include any such claims against Wal-Mart directly or indirectly relating to the Debtors' products, premises or operations, and any direct action claims by a claimant against the Participating Insurers.

e. "Channeling Injunction" shall mean an injunction pursuant to Sections 105(a) and 363(f) of the Bankruptcy Code that to the fullest extent permitted by law (i) permanently enjoins and channels to the Plan Trust all Blitz Personal Injury Claims, and (ii) permanently enjoins the prosecution of all Blitz Personal Injury Claims against any Released Party. The Participating Blitz Personal Injury Claimants and the Committee shall be responsible for the development and drafting of the terms and procedures with respect to the valuation, allowance and payment of Blitz Personal Injury Claims including the allocation of the Settlement Amount. For the avoidance of doubt, the Channeling Injunction shall not channel or enjoin any claim for damages on account of a bodily injury and / or property damage that occurred on or after 12:01 AM CST on July 31, 2012.

f. "Committee" shall mean the Official Committee of Unsecured Creditors, its co-chairs and members appointed in the Debtors' chapter 11 cases.

g. "Confirmation Order" shall mean an Order of the Bankruptcy Court confirming the Chapter 11 Plan.

h. "Debtor Representatives" shall mean officers, directors, employees, agents, representatives, and attorneys of the Debtors or the successors of any of them, each in their capacity as such.

i. "Debtors" shall mean the USA Debtors and the Holdings Debtors.

j. "Holdings Debtors" shall mean LAM 2011 Holdings, LLC and Blitz Acquisition Holdings, Inc.

k. "Interests" shall mean any rights, claims, liens, interest, and/or encumbrances in connection with the described subject matter.

l. "Non-Participating Insurers" shall mean Hartford Insurance Company, Lumbermens Mutual Casualty Company, Admiral Insurance Company, American International Group, Nautilus Insurance Company, Arrowood Indemnity, RSUI Group, Inc., and any other insurer who is not a Participating Insurer. The known policies of insurance issued to Debtors by the Non-Participating Insurers include, without limitation, the policies listed on Exhibit 3 hereto.

m. "Participating Blitz Personal Injury Claimants" shall mean and include the claimants identified on Exhibit 1 attached hereto and their respective counsel.

n. "Participating Insurers" shall mean Old Republic Insurance Company, First Mercury Insurance Company, First Specialty Insurance Corporation, Liberty Surplus Insurance Corporation, Liberty Insurance Underwriters Inc., Arch Insurance Company, Continental Casualty Company, Westchester Fire Insurance Company and Westchester Surplus Lines Insurance Company (collectively, "Westchester"), Endurance American Specialty Insurance

Company, Interstate Fire and Casualty Insurance Company, Navigators Specialty Insurance Company and Axis Surplus Insurance Company and United States Fire Insurance Company (solely in its capacity as claims handler for the policies issued to the Debtors on behalf of First Mercury Insurance Company that are listed on Exhibit 1 and not on behalf of policies, if any, that might have been issued by United States Fire Insurance Company) and each of their predecessors, and present or past parents, subsidiaries, divisions, affiliates, directors, officers, agents, employees, representatives, members, and attorneys, their successors and assigns but only in their capacity as such, and any entity that acquires any of the foregoing entities through assignment, merger, or otherwise, but only to the extent that such acquiring entity succeeds to such foregoing entity's rights and obligations as they existed on the execution date of the Term Sheet. Notwithstanding the above, "Participating Insurers" shall not mean or include the "Non-Participating Insurers" or any of them.

o. "Parties" shall mean Debtors, the Committee, the Participating Insurers, the Participating Blitz Personal Injury Claimants, and Wal-Mart.

p. "Payment Date" shall mean thirty (30) days after entry of a Confirmation Order (i) which has become non-appealable, or (ii) if any appeals from the Confirmation Order have been filed, either (x) such appeals have been fully and finally concluded consistent with the material terms of this Settlement, or (y) the Participating Insurers and Wal-Mart, each in their sole discretion, agree to waive final resolution of such appeal(s) as a condition to the Payment Date.

q. "Chapter 11 Plan" shall mean one or more liquidating plans, pursuant to chapter 11 of the Bankruptcy Code, applicable to all Debtors that contains customary provisions and includes the terms necessary to implement and enforce the Settlement, and this Term Sheet.

r. "Plan Trust" shall mean the Blitz Personal Injury Plan Trust.

s. "Released Parties" shall mean the Debtors, the Participating Insurers, Wal-Mart and any other person or entity insured under the Subject Policies, including, but not limited to (i) any distributor or retailer of Debtors' products, (ii) the Debtor Representatives, and (iii) the shareholders of Debtors solely in their capacity as shareholders and solely related to Blitz Personal Injury Claims. The release of the shareholders of the Debtors shall include all claims asserted against such shareholders that are or would be covered by the Subject Policies. The Released Parties are not released for Blitz Personal Injury Claims occurring on or before July 31, 2007 at 12:01 a.m. CST with the exception that: (a) Wal-Mart shall be released for all Blitz Personal Injury Claims occurring on or before July 31, 2007 at 12:01 a.m. CST, (b) Westchester shall be released for all Blitz Personal Injury Claims occurring on or before July 31, 2007 at 12:01 a.m. CST with the exception of *Calder* and *Bosse*, and *Green* shall retain and not release his claim to sanctions which is now pending appeal until such time as the Debtors, pursuant to paragraph 2 below, dismiss their appeal and release the \$250,000 that has already been deposited to his counsel in escrow at which time any claim by *Green* shall be released, and (c) the Participating Insurers shall be released from any and all liability under the insurance policies identified on Exhibit 2 for all Blitz Personal Injury Claims, except that Westchester shall not be released from the *Calder* and *Bosse* claims. All outstanding Blitz Personal Injury Claims are retained against the USA Debtors and all Non-Participating Insurers during the period prior to July 31, 2007 at 12:01 a.m. CST and are not released but are channeled into the Plan Trust.

t. "Releasers" shall mean Debtors and their respective (a) parents, (b) past or present subsidiaries and affiliates, (c) any joint ventures in which they have interests, and (d) officers, directors, employees, agents, representatives, shareholders, and attorneys, or the successors of any of them. The USA Debtors shall not be released by this Settlement for Blitz Personal Injury Claims prior to July 31, 2007 at 12:01 a.m. CST so such cases may proceed solely against the policies or proceeds of Non-Participating Insurers.

u. "Settlement" shall mean the settlement of any and all past, present, and future issues that could arise between the Settling Parties with respect to the Blitz Personal Injury Claims as reflected in this Term Sheet. For the avoidance of doubt, the Settlement shall not include the Settlement of any claim for damages on account of a bodily injury and / or property damage that occurred on or after 12:01 AM CST on July 31, 2012.

v. "Settlement Amount" shall mean the total sum, in cash or its equivalent, of ONE HUNDRED SIXTY ONE MILLION AND THREE HUNDRED TWENTY THOUSAND DOLLARS AND NO CENTS (\$161,320,000.00).

w. "Settlement Approval Motion" shall mean a motion filed with the Bankruptcy Court seeking a Settlement Approval Order.

x. "Settlement Approval Order" shall mean the Order of the Bankruptcy Court approving the Term Sheet, and authorizing the Settlement as set forth in this Term Sheet, the terms of which shall be acceptable to each of the Settling Parties, in their sole discretion.

y. "Settling Parties" shall mean the Debtors, the Committee, the Participating Insurers, the Participating Blitz Personal Injury Claimants and Wal-Mart.

z. "Subject Policies" shall mean the policies of insurance listed on Exhibit 2 hereto and all other, known and unknown, insurance policies issued to Debtors or any of them by any of the Participating Insurers except directors and officers policies, if any, that may have been issued by the Participating Insurers.

aa. "Term Sheet" shall mean this Term Sheet.

bb. "USA Debtors" shall mean Blitz USA, Inc., Blitz Acquisition, LLC, Blitz RE Holdings, LLC and Miami OK, LLC f/k/a F3 Brands LLC.

cc. "Wal-Mart" shall mean Wal-Mart Stores, Inc., each of its predecessors, and present or past parents, subsidiaries, divisions, affiliates, their successors and assigns but only in their capacity as such, and any entity that acquires any of the foregoing entities through assignment, merger, or otherwise, but only to the extent that such acquiring entity succeeds to such foregoing entity's rights and obligations as they existed on the execution date of the Term Sheet, and the directors, officers, agents, employees, representatives, members, and attorneys for any of the foregoing in their capacity as such.

A. Rule 9019 Motion and Settlement Approval Order

1. On or before July 24, 2013 and after all Parties have executed this Term Sheet, the Settling Parties shall file a Settlement Approval Motion with the Bankruptcy Court seeking a Settlement Approval Order, in form and substance agreeable to the Settling Parties approving pursuant to Rule 9019 of the Federal Rules of Bankruptcy Procedure, the Settlement and binding the Settling Parties to support and vote to accept the Chapter 11 Plan, which (i) shall contain the Channeling Injunction and other customary terms and conditions, including exculpation, some of which are specifically set forth herein, and (ii) pursuant to Section 363 of the Bankruptcy Code, the Debtors' sale back to the Participating Insurers of the Subject Policies free and clear of all Interests of any person or entity in the Subject Policies and including findings of fact and conclusions of law providing for protection of the Participating Insurers under Section 363(f) and (m). The Debtors and the Committee shall use their respective best efforts to obtain approval of the Settlement and entry by the Bankruptcy Court of the Settlement Approval Order and to ensure that the Settlement Approval Order becomes a final non-appealable order. The Settlement Approval Motion shall be on notice in form, substance and effect acceptable to the Settling Parties and approved by the Bankruptcy Court as being adequate to bind all Participating Blitz Personal Injury Claimants. The Settlement Approval Order shall be on terms which shall be acceptable to each of the Settling Parties, in their sole discretion.

B. Resolution of Claims and Policy Buy Back

2. The Participating Insurers and Wal-Mart, collectively, will pay the Settlement Amount to the Plan Trust. The Settlement Amount shall be paid on or before the Payment Date. The Participating Blitz Personal Injury Claimants and their undersigned counsel represent and warrant that the Participating Blitz Personal Injury Claimants along with the following claimants: *Beadore, Bosse, Calder, Delatorre, Green* and *Tvedt* constitute all Blitz Personal Injury Claims of which the Participating Blitz Personal Injury Claimants and their counsel are aware or have knowledge. Upon the occurrence of the Payment Date, and the vacatur of the sanctions order by the Green court (to which the Debtors and the *Green* plaintiffs consent and the Participating Blitz Personal Injury Claimants do not oppose), the \$250,000 in escrow paid to counsel for the *Green* plaintiffs shall be released and the parties to the *Green* case agree to mutually dismiss their appeals.

3. Except as otherwise provided herein, the specific amounts contributed by individual contributors to the Settlement Amount shall remain confidential as among the contributors and subject to the terms of a side-agreement among the Participating Insurers and Wal-Mart; provided however, that to the extent any of the Settling Parties that are contributing to the Settlement Amount defaults on its funding obligation, the identity of the defaulting party, and the amount it agreed to contribute and owes, shall be released. The Committee or the Plan Trust, as appropriate, may either: (a) seek to enforce the Settlement with respect to any defaulting Settlement Party; or (b) opt to treat any defaulting Participating Insurer as a Non-Participating Insurer under the terms of the Settlement. The Participating Insurers and Wal-Mart may also reveal the amount of their individual contributions, but not that of other participants, as they deem necessary, in their sole discretion, (i) to obtain Bankruptcy Court approval of the Chapter 11 Plan and the releases and Channeling Injunction in the Chapter 11 Plan, and (ii) to their attorneys, auditors, tax consultants, regulators, reinsurers or retrocessionnaires for the purpose of obtaining reinsurance for any portion of their contribution to the Settlement Amount, or complying with applicable regulations. The Participating Insurers and Wal-Mart shall be

individually liable for the amounts each has agreed to contribute and not jointly and/or severally liable for the Settlement Amount. Under no circumstances shall any of the Participating Insurers or Wal-Mart be required to satisfy the funding obligation of any defaulting party. Funding of eighty percent (80%) of the Settlement Amount is a condition precedent to the effectiveness of the Chapter 11 Plan. If within ten days after the Payment Date less than eighty percent (80%) of the Settlement Amount has been paid, a super-majority of seventy-five percent (75%) of the Participating Blitz Personal Injury Claimants may, at their election, file a Notice of Non-Occurrence of Effective Date, which notice shall give the Participating Insurers and Wal-Mart twenty (20) days to cure any such deficiency by providing funds to achieve eighty percent (80%) of the Payment Amount. If the Participating Insurers and Wal-Mart do not timely cure in accordance with the foregoing, the filing of the Notice of Non-Occurrence of Effective Date shall have the effect of terminating the Settlement and the Settling Parties shall be returned to the position that they were in prior to the Settlement.

4. The insurance policies issued to and related agreements with the Debtors by the Non-Participating Insurers shall *not* be released or subject to the buyback contemplated by this Term Sheet. These policies and related agreements and/or their proceeds shall be assigned to the Plan Trust, upon confirmation of the Chapter 11 Plan, which shall thereafter have all rights that the Debtors and/or claimants had to pursue such coverage subject only to the terms and procedures of the Chapter 11 Plan. For the avoidance of doubt, to the extent that the Debtors have insurance coverage from the Non-Participating Insurers applicable to the claims asserted by Michael Montgomery (incident date: 6/20/02), John Delatorre (incident date 10/3/02) and Landon Beadore (incident date 10/3/03) and such other plaintiffs as who may be named in the complaints in these three aforementioned cases or whose injuries occurred prior to 12:01 a.m. CST on July 31, 2007 (subject to the provisions of paragraph 27, below), such insurance coverage from the Non-Participating Insurers is not released or bought back by the settlement contemplated by this Term Sheet and these claimants do not release their claims as against the USA Debtors or insurers other than the Participating Insurers. Notwithstanding anything to the contrary in the foregoing, all Blitz Personal Injury Claims, including those identified in this paragraph, shall be subject to the Channeling Injunction and all release provisions contained in this Term Sheet.

C. Policy Release and Buyback Provisions

5. The Chapter 11 Plan shall fully release the Released Parties from any liability for, based upon, arising out of, directly or indirectly relating to, or in any way involving, the Blitz Personal Injury Claims and shall enjoin anyone from asserting Blitz Personal Injury Claims against the Released Parties, provided further however, that the foregoing releases shall not operate to bar any response, objection, defense or counterclaim to any filed or scheduled claim or motion or request for payment of administrative expense filed by any Debtor Representative as against any Debtor or its estate. Such releases shall be sufficient to provide finality to the Participating Insurers from all claims, rights, demands, and obligations of any kind or nature arising out of or relating to the Subject Policies, or any agreements related to the Subject Policies, brought by or on behalf of any person or entity insured thereunder, including, but not limited to, Debtors, Debtor Representatives or any distributor or retailer of Debtors' products, including without limitation Wal-Mart. The Released Parties are not released for Blitz Personal Injury Claims occurring on or before July 31, 2007 at 12:01 a.m. CST with the exception that: (a)

the Released Parties shall be released for all Blitz Personal Injury Claims occurring on or before July 31, 2007 at 12:01 a.m. CST as against Wal-Mart, (b) Westchester shall be released for all Blitz Personal Injury Claims occurring on or before July 31, 2007 at 12:01 a.m. CST with the exception of Calder and Bosse, and Green shall retain and not release his claim to sanctions which is now pending appeal until such time as the Debtors, pursuant to paragraph 2 above, dismiss their appeal and release the \$250,000 that has been paid to his counsel in escrow, at which time any claim by Green shall be released, and (c) the Participating Insurers shall be released from any and all liability under the insurance policies identified on Exhibit 2 for all Blitz Personal Injury Claims, except that Westchester shall not be released from the Calder and Bosse claims. All outstanding Blitz Personal Injury Claims are retained against the USA Debtors and all Non-Participating Insurers during the period prior to July 31, 2007 at 12:01 a.m. CST and are not released but are channeled into the Plan Trust.

6. The Chapter 11 Plan shall further provide that each Participating Blitz Personal Injury Claimant be deemed to consensually release the Released Parties from any Blitz Personal Injury Claim and that each such claimant, as a condition precedent to receiving funds from the Plan Trust, shall deliver a written release to the Plan Trust sufficient to provide finality, and on terms acceptable, to the Released Parties for any Blitz Personal Injury Claim that was or might have been brought by such claimant. With respect to such finality for claims by Participating Blitz Personal Injury Claimants who are minors, the Chapter 11 Plan shall contain requirements, in terms acceptable to Wal-Mart and the Participating Insurers, that the guardian or other party legally responsible for the interests of any such Participating Blitz Personal Injury Claimants who are minors seek approval from any and all courts having jurisdiction over such minor. The Released Parties shall be provided copies of these releases. However, the Channeling Injunction and release provisions of the Chapter 11 Plan shall not be dependent for their efficacy with respect to any Blitz Personal Injury Claim on whether or not a written release has been provided with respect to such Blitz Personal Injury Claim. To the extent that any Released Party, in its discretion, determines that it is appropriate to petition the bankruptcy court for the appointment of a *guardian ad litem* to represent the interests of all Participating Blitz Personal Injury Claims who are minors, the Settling Parties shall support such a petition.

7. The Chapter 11 Plan shall further provide that any claimant who is not a Participating Blitz Personal Injury Claimant shall be deemed to release the Released Parties for all Blitz Personal Injury Claims.

8. The Debtors shall provide the Participating Insurers with a complete policy buyback of the Debtors' interests in the Subject Policies free and clear of all Interests of any person or entity pursuant to Section 363 of the Bankruptcy Code, and, with respect to any Interests held by any non-affiliated entities in the Subject Policies, if any, such relief as is sufficient to extinguish any such Interests in the Subject Policies and provide finality for claims asserted thereunder. By executing this Term Sheet, all Settling Parties consent to the Debtors' buyback of the Subject Policies free and clear of all Interests of any person or entity pursuant to Section 363 of the Bankruptcy Code.

9. Upon the occurrence of the Payment Date, all interests of any of the Releasers in the Subject Policies and any other insured shall be deemed to have been released and sold back to the Participating Insurers free and clear of all Interests pursuant to Section 363 of the Bankruptcy Code without any further action being required.

10. Upon the occurrence of the Payment Date and subject to the terms of paragraph 12 below, (a) the Participating Insurers shall be irrevocably released from (i) all claims of the Releasors or anyone else, including without limitation Wal-Mart, under, arising from, related to, or in connection with the Subject Policies and / or the Blitz Personal Injury Claims, (ii) any claims for contribution or indemnity under, arising from, related to, or in connection with the Subject Policies (whether from other insurers or not) and / or the Blitz Personal Injury Claims, (iii) all extra-contractual claims arising from, related to, or in connection with the Subject Policies and / or the Blitz Personal Injury Claims, and (b) all rights and obligations between the Releasors and anyone else, including without limitation Wal-Mart, on the one hand, and the Participating Insurers, on the other hand, with respect to the Subject Policies and / or the Blitz Personal Injury Claims shall be fully and finally extinguished. The release of the Participating Insurers shall leave the Participating Insurers completely released as if the Participating Insurers had never issued the Subject Policies and had never had any dealings with, or actual or alleged duties or obligations whatsoever to, any Releasors or any other person, including without limitation persons allegedly harmed or injured by Debtors. This Settlement and the releases to be delivered pursuant thereto are explicitly acknowledged by all concerned to be effective notwithstanding any facts, legal theories, alleged mistakes, misrepresentations, or failures to disclose that are presently known to, or that subsequently become known to, the Releasors or anyone else. Upon the occurrence of the Payment Date and subject to the terms of paragraph 12 below, the Participating Insurers shall release Wal-Mart from all claims under, arising from, related to, or in connection with the Subject Policies, including but not limited to claims that Wal-Mart breached any of its obligations as an additional insured under the Subject Policies or any of its obligations under the covenant of good faith and fair dealing.

11. Notwithstanding anything else to the contrary, the Settlement contemplated by this Term Sheet is not intended to release any claim for damages on account of bodily injury and / or property damage that occurred after 12:01 AM CST on July 31, 2012.

12. If Wal-Mart or a Participating Insurer defaults and does not pay its agreed upon share of the Settlement Amount on the Payment Date, that defaulting party shall, after ten days notice and an opportunity to cure, not receive any of the benefits provided by this Settlement until such time as the defaulting party, makes full payment, including but not limited to the releases, injunction or policy buy back provided for herein. If Wal-Mart and the Participating Insurers collectively deliver less than eighty (80%) percent of the Settlement Amount on the Payment Date and the Participating Blitz Personal Injury Claimants elect to terminate pursuant to the terms of paragraph 3, and there is no cure pursuant to paragraph 3 and the Settlement is terminated, no Settling Party or Released Party shall receive any of the benefits provided by this Settlement, including but not limited to the releases, the Channeling Injunction or policy buy back provided for herein and all amounts paid by Wal-Mart or the Participating Insurers shall be returned to the paying party.

D. Channeling Injunction Pursuant to Section 105 of the Bankruptcy Code

13. The Chapter 11 Plan and Confirmation Order shall provide for and include the Channeling Injunction. For the avoidance of doubt, all claims for insurance coverage for bodily injury claims under policies issued to the Debtors and all claims against the Released Parties for contribution or indemnification or other relief with respect to the Blitz Personal Injury Claims shall be channeled to the Plan Trust pursuant to the Channeling Injunction. The Plan Trust shall

not take any action that would undermine the enforcement of the Channeling Injunction or that would serve to deprive any of the Released Parties of the benefits of the injunction, including but not limited to the Debtors, the Participating Insurers and Wal-Mart.

E. The Chapter 11 Plan

14. Among other terms and conditions as referred to above, the Chapter 11 Plan will include reasonable terms to ensure that the Plan Trust will be responsible for ensuring compliance with Medicare secondary payer ("MSP") requirements, and that the Plan Trust will retain, at its expense, a qualified vendor (such as the Garretson Group) to provide such services as may be required to ensure such compliance. The Participating Insurers and Wal-Mart shall have the right to approve the vendor retained by the Plan Trust to provide such services (with such approval not to be withheld unreasonably) and to obtain such information from such vendor, the Plan Trust and the Blitz Personal Injury Claimants as they may reasonably request for the purpose of ensuring that the Plan Trust has complied with MSP requirements or for the purpose of internal audits and insurance or reinsurance claims. The Plan Trust shall be prohibited from making a distribution to a Blitz Personal Injury Claimant who refuses to provide the information necessary to meet MSP requirements with regard to that claimant.

15. The conditions precedent to the Participating Insurers' and Wal-Mart's payment obligations will include, without limitation, that both the Settlement Approval Order and the Confirmation Order must first become final, non-appealable orders. Wal-Mart and the Participating Insurers may agree, which agreement must be unanimous among Wal-Mart and the Participating Insurers and with Wal-Mart and each Participating Insurer exercising their sole discretion, to waive the Confirmation Order becoming a final, non-appealable order.

16. The terms of the Plan Trust will be drafted consistent with the terms of this Settlement and, upon its creation, the Plan Trust shall be bound to the terms of this Settlement as if it had been a party thereto as of the execution date of this Term Sheet.

17. If before the effective date of the Chapter 11 Plan any person or entity asserts any claim against the Released Parties under, arising from, related to, or in connection with the persons and entities released by the Settlement, Debtors will, at their expense if they have the funding to do so, use their best reasonable efforts to enforce, if necessary, the automatic stay of Section 362 of the Bankruptcy Code, and, if appropriate, obtain an order from the Bankruptcy Court pursuant to Section 105(a) of the Bankruptcy Code enjoining or otherwise prohibiting the prosecution of any such claim against the Released Parties. The Committee shall support Debtors in such efforts, including, without limitation, (i) by being a co-movant in respect of any such motion to enforce the automatic stay, or objecting to any motion filed for relief from the automatic stay, as the case may be, (ii) by the filing of a joinder to any such motion or objection of the Debtors, as the case may be, and (iii) by arguing in support of the relief requested by such motion or objection at any hearing on such motion or objection by the Debtors.

18. The Plan Trust shall fully and completely defend Released Parties in connection with any proceeding involving, relating to, or arising out of, in whole or in part, the enforcement or enforceability of the Channeling Injunction. In the event any person or entity asserts any claim that is subject to the Channeling Injunction, the Plan Trust shall, at its own expense, defend the validity of the Channeling Injunction and its application and use its best efforts to

establish that such claim is enjoined. The Participating Insurers and Wal-Mart shall have consultation and approval rights with respect to selection of counsel hired by the Plan Trust for such defense obligations. The Participating Insurers and Wal-Mart shall have the right, at their own cost and expense, to associate in the defense in any proceeding concerning the enforcement and application of the Channeling Injunction. If the Plan Trust breaches its duty to fully and completely defend then the Plan Trust is obligated to indemnify the Released Parties, including advancement of defense costs.

19. The Chapter 11 Plan shall further include such other terms and conditions as have generally been included in similar insurance-related settlements in other bankruptcy cases or which a Settling Party reasonably believes is necessary to obtain the full benefits of this Term Sheet.

F. Bar Date Motion and Notice

20. No later than July 24, 2013 and after execution of this Term Sheet, the Settling Parties will agree on the terms of and file a Bar Date Motion with the Bankruptcy Court to address all Blitz Personal Injury Claims. The Bar Date Motion shall establish a specific bar date for all Blitz Personal Injury Claims and any such claims that are not asserted prior to the bar date shall be forever barred. The Bar Date Motion will contain minimum requirements for the assertion of a Blitz Personal Injury Claim as shall be agreed upon by Wal-Mart, the Participating Insurers, the Debtors, the Committee, and the Participating Blitz Personal Injury Claimants. The Bar Date Motion shall set forth, and the order approving the Bar Date Motion shall approve, the manner in which notice of the bar date shall be provided, including publication notice, which shall be acceptable to Wal-Mart and the Participating Insurers in their sole discretion. The Participating Insurers and Wal-Mart shall share the first \$100,000 of costs for running publication notice of the bar date for Blitz Personal Injury Claims on a basis proportionate to their contributions to the Settlement Amount. Wal-Mart and the Participating Insurers shall each pay fifty percent (50%) of such costs in excess of \$100,000, with the Participating Insurers' portion being allocated equally among the Participating Insurers. The Participating Insurers and Wal-Mart shall not be obligated to pay any costs for notice for any entity or person who is not a Participating Insurer or Wal-Mart. For the avoidance of doubt, publication notice costs shall include notice publication in any type of media, including print and electronic media.

G. Implementation of the Settlement

21. Upon the execution of this Term Sheet, (i) the Participating Blitz Personal Injury Claimants shall withdraw without prejudice their motions to modify the automatic stay, (ii) the Debtors and Westchester shall withdraw without prejudice their motion to compel compliance by the Participating Blitz Personal Injury Claimants with Rule 2019, and (iii) the Participating Blitz Personal Injury Claimants shall take such action as is necessary to stay, suspend or adjourn all Blitz Personal Injury Claims against the Released Parties. The Debtors shall withdraw without prejudice their motion to modify the automatic stay in the *Calder* case.

22. Upon the Payment Date and payment of the Settlement Amount, (i) all of the Blitz Personal Injury Claims arising on or after 12:01 PM CST on July 31, 2007 (except for *Calder* and *Bosse*) and for which litigation was commenced as of the date of the execution of this Term Sheet shall be deemed as dismissed and withdrawn with prejudice without any further

action of the Settling Parties, (ii) the automatic stay for non-settling Blitz Personal Injury Claims shall be replaced by the Channeling Injunction and the rights of non-settling Blitz Personal Injury Claimants shall be determined pursuant to the Chapter 11 Plan, the Plan Trust and the Trust Distribution Procedures (the "TDP"), with the Participating Blitz Personal Injury Claimants and the Committee being responsible for the development and drafting of the TDP, which TDP shall be filed as an exhibit to the Chapter 11 Plan, and (iii) the Participating Insurers shall (x) withdraw their proofs of claim in the Debtors' bankruptcy cases; or (y) with the consent of the Committee, gift or assign such claims. In the event that any other action is required by a court or other tribunal to document or reflect the dismissal with prejudice of a Blitz Personal Injury Claim such Blitz Personal Injury Claimant shall be solely responsible for taking such action to dismiss his or her Blitz Personal Injury Claim, subject to the requirements of paragraph 6 above. Upon the Payment Date, Wal-Mart shall waive (or assign or gift, with the consent of the Committee) any and all claims it may have against the Debtors arising on or before July 31, 2012, including, but not limited to its pre-petition contribution and indemnity claims, which are secured, in part, by \$1.54 million in payables owed to the Blitz U.S.A. debtor. Upon the Payment Date, Wal-Mart shall release and pay to the liquidating trustee under the Chapter 11 Plan on behalf of the bankruptcy estate of Blitz U.S.A the \$1.54 million held as security. To the extent that Wal-Mart has a claim against any of the Debtors arising on or after July 31, 2012, Wal-Mart shall retain such claims but shall waive any rights to distribution from any of the Debtors' estates or the Plan Trust. For the avoidance of doubt, the release of the \$1.54 million is separate, apart and in addition to Wal-Mart's contribution to the Settlement Amount, it shall be considered an asset of Blitz U.S.A.'s bankruptcy estate and shall not be contributed to, or otherwise be construed as an asset of, the Plan Trust.

23. The Settling Parties shall cooperate with each other in effectuating the provisions of this Term Sheet. Notwithstanding anything else in this Term Sheet, the Settling Parties agree that any of the Settling Parties may challenge or object to confirmation of the Chapter 11 Plan if the Chapter 11 Plan or any actual or proposed alteration, modification, or revision of the Chapter 11 Plan (a) is inconsistent with the terms of this Term Sheet, (b) materially and adversely affects the interests of any such Participating Insurer and/or Wal-Mart and or the Debtors under this Term Sheet, or (c) does not include the releases and Channeling Injunction. If such objection is sustained, the objecting party, at its discretion and after a 20 day opportunity to cure or remedy the objection, may terminate the Settlement. In the event that the Settlement is so terminated, the Settling Parties shall be returned to the position that they were in prior to the Settlement.

24. The Participating Insurers will be free to pursue reinsurance claims from reinsurers or retrocessionaires regarding any consideration paid by them in connection with this settlement. The Participating Insurers are free to allocate their settlement payment among their Subject Policies at their sole discretion as long as doing so does not reduce the overall Settlement Amount.

25. The Debtors or the Plan Trust, as the case may be, shall cooperate with the Participating Insurers in any litigation against the Participating Insurers seeking contribution, indemnification, or other similar payments with respect to any liability under, arising from, related to, or in connection with any of the Subject Policies that is released under this Settlement, and shall support arguments made by the Participating Insurers that their obligations with respect to such claims have been fully released, satisfied, and extinguished by the Settlement.

26. If (i) less than seventy percent (70%) of the Participating Blitz Personal Injury Claimants (individually or through their counsel) fail to execute this Term Sheet by July 19, 2013 or (ii) less than an overwhelming majority of all holders of Blitz Personal Injury Claims entitled to vote on the Chapter 11 Plan fail to vote to accept the Chapter 11 Plan following the deadline to cast ballots on the Chapter 11 Plan, then Wal-Mart may, within 10 days of the expiration of either deadline, elect to terminate the Settlement upon written notice to the Participating Blitz Personal Injury Claimants and the Participating Insurers, effective 20 days from such notice. The Participating Blitz Personal Injury Claimants may use such 20 day period to cure. In the event that the Settlement is so terminated, the Settling Parties shall be returned to the position that they were in prior to the Settlement.

27. The Chapter 11 Plan will include provisions indicating that the participation of the Debtors, Participating Insurers and Wal-Mart in this Term Sheet, the Settlement and/or the Chapter 11 Plan does not constitute an admission or concession on any issue, including liability for any Blitz Personal Injury Claim or that there is coverage under any of the Subject Policies. The Plan Trust and any recipient of a distribution from the Plan Trust on account of a Blitz Personal Injury Claim shall be solely responsible for the payment of any taxes, if any, associated with the money received by such recipient.

H. Treatment of *Calder* and *Bosse* Claims

28. Notwithstanding anything contained herein to the contrary, Westchester Policy CUW788371001 (7/31/05-7/31/06) and Westchester Policy G22053504001 (7/31/06-7/31/07) shall not be released or subject to the buyback contemplated by the Settlement and this Term Sheet with respect to the claims asserted by *Calder* and *Bosse* respectively, but shall be released and bought back with respect to all other claims upon the occurrence of the Payment Date. If the *Calder* and *Bosse* claims are not settled (and it is contemplated, pursuant to paragraph 28 below, that *Calder* will be settled), all rights that the Debtors and/or that the plaintiffs in the *Calder* or *Bosse* cases have or may have to pursue coverage for the *Calder* and *Bosse* claims shall be fully preserved and assigned to the Plan Trust and all defenses, if any, that Westchester Fire Insurance Company or Westchester Surplus Lines Insurance Company, as the case may be, may have with respect to these claims shall also be fully preserved. Upon the resolution of the *Calder* and *Bosse* claims with finality either by compromise or adjudication, Westchester Fire Insurance Company or Westchester Surplus Lines Insurance Company, as the case may be, shall receive the remainder of the release and protections for Policies bearing Nos. CUW788371001 and G22053504001 that are afforded to the other Subject Policies and Policies Nos. CUW788371001 and G22053504001 shall be deemed exhausted. With respect to the *Calder* claim, the Chapter 11 Plan shall further provide that the individual appellees in the *Calder* appeal shall be entitled to payment in full of the amounts bonded for the *Calder* appeal if their appeals goes forward and they prevail on their appeal so that their claim may be satisfied by payment of the bonded amount to them in the full amount of the award by the trial court. Alternatively, should the *Calder* claim be resolved by compromise prior to the final adjudication of the appeal pursuant to the terms of paragraph 28 below or otherwise, Westchester may call upon, and require be paid to *Calder*, the full amount of the Debtors' bond for *Calder* that is returnable to the estate as part of any compromise of the *Calder* claim and the Chapter 11 Plan shall provide that in the event such a compromise is reached, the appellees in the *Calder* case shall have first

priority to the amounts agreed upon by compromise. Should the appellants prevail in the appeal and the case be remanded for another trial which again results in a plaintiffs' verdict, then Westchester Surplus Lines Insurance Company would be entitled to a full and complete release upon payment of such verdict to the appellees/plaintiffs.

29. The Debtors, Westchester Fire Insurance Company ("Westchester Fire") and the Calder claimants hereby agree to settle and compromise in full the claims of the Calder claimants by (a) Westchester Fire paying \$2,942,014, and (b) the Debtors causing to be paid, or directing RLI Insurance Company ("RLI") to pay, to the Calder claimants from the proceeds of the Debtors' bond that is returnable to the estate (Bond Number RSB4174412) the full amount of that bond that they posted for the Calder appeal (\$1,057,986.31). The forgoing payments shall be made within thirty days of the Payment Date but shall be further subject to the exchange of full and mutual releases, compliance with Medicare secondary payer requirements and the dismissal with prejudice of the Calder appeal. The automatic stay will remain in place through the Payment Date. If the Debtors are unable to deliver to the Calder claimants the full amount of their bond (\$1,057,986.31) from the proceeds of the Debtors' bond, for reasons beyond their control, the Debtors and/or the Calder claimants shall be free to go forward with their appeal(s) and otherwise prosecute their claims and, if they opt to do so, the other parties to this settlement of the Calder claims shall be relieved of their obligations under this paragraph.

I. Old Republic Specific Terms

30. To settle all matters between Old Republic Insurance Company ("ORIC") and the Debtors, ORIC will waive any distribution from the Debtors on account of its reimbursement claim against the Debtors, and will withdraw its Proofs of Claim. ORIC, however, retains all of its rights to proceed against and realize the proceeds of a letter of credit in the amount of \$3,000,000, which it may do so upon the Payment Date and without further order of the court.

J. Dispute Resolution

31. After this Term Sheet is fully executed, any disputes concerning the memorialization of the terms of this Term Sheet into the Chapter 11 Plan shall be subject to non-binding mediation by Hon. Richard Cohen (Ret.), or if he is not available, another neutral mediator experienced with bankruptcy insurance coverage settlements. If Hon. Richard Cohen (Ret.) is not available and the parties cannot agree upon an alternative candidate, then the administrator of JAMS' New York office shall appoint a substitute neutral mediator, subject to the consent of all Settling Parties, to perform that function. The Settling Parties further agree that any disputes not resolved through mediation shall be submitted to the Bankruptcy Court and all Settling Parties agree to the jurisdiction of the Bankruptcy Court to hear such disputes and consent to the authority of the Bankruptcy Court to enter any final orders regarding such disputes.

K. Confidentiality

32. Subject to disclosure obligations imposed by law, the fact and terms of this Settlement shall be maintained as confidential until the filing of the Settlement Approval Motion. The Settling Parties can waive this confidentiality requirement at any time upon mutual written consent.

L. Media

33. If any Settling Party requests from the other Settling Parties to issue any public statement regarding the Settlement, the Settling Parties shall agree on the terms and language of one joint press statement with respect to this Settlement to be released to the public at a mutually agreed upon time, but in no instance until after the filing of the Settlement Approval Motion. No Settling Party shall make any other statements to the media concerning the Settlement, except that the Settling Parties may refer the media to the press statement and any court filings not under seal. This Paragraph shall not preclude plaintiffs' counsel from identifying on their respective web sites and in any other materials describing their respective law firms, the fact that they were one of the counsel involved in the Settlement.

M. No Admission of Liability

34. The Chapter 11 Plan shall recite that: (1) the Debtors, Wal-Mart and the Participating Insurers deny liability for the Blitz Personal Injury Claims asserted; (2) neither the Chapter 11 Plan nor this Term Sheet, nor any other item pertaining to the Settlement contemplated herein, shall be offered in any other case or proceeding, including as evidence of any admission by the Debtors, Wal-Mart or a Participating Insurer of any liability with respect to any claim for damages or other relief; and (3) any stipulation or admission by the Debtors, Wal-Mart or a Participating Insurer contained in this Term Sheet, the Chapter 11 Plan or in any other document pertaining to the Settlement, is made for settlement purposes only.

N. Other Provisions

35. The Settling Parties will agree on language to be included in the Chapter 11 Plan or related documents on the following provisions, which language shall be consistent with customary and usual provisions in similar Wal-Mart settlement agreements (and not inconsistent with the Terms of this Term Sheet): (1) providing for the return or destruction of discovery materials provided by Wal-Mart in any of the personal injury actions; and (2) establishment of the Plan Trust as a Qualified Settlement Fund pursuant to the Internal Revenue Code and related regulations, which language shall be acceptable to Wal-Mart and the Participating Insurers.

O. Authority

36. The signatories hereto declare, warrant, and represent that they have agreed to the terms of this Term Sheet and that they have all requisite authority to enter into this Term Sheet. This Term Sheet may be signed in counterparts. Any revisions, amendments or modifications to the express terms of this Term Sheet shall only be effective if in writing, and if executed by each of the Settling Parties.

P. Condition Precedent

37. It shall be a condition precedent to the effectiveness of this Settlement that there be a BAH Settlement and that such BAH Settlement be approved by the Bankruptcy Court as part of the Confirmation Order, which order shall be a final order.

WHEREFORE, intending to be legally bound to the foregoing, the Settling Parties hereby acknowledge their agreement to the Term Sheet by execution below.

DEBTORS

Blitz USA, Inc., Blitz Acquisition, LLC, Blitz RE Holdings, LLC and Miami OK, LLC f/k/a F3 Brands LLC, LAM 2011 Holdings, LLC and Blitz Acquisition Holdings, Inc.

Blitz USA, Inc.

By: 

Its: CEO

Dated: _____

LAM 2011 Holdings, LLC

By: _____

Its: _____

Dated: _____

Blitz Acquisition Holdings, Inc.

By: _____

Its: _____

Dated: _____

WHEREFORE, intending to be legally bound to the foregoing, the Settling Parties hereby acknowledge their agreement to the Term Sheet by execution below.

DEBTORS

Blitz USA, Inc., Blitz Acquisition, LLC, Blitz RE Holdings, LLC and Miami OK, LLC f/k/a F3 Brands LLC, LAM 2011 Holdings, LLC and Blitz Acquisition Holdings, Inc.

Blitz USA, Inc.

By: _____

Its: _____

Dated: _____

LAM 2011 Holdings, LLC

By:  _____

Its: Director

Dated: 7/24/2013

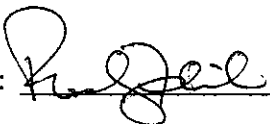
Blitz Acquisition Holdings, Inc.

By:  _____

Its: Director

Dated: 7/24/2013

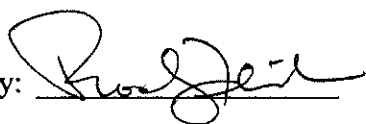
Blitz Acquisition, LLC

By: 

Its: CEO

Dated: _____

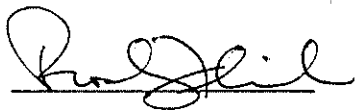
Blitz RE Holdings, LLC

By: 

Its: CEO

Dated: _____


Miami OK, LLC f/k/a/ F3Brands LLC

By: 

Its: CEO

Dated: _____

COMMITTEE

By: 

Dated: 07-10-13

COMMITTEE, CO-CHAIR

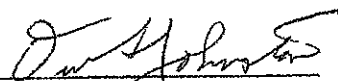
I am one of the two co-chairs of the Official Committee of Unsecured Creditors, and have represented to the Settling Parties that the Committee consents to the Debtors' execution of the Term Sheet and entry into the Settlement.

By: 

Dated: 07-10-13

COMMITTEE, CO-CHAIR

I am one of the two co-chairs of the Official Committee of Unsecured Creditors, and have represented to the Settling Parties that the Committee consents to the Debtors' execution of the Term Sheet and entry into the Settlement.

By: 

Dated: July 24, 2013

JARDEN PLASTIC SOLUTIONS, IN ITS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

COMMITTEE

By: _____

Dated: _____

COMMITTEE, CO-CHAIR

I am one of the two co-chairs of the Official Committee of Unsecured Creditors, and have represented to the Settling Parties that the Committee consents to the Debtors' execution of the Term Sheet and entry into the Settlement.

By: _____

Dated: _____

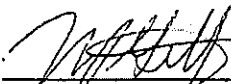
COMMITTEE, CO-CHAIR

I am one of the two co-chairs of the Official Committee of Unsecured Creditors, and have represented to the Settling Parties that the Committee consents to the Debtors' execution of the Term Sheet and entry into the Settlement.

By: _____

Dated: _____


JARDEN PLASTIC SOLUTIONS, IN ITS CAPACITY AS A MEMBER OF THE COMMITTEE

By: 

Dated: 7/18/13

BEKUM

BECKUM AMERICA CORPORATION, IN ITS CAPACITY AS A MEMBER OF THE COMMITTEE

By: 

Dated: 7/12/13

RONALD W. MILLS, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: 

Dated: 7/2/13

ERIC BALCH, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

DAVID CALDER, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

KAREN GUENIOT-KORNEGAY, INDIVIDUALLY AND IN HER CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

BECKUM AMERICA CORPORATION, IN ITS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

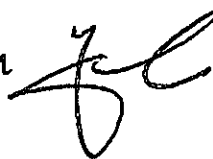
Dated: _____

RONALD W. MILLS, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

ERIC BALCH, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: Eric Balch w/ permission 

Dated: 7/15/13

DAVID CALDER, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

KAREN GUENIOT-KORNEGAY, INDIVIDUALLY AND IN HER CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

BECKUM AMERICA CORPORATION, IN ITS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

RONALD W. MILLS, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

ERIC BALCH, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

DAVID CALDER, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: David Calder

Dated: 7/21/2013

KAREN GUENIOT-KORNEGAY, INDIVIDUALLY AND IN HER CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

BECKUM AMERICA CORPORATION, IN ITS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

RONALD W. MILLS, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

ERIC BALCH, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

DAVID CALDER, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

KAREN GUENIOT-KORNEGAY, INDIVIDUALLY AND IN HER CAPACITY AS A MEMBER OF THE COMMITTEE

By: 

Dated: 07-10-13

**RICHARDSON, PATRICK, WESTBROOK & BRICKMAN, LLC, AS ATTORNEYS
FOR RONALD W. MILLS, A MEMBER OF THE COMMITTEE, AND AS
ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED ON EXHIBIT 1**

By: Dan Hattis
Dated: 7/11/2013

**WATTS, GUERRA & CRAFT, AS ATTORNEYS FOR ERIC BALCH, A MEMBER OF
THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED
ON EXHIBIT 1**

By: _____
Dated: _____

**THE ANDERSON LAW FIRM, AS ATTORNEYS FOR DAVID CALDER, A MEMBER
OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS
IDENTIFIED ON EXHIBIT 1**

By: _____
Dated: _____

**BRENEMAN DUNGAN, AS ATTORNEYS FOR KAREN GUENIOT-KORNEGAY, A
MEMBER OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER
CLIENTS IDENTIFIED ON EXHIBIT 1**

By: _____
Dated: _____

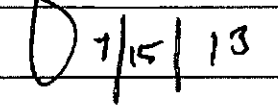
**RICHARDSON, PATRICK, WESTBROOK & BRICKMAN, LLC, AS ATTORNEYS
FOR RONALD W. MILLS, A MEMBER OF THE COMMITTEE, AND AS
ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED ON EXHIBIT 1**

By: _____

Dated: _____

**WATTS, GUERRA & CRAFT, AS ATTORNEYS FOR ERIC BALCH, A MEMBER OF
THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED
ON EXHIBIT 1**

By:  _____

Dated:  _____

**THE ANDERSON LAW FIRM, AS ATTORNEYS FOR DAVID CALDER, A MEMBER
OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS
IDENTIFIED ON EXHIBIT 1**

By: _____

Dated: _____

**BRENEMAN DUNGAN, AS ATTORNEYS FOR KAREN GUENIOT-KORNEGAY, A
MEMBER OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER
CLIENTS IDENTIFIED ON EXHIBIT 1**

By: _____

Dated: _____

**RICHARDSON, PATRICK, WESTBROOK & BRICKMAN, LLC, AS ATTORNEYS
FOR RONALD W. MILLS, A MEMBER OF THE COMMITTEE, AND AS
ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED ON EXHIBIT 1**

By: _____

Dated: _____

**WATTS, GUERRA & CRAFT, AS ATTORNEYS FOR ERIC BALCH, A MEMBER OF
THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED
ON EXHIBIT 1**

By: _____

Dated: _____

**THE ANDERSON LAW FIRM, AS ATTORNEYS FOR DAVID CALDER, A MEMBER
OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS
IDENTIFIED ON EXHIBIT 1**

By: 

Dated: July 1, 2013

**BRENEMAN DUNGAN, AS ATTORNEYS FOR KAREN GUENIOT-KORNEGAY, A
MEMBER OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER
CLIENTS IDENTIFIED ON EXHIBIT 1**

By: _____

Dated: _____

**RICHARDSON, PATRICK, WESTBROOK & BRICKMAN, LLC, AS ATTORNEYS
FOR RONALD W. MILLS, A MEMBER OF THE COMMITTEE, AND AS
ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED ON EXHIBIT 1**

By: _____

Dated: _____

**WATTS, GUERRA & CRAFT, AS ATTORNEYS FOR ERIC BALCH, A MEMBER OF
THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED
ON EXHIBIT 1**

By: _____

Dated: _____

**THE ANDERSON LAW FIRM, AS ATTORNEYS FOR DAVID CALDER, A MEMBER
OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS
IDENTIFIED ON EXHIBIT 1**

By: _____


Dated: _____

**BRENEMAN DUNGAN, AS ATTORNEYS FOR KAREN GUENIOT-KORNEGAY, A
MEMBER OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER
CLIENTS IDENTIFIED ON EXHIBIT 1**

By: 

Dated: 07-10-13

OLD REPUBLIC INSURANCE COMPANY

By: 

Dated: 7/13/13

FIRST MERCURY INSURANCE COMPANY

By: _____

Dated: _____

FIRST SPECIALTY INSURANCE CORPORATION

By: _____

Dated: _____

LIBERTY SURPLUS INSURANCE CORPORATION

By: _____

Dated: _____

LIBERTY INSURANCE UNDERWRITERS INC.

By: _____

Dated: _____

OLD REPUBLIC INSURANCE COMPANY

By: _____

Dated: _____

FIRST MERCURY INSURANCE COMPANY

By: Margaret L. Sutton

Dated: 07/16/13

FIRST SPECIALTY INSURANCE CORPORATION

By: _____

Dated: _____

LIBERTY SURPLUS INSURANCE CORPORATION

By: _____

Dated: _____

LIBERTY INSURANCE UNDERWRITERS INC.

By: _____

Dated: _____

OLD REPUBLIC INSURANCE COMPANY

By: _____

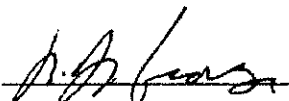
Dated: _____

FIRST MERCURY INSURANCE COMPANY

By: _____

Dated: _____

FIRST SPECIALTY INSURANCE CORPORATION

By: 

Dated: 7/15/13

LIBERTY SURPLUS INSURANCE CORPORATION

By: _____

Dated: _____

LIBERTY INSURANCE UNDERWRITERS INC.

By: _____

Dated: _____

OLD REPUBLIC INSURANCE COMPANY

By: _____

Dated: _____

FIRST MERCURY INSURANCE COMPANY

By: _____

Dated: _____

FIRST SPECIALTY INSURANCE CORPORATION

By: _____

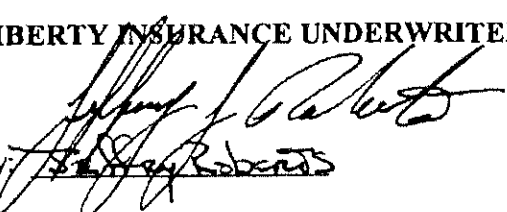
Dated: _____

LIBERTY SURPLUS INSURANCE CORPORATION

By:  Jeffrey Roberts

Dated: July 15, 2013

LIBERTY INSURANCE UNDERWRITERS INC.

By:  Jeffrey Roberts

Dated: July 15, 2013

ARCH INSURANCE COMPANY

By: *Mr. E. P. Peneau*
Dated: 7/16/13

CONTINENTAL CASUALTY COMPANY

By: _____
Dated: _____

WESTCHESTER FIRE INSURANCE COMPANY

By: _____
Dated: _____

WESTCHESTER SURPLUS LINES INSURANCE COMPANY

By: _____
Dated: _____

ENDURANCE AMERICAN SPECIALTY INSURANCE COMPANY

By: _____
Dated: _____

ARCH INSURANCE COMPANY

By: _____

Dated: _____

CONTINENTAL CASUALTY COMPANY

By:  _____

Dated: 5/28/13

WESTCHESTER FIRE INSURANCE COMPANY

By: _____

Dated: _____

WESTCHESTER SURPLUS LINES INSURANCE COMPANY

By: _____

Dated: _____

ENDURANCE AMERICAN SPECIALTY INSURANCE COMPANY

By: _____

Dated: _____

ARCH INSURANCE COMPANY

By: _____

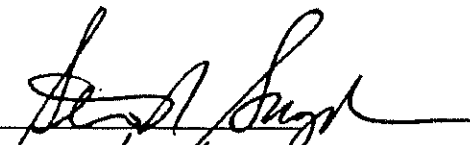
Dated: _____

CONTINENTAL CASUALTY COMPANY

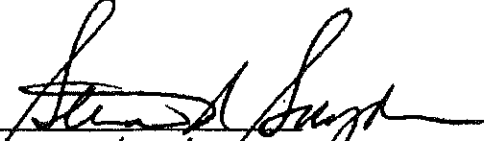
By: _____

Dated: _____

WESTCHESTER FIRE INSURANCE COMPANY

By: 
Dated: 7/16/2013

WESTCHESTER SURPLUS LINES INSURANCE COMPANY

By: 
Dated: 7/16/2013

ENDURANCE AMERICAN SPECIALTY INSURANCE COMPANY

By: _____

Dated: _____

ARCH INSURANCE COMPANY

By: _____

Dated: _____

CONTINENTAL CASUALTY COMPANY

By: _____

Dated: _____

WESTCHESTER FIRE INSURANCE COMPANY

By: _____

Dated: _____

WESTCHESTER SURPLUS LINES INSURANCE COMPANY

By: _____

Dated: _____

ENDURANCE AMERICAN SPECIALTY INSURANCE COMPANY

By: Brenda Horan

Dated: 7/16/13

INTERSTATE FIRE AND CASUALTY INSURANCE COMPANY

By: 

Dated: 7/15/13

NAVIGATORS SPECIALTY INSURANCE COMPANY

By: _____

Dated: _____

AXIS SURPLUS INSURANCE COMPANY

By: _____

Dated: _____

WAL-MART STORES, INC.

By: _____

Dated: _____

INTERSTATE FIRE AND CASUALTY INSURANCE COMPANY

By: _____

Dated: _____

NAVIGATORS SPECIALTY INSURANCE COMPANY

By: 

Dated: 7/15/13

AXIS SURPLUS INSURANCE COMPANY

By: _____

Dated: _____

WAL-MART STORES, INC.

By: _____

Dated: _____

INTERSTATE FIRE AND CASUALTY INSURANCE COMPANY

By: _____

Dated: _____

NAVIGATORS SPECIALTY INSURANCE COMPANY

By: _____

Dated: _____

AXIS SURPLUS INSURANCE COMPANY

By: John M. Johnston

Dated: 7/10/13

WAL-MART STORES, INC.

By: _____

Dated: _____

INTERSTATE FIRE AND CASUALTY INSURANCE COMPANY

By: _____

Dated: _____

NAVIGATORS SPECIALTY INSURANCE COMPANY

By: _____

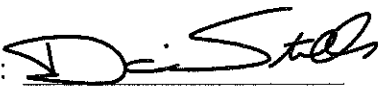
Dated: _____

AXIS SURPLUS INSURANCE COMPANY

By: _____

Dated: _____

WAL-MART STORES, INC.

By:  _____

Dated: _____

EXHIBIT 1
PARTICIPATING BLITZ PERSONAL INJURY CLAIMANTS

Date of Accident	Name of Injured Party	State	Case Number	Law Firm
6/20/2002	Montgomery, Michael	CA	12CV3057-L-WVG	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
8/15/2007	Funchess, Chad	SC	2009-CP-38-1257	Breneman Dungan, L.L.C. Walker & Morgan, L.L.C. Richardson, Patrick, Westbrook, & Brickman, L.L.C.
11/9/2007	Johnson, Randall	CA	-	Choulos Choulos & Wyle
12/30/2007	Barnett, Jerry	MS	3:09-cv-00366	Walker & Morgan, L.L.C. Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/30/2007	Fulton, Daniel	MS	3:09-cv-00366	Walker & Morgan, L.L.C. Richardson, Patrick, Westbrook, & Brickman, L.L.C.
5/23/2008	Boling, Christopher	KY	1:09-cv-00067	Walker & Morgan, L.L.C. Janet, Jenner & Suggs, LLC
6/22/2008	Strickland, Steve	FL	8:12-cv-02402	Bodiford Law Group
7/17/2008	Ballew, Jasmine Alexis	NC	10-cvs-691	The Anderson Law Firm
1/18/2009	Thornton, Dennis	AL	09-902481	The Anderson Law Firm
3/6/2009	Tillman, Donald	SC	11-CP-04-01200	Walker & Morgan, L.L.C. Richardson, Patrick, Westbrook, & Brickman, L.L.C.
7/24/2009	Fenn, Est. of Ja-el	GA	11-cv-1532-1 12-cv-1674-1	Walker & Morgan, L.L.C. Breneman Dungan, L.L.C.

7/24/2009	Fenn, Jessica	GA	11-cv-1532-1 12-cv-1674-1	Walker & Morgan, L.L.C Breneman Dungan, L.L.C.
7/24/2009	Fenn, Est. of Jerimiah	GA	11-cv-1532-1 12-cv-1674-1	Walker & Morgan, L.L.C Breneman Dungan, L.L.C.
8/15/2009	Pierce, Brandon	IN	1:11-cv-01022	The Anderson Law Firm Richardson, Patrick, Westbrook, & Brickman, L.L.C.
10/11/2009	Melvin, William	FL	8:11-cv-2542	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
10/12/2009	Shickel, Jordan	IL	3:11-cv-03380	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
10/23/2009	Guillory, Kaleb	MS	Not Filed	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
12/6/2009	Grooms, Ethan	SC	4:11-cv-1327	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/18/2009	Crouch, Brooke	TX	5:11-cv-00150	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
12/23/2009	Trevino, Dylan	TN	1:10-cv-00115	The Anderson Law Firm
1/23/2010	Mims, David	AL	1:12-cv-00244	Glenda Cochran Associates
2/5/2010	Jacoby, Robert	OR	1:10-cv-03075	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.

3/5/2010	Kornegay, Est. of Matthew	MS	3:10-cv-00429	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
3/16/2010	Brogdon, Ronnie	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
3/24/2010	Kassim, Kamal	CT	Not Filed	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
4/11/2010	VanBrunt, Devan	MN	0:11-cv-01771	The Anderson Law Firm Richardson, Patrick, Westbrook, & Brickman, L.L.C.
6/18/2010	Madox, Robert	-	Not Filed	unknown
7/17/2010	Balch, Eric	TX	6:10-cv-00284	Ramsey Hill L.L.P.
7/17/2010	Balch, Cade	TX	6:10-cv-00284	Ramsey Hill L.L.P.
7/17/2010	Balch, Est. of Mason	TX	6:10-cv-00284	Ramsey Hill L.L.P.
9/19/2010	Al-Shara, Est. of Aliaa	MI	2:11-cv-14954	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
9/19/2010	Al-Shara, Majd	MI	2:11-cv-14954	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
9/28/2010	Burch, Timothy	GA	5:11-cv-00084	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
11/5/2010	Nix, Jacob C.	-	Not Filed	unknown
11/13/2010	Shilich, John	UT	Not Filed	The Anderson Law Firm
11/23/2010	Ferguson, Est. of Jim	SC	9:11-cv-02207	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, &

				Brickman, L.L.C.
12/4/2010	Stahl, Est. of Coty	SC	2:11-cv-02193	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/12/2010	Droney, Christopher	SC	6:11-cv-1320	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/30/2010	Mills, Ronald	SC	5:11-cv-01313	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/31/2010	Xiong, Joey	NC	Not Filed	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
1/11/2011	Ward, Curtis	GA	1:11-cv-00039	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/11/2011	Ward, Kenneth	GA	1:11-cv-00039	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/15/2011	Purvis, James C.	GA	7:11-cv-00111	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/15/2011	Purvis, Dusty	GA	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/15/2011	Purvis, Tony	GA	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/15/2011	Joyner, Est. of Jacob	FL	5:11-cv-00334 5:12-cv-00318	Walker & Morgan,

				L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/15/2011	Blount, Betty	FL	5:12-cv-00318	Law Offices of Brian J Wolk
1/15/2011	Blount, Zackery	FL	5:12-cv-00318	Law Offices of Brian J Wolk
1/20/2011	Wilson, Est. of Marshall	FL	3:11-cv-00496	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/22/2011	Guilford, Wade	FL	5:11-cv-00336	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
2/25/2011	Feldman, Est. of Clarence	FL	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
2/25/2011	Feldman, Scott	FL	5:11-cv-00335	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
2/25/2011	Loveridge, Est. of Sonja	FL	Not Filed	Kinsey, Troxel, Walborsky & Bradley, P.A.
2/25/2011	McClelland, Dorsey	FL	5:11-cv-00335	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
3/1/2011	Weddle, Susan	AL	3:12-cv-00651	Morris, Haynes, Hornsby, Wheeles and Knowles
3/1/2011	Smith, Adam	AL	3:12-cv-00651	Morris, Haynes, Hornsby, Wheeles and Knowles
3/1/2011	Smith, Megan	AL	3:12-cv-00651	Morris, Haynes, Hornsby, Wheeles and Knowles
4/1/2011	Hale, Kevin	PA	Not Filed	Walker & Morgan, L.L.C

				Richardson, Patrick, Westbrook, & Brickman, L.L.C.
5/1/2011	Delia, Cyrus Owen	OR	Not Filed	Law Offices of Danny Lang
8/16/2011	Jones, Dalan	TX	Not Filed	Sico, White, Hoelscher & Braugh, LLP
8/16/2011	Jones, Leiya	TX	Not Filed	Sico, White, Hoelscher & Braugh, LLP
9/24/2011	Hayes, Jacob	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
10/1/2011	Morgan, Johnny C.	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
10/24/2011	Gutierrez, Est of Dale	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
11/2011	Perez, Aliha	TX	Not Filed	Julian C. Gomez
11/2011	Perez, Irene	TX	Not Filed	Julian C. Gomez
11/2011	Perez, Jose	TX	Not Filed	Julian C. Gomez
11/17/2011	Hawkins, Est. of Michael	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
11/17/2011	Broach, Eddie Cory	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
11/17/2011	Broach, Justin A.	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
11/23/2011	Newby, Wayne	CA	Not Filed	Mark Sudderth
12/1/2011	Coleman, John Marcus	SC	Not Filed	Walker & Morgan,

				L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/17/2011	Mizell, Est. of James O.	GA	5:12-cv-00104	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/19/11	Bauman, Jr., Michael	KY	12-738	Jones Ward
1/21/2012	Arwood, Michael Todd	AL	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
5/17/2012	Torres, Anthony	TX	-	Sico, White, Hoelscher & Braugh, L.L.P.
5/17/2012	Warren, Colton	TX	-	Sico, White, Hoelscher & Braugh, L.L.P.
5/28/2012	Williams, Jacob	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
7/14/2012	Callihan, Est. of Bruce R.	LA	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
7/14/2012	Ramos, Helen Louise	LA	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.

EXHIBIT 2**PARTICIPATING INSURERS****SUBJECT POLICIES**

Insurer	Policy No.	Policy Period
Old Republic Insurance Company	MWZY 58888	07/31/10-07/31/11
Old Republic Insurance Company	MWZY 59256	07/31/11-07/31/12
First Specialty Insurance Corporation	IRE98445	07/31/10-07/31/11
First Specialty Insurance Corporation	IRE984451	07/31/11-7/31/12
First Mercury Insurance Company	CEGA000205	07/31/10-07/31/11
First Mercury Insurance Company	CEGA000307	07/31/11-07/31/12
Continental Casualty Company	L4017503244	07/31/09-07/31/10
Continental Casualty Company		07/31/10-07/31/11
Westchester Surplus Lines Insurance Company	CUW788371001	07/31/05-07/31/06
Westchester Fire Insurance Company	G22053504001	07/31/06-07/31/07
Westchester Fire Insurance Company	G22053504002	07/31/07-07/31/08
Westchester Fire Insurance Company	G22053504003	07/31/08-07/31/09
Westchester Fire Insurance Company	G22053504004	07/31/09-07/31/10
Liberty Surplus Insurance Corporation	EGL-BO184170-016	07/31/06-07/31/07
Liberty Surplus Insurance Corporation	EGL-BO-184170-026	07/31/07-07/31/08
Liberty Surplus Insurance Corporation	EGL-BO-184170-036	07/31/08-07/31/09
Liberty Surplus Insurance Corporation	EGL-BO-184170-046	07/31/09-07/31/10
Liberty Insurance Underwriters Inc.	LQ1-B71-213221-019	07/31/09-07/31/10
Liberty Insurance Underwriters Inc.	EXCAT0687652	07/31/10-07/31/11
Liberty Insurance Underwriters Inc.	EXCAT068765-3	07/31/11-07/31/12
Interstate Fire and Casualty Insurance Company	HFX1002572	07/31/08-07/31/09
Navigators Specialty Insurance Company	CH08EXC499507NC	07/31/08-07/31/09
Axis Surplus Insurance Company	EAU741333/01/2008	07/31/08-07/31/09
Endurance American Specialty Insurance Company	ELD 10000712700	07/31/07-07/01/08
Arch Insurance Company	UXP004536700	07/31/11-7/31/12

EXHIBIT 3**KNOWN POLICIES ISSUED BY NON-PARTICIPATING INSURERS**

Insurer	Policy No.	Policy Period
Hartford Insurance Company	38 UUNQS 4661	2000-2001
	38 UENQS 4661	2001-2002
Lumbermens Mutual Casualty Company	3SX 130772-00	2000-2001
Admiral Insurance Company	A02AG14372	2002-2003
	CA000005350-02	2003-2004
American International Group	BE3207024	2003-2004
Admiral Insurance Company	CA000005350-02	2004-2005
American International Group	BE974595	2004-2005
Nautilus Insurance Company	BK0011111-0	2005-2006
RSUI Group, Inc.	NHA2169-4 AND NHA216981	2006-2007

Exhibit 9

(BAH Settlement Term Sheet)

BAH SETTLEMENT TERM SHEET

This term sheet (the “BAH Settlement Terms”) sets forth the agreement of the undersigned parties to settle all claims or causes of action held by the Blitz USA, Inc. (“USA”), Blitz Acquisition, LLC, Blitz RE Holdings, LLC and Miami OK, LLC f/k/a F3 Brands LLC (the foregoing, together with USA, the “USA Debtors”), The Official Committee of Unsecured Creditors for the Debtors (the “Committee”), the Participating Blitz Personal Injury Claimants and Michael Montgomery against Kinderhook Industries II, LP and Kinderhook Capital Fund II, LP (“Kinderhook”); Christian P. Michalik and Louis Aurelio (the “Kinderhook Directors”); Rocky Flick, James Pearson, and Charles Neal (the “Non-Kinderhook Directors”); LAM 2011 Holdings (“LAM”); Blitz Acquisition Holdings, Inc. (“BAH” and together with LAM, the “Holdings Debtors”) and all of the Holdings Debtors non-USA Debtor affiliates and subsidiaries, including, without limitation, Reliance Products Holdings, Inc., Reliance Products, Inc., MoliPlasticrafters, Inc., Renaissance Plastics, Inc. (the “Reliance Entities”); and John R. Elmburg, Eric Elmburg, Robert Elmburg, Discovery Plastics, LLC, Crestwood Holdings, Inc., and Bergan, LLC (“Crestwood”, and together with Kinderhook, the Kinderhook Directors, the Non-Kinderhook Directors, and the Holdings Debtors, the “BAH Settling Parties”)) including, without limitation, those claims asserted in the draft complaint attached to the Committee’s Standing Motion.

The BAH Settlement Terms represent the most important terms of the settlement, which will be included in the Chapter 11 Plan. Each of the undersigned parties acknowledges and agrees that their signatures set forth below evidence their intent to be legally bound by the BAH Settlement Terms and that the BAH Settlement Terms are legally enforceable by the Parties (subject to approval by the Bankruptcy Court in a final non-appealable order pursuant to Rule 9019 of the Bankruptcy Rules).

Capitalized terms used but not otherwise defined herein have the meanings set forth in the Term Sheet dated on or about July 5, 2013 among the Debtors, the Committee, the Participating Insurers, the Participating Blitz Personal Injury Claimants and Wal-Mart (the “Insurance Settlement Term Sheet”), a copy of which is attached hereto as Exhibit A.

1. Settlement Payment: BAH, on behalf of the BAH Settling Parties, will pay to USA or its designee(s), for the benefit of the USA Debtors and their creditors (a) on the Effective Date, \$6.25 million (the “BAH Settlement Payment”) plus (b) on the date on which Rocky Flick’s employee bonus claim (claim number 274) (the “Flick Claim”) becomes an allowed claim no longer subject to objection, the allowed amount of the Flick Claim, up to a maximum amount of \$250,000 (the “Additional Payment”). The Effective Date shall mean the date on which all conditions precedent to the effectiveness of the Chapter 11 Plan have occurred. For the avoidance of doubt, and without limitation of other conditions precedent, it shall be a condition to the effectiveness of the Chapter 11 Plan that the Channeling Injunction is in full force and effect, the BAH Released Parties are “Released Parties” under the Chapter 11 Plan, the right of the Participating Blitz Personal Injury Claimants to elect to file a Notice of Non-Occurrence of Effective Date (as such term is used in paragraph 3 of the Insurance Settlement Term Sheet) has expired or been waived or the Notice of Non-Occurrence of Effective Date has been withdrawn and the

Confirmation Order shall be a final order for which no appeal shall be pending and the time within which to file an appeal has expired.

2. Releases: In exchange for the payment of the BAH Settlement Payment and the Additional Payment, on the Effective Date, the USA Debtors, the Committee, the members of the Committee, any trustees appointed under the Plan of Reorganization, the Participating Insurers, the Participating Blitz Personal Injury Claimants and Michael Montgomery shall each release and forever disclaim any claims and causes of action against the Holdings Debtors, Kinderhook, the Kinderhook Directors, the Non-Kinderhook Directors, Crestwood and each of the aforementioned's officers, directors, affiliates, subsidiaries (other than the USA Debtors), including the Reliance Entities, current and former shareholders, members, employees, professionals, advisors, consultants, representatives, attorneys, other agents or the successors of any of them, in each case in their capacity as such, and present and former directors and officers of each of the USA Debtors (the foregoing entities and their Related Parties collectively being referred to herein as the "BAH Released Parties"); provided however, that (i) no release shall be provided to Discovery Plastics, LLC with respect to the Fenn or Kornegay cases; (ii) no release shall be provided to professionals, advisors, consultants or attorneys that have filed a proof of claim in the USA Debtors' chapter 11 cases; and (iii) no officers, directors or employees of any of the Debtors that have filed proofs of claim in any of USA Debtors' chapter 11 cases shall receive a release of any defenses, claims, counter-claims or objections in any way related to the claims asserted in such proofs of claim. Upon information and belief, the parties involved in the Kornegay and Fenn matters, including Discovery Plastics, have reached settlements under which Discovery Plastics will receive a release from Kornegay and Fenn, respectively, upon receipt of a settlement payment. For the avoidance of doubt, Michael Montgomery shall not release the USA Debtors pursuant to the BAH Settlement Terms.
3. Reciprocal Releases: On the Effective Date, the BAH Settling Parties shall release and forever disclaim any claims and causes of action against the USA Debtors, the Committee, the members of the Committee, the Participating Insurers, the Participating Blitz Personal Injury Claimants and Michael Montgomery and each of the aforementioned's officers, directors, affiliates, subsidiaries, current and former shareholders, members, employees, professionals, advisors, consultants, representatives, attorneys, other agents or the successors of any of them; provided however, that this reciprocal release shall not be a release by Rocky Flick of the Flick Claim and parties in interest, including, but not limited to the Committee, shall continue to have the right to assert any and all valid defenses or objections to such claim notwithstanding the release provided in paragraph 2 hereof or the provisions of paragraph 10 hereof. On or before the Effective Date, the Holdings Debtors shall secure releases as of the Effective Date in favor of the aforementioned parties from the Reliance Entities.
4. Approval: The parties hereto shall seek approval of these BAH Settlement Terms from the Bankruptcy Court by filing a motion pursuant to Rule 9019 of the Federal Rules of Bankruptcy Procedure (the "BAH Settlement Approval Motion") by no later than 5 business days after execution of the BAH Settlement Terms. The BAH Settlement Approval Motion shall be drafted by the BAH Settlement Parties and shall be subject to

review and reasonable consent of the Committee prior to filing. The BAH Settlement Terms shall also be incorporated in the Chapter 11 Plan and shall be consummated only upon consummation of the Chapter 11 Plan. The order approving the BAH Settlement Terms shall be in form and substance acceptable to each of the undersigned parties, in each's sole discretion.

5. Crestwood and Kinderhook Claims: Any value remaining in the BAH estate after payment of the BAH Settlement Payment and the Additional Payment shall be for the benefit of Crestwood, Kinderhook, the Kinderhook Directors, and any other holders of allowed claims against the Holdings Debtors' estates, other than the Excluded Creditors (as defined below). The Holdings Debtors shall have the sole and complete authority to negotiate and settle with each of its creditors regarding the allowed amounts of their claims against the BAH and LAM estates, respectively, and to make distributions on account of any allowed claims. Any distributions that BAH and LAM creditors receive on account of such allowed claims shall be in full and final satisfaction of their claims against BAH and LAM, respectively. Kinderhook, Crestwood, the Kinderhook Directors and the Non-Kinderhook Directors shall waive any distributions to which they would be entitled from the USA Debtors in their capacity as such and shall agree that any proofs of claim filed by each of them against the USA Debtors shall be deemed disallowed on the Effective Date of the Chapter 11 Plan. For the avoidance of doubt, the Flick Claim shall not be disallowed by virtue of the foregoing sentence and his distribution on account of such claim, to the extent it is allowed, and subject to Paragraph 10 hereof, shall not be waived by virtue of the foregoing sentence.
6. Excluded Creditors: Any proofs of claim filed by any of the members of the Creditors' Committee and the Blitz Personal Injury Claimants against the Holdings Debtors shall be withdrawn with prejudice on the Effective Date. Furthermore, the Committee shall support any objection by the Holdings Debtors to claims filed by insurers. The holders of claims described in this paragraph shall be referred to herein as the "Excluded Creditors."
7. Standing Motion: The Committee agrees to withdraw the Standing Motion with prejudice on the Effective Date and shall make no further prosecution of the Standing Motion prior to the earlier of (i) the date on which confirmation of the Chapter 11 Plan is denied by a final, non-appealable order of the Court and (ii) the date on which the proponents of the Chapter 11 Plan withdraw it from consideration by the Court. For the avoidance of doubt, the releases described above for the BAH Released Parties shall include a release of the BAH Released Parties by the USA Debtors from all causes of action alleged in the Standing Motion and any and all other causes of action that the USA Debtors may have against the BAH Released Parties.
8. Most Favored Nation Status: Notwithstanding the release language provided above, releases under the Chapter 11 Plan for the BAH Released Parties by the Participating Blitz Personal Injury Claimants and Michael Montgomery shall be no less favorable than those being provided to the Participating Insurers, Wal-Mart or any other party. Furthermore, the Channeling Injunction shall include the BAH Released Parties and Paragraphs 16 and 17 of the Insurance Settlement Term Sheet shall be made applicable to these BAH Settlement Terms.

9. Plan Documents: The Chapter 11 Plan, Disclosure Statement, Disclosure Statement Approval Order and Confirmation Order shall all be in form and substance reasonably acceptable to the Committee, the Holdings Debtors, Crestwood and Kinderhook. The parties hereto shall cooperate with each other in effectuating the provisions of these BAH Settlement Terms. The parties hereto agree to vote in favor of the Chapter 11 Plan to the extent that they have claims that are entitled to vote on the Plan; provided however, that any parties hereto may abstain from voting, vote against the Chapter 11 Plan and/or challenge or object to confirmation of the Chapter 11 Plan if the Chapter 11 Plan or any actual or proposed alteration, modification, or revision of the Chapter 11 Plan (a) is inconsistent with the terms of these BAH Settlement Terms, (b) materially and adversely affects the interests of any party hereto, or (c) does not include the releases and Channeling Injunction. If such objection is sustained, the objecting party, at its discretion and after a 20 day opportunity to cure or remedy the objection, may terminate this settlement. In the event that the settlement is so terminated, the parties hereto shall be returned to the position that they were in prior to entering into these BAH Settlement Terms.
10. Employee Bonus Claims:
 - Rocky Flick agrees to reduce the Flick Claim to \$244,272.65.
 - Rocky Flick, in his capacity as CEO of USA, represents that the USA Debtors' books and records show that the amount of accrued and unpaid employee bonuses do not exceed, in the aggregate, \$589,317.41, exclusive of the Flick Claim.
 - The Committee, on behalf of the USA Debtors' bankruptcy estates reserves the right, and any trustee appointed under the Chapter 11 Plan shall be empowered, to object to or seek further reduction of the Flick Claim and all other employee bonus claims.
11. No Substantive Consolidation: The Chapter 11 Plan shall not provide for the substantive consolidation of the Holdings Debtors with one or more of the USA Debtors.
12. Professional Fees: All accrued and unpaid professional fees and expenses, other than those incurred by Young Conaway, shall be satisfied by the USA Debtors. The Committee and the USA Debtors agree to the budgets set forth on Exhibit B attached hereto.
13. Allocation of BAH Settlement Payment: Subject to the priorities of distribution set forth in the Bankruptcy Code, the Committee may determine the allocation of the BAH Settlement Payment among the creditors of the USA Debtors in their discretion without consultation with the BAH Settling Parties; provided, however, that the BAH Settling Parties bear no responsibility for any shortfall in satisfying any claims against the USA Debtors, whether administrative, unsecured or otherwise. The BAH Settling Parties understand that the BAH Settlement Payment will be allocated to satisfying administrative claims and general unsecured claims other than tort claimants.
14. Committee Support: The Committee will support and take actions reasonably necessary to obtain approval of the BAH Settlement Approval Motion and to obtain votes in favor

of confirmation of the Chapter 11 Plan incorporating the BAH Settlement Terms by the unsecured creditors of the USA Debtors.

15. Publicity: If any party hereto requests from the other parties hereto to issue any public statement regarding the BAH Settlement Terms, the parties shall agree on the terms and language of one joint press statement with respect to the BAH Settlement Terms to be released to the public at a mutually agreed upon time, but in no instance until after the filing of the BAH Settlement Approval Motion. No party shall make any other statements to the media concerning the BAH Settlement Terms, except that the parties may refer the media to the press statement and any court filings not under seal. This Paragraph shall not preclude the undersigned plaintiffs' counsel from identifying on their respective web sites and in any other materials describing their respective law firms, the fact that they were one of the counsel involved in the settlement.
16. No Admission of Liability: The Chapter 11 Plan shall recite that: (1) the BAH Settling Parties deny liability for the Blitz Personal Injury Claims asserted; (2) neither the Chapter 11 Plan nor these BAH Settlement Terms, nor any other item pertaining to the settlement contemplated herein, shall be offered in any other case or proceeding, including as evidence of any admission by the BAH Settling Parties of any liability with respect to any claim for damages or other relief; and (3) any stipulation or admission by the BAH Settling Parties contained in these BAH Settlement Terms, the Chapter 11 Plan or in any other document pertaining to the Settlement, is made for settlement purposes only.
17. Mediation: To the extent of any conflict between these BAH Settlement Terms and the Insurance Settlement Term Sheet and the memorialization of both term sheets into the Chapter 11 Plan, the Holdings Debtors and the Committee shall cause the BAH Settling Parties to meet and confer with the parties to the Insurance Settlement Term Sheet to resolve any such conflicts. Thereafter, such resolution of such conflicts shall be subject to non-binding mediation by Hon. Richard Cohen (Ret.), or if he is not available, another neutral mediator experienced with bankruptcy insurance coverage settlements. If Hon. Richard Cohen (Ret.) is not available and the parties cannot agree upon an alternative candidate, then the administrator of JAMS' New York office shall appoint a substitute neutral mediator, subject to the consent of all Settling Parties, to perform that function.
18. Due Authority: The signatories hereto declare, warrant and represent that they have agreed to the BAH Settlement Terms and that they have all requisite authority to enter into these BAH Settlement Terms. This term sheet may be signed in counterparts.

Wherefore, intending to be legally bound to the foregoing, the parties hereby acknowledge their agreement to the BAH Settlement Terms by execution below.

Holdings Debtors

LAM 2011 HOLDINGS, LLC

By: 

Title: Director

Date: 7/24/2013

BLITZ ACQUISITION HOLDINGS, INC.

By: 

Title: Director

Date: 7/24/2013

Kinderhook

KINDERHOOK INDUSTRIES II, LP

By: _____

Title: _____

Date: _____

KINDERHOOK CAPITAL FUND II, LP

By: _____

Title: _____

Date: _____

Wherefore, intending to be legally bound to the foregoing, the parties hereby acknowledge their agreement to the BAH Settlement Terms by execution below.

Holdings Debtors

LAM 2011 HOLDINGS, LLC

By: _____

Title: _____

Date: _____

BLITZ ACQUISITION HOLDINGS, INC.

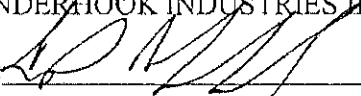
By: _____

Title: _____

Date: _____

Kinderhook


KINDERHOOK INDUSTRIES II, LP

By:  _____

Title: Managing Director

Date: July 11, 2013

KINDERHOOK CAPITAL FUND II, LP

By:  _____

Title: Managing Director

Date: July 11, 2013

Crestwood

JOHN R. ELMBURG

By: [Signature]

Date: 7/10/13

ERIC ELMBURG

By: [Signature]

Date: 7/10/13

ROBERT ELMBURG

By: [Signature]

Date: 7/10/2013

DISCOVERY PLASTICS, LLC

By: [Signature]

Title: Member

Date: 7/10/13

CRESTWOOD HOLDINGS, INC.

By: [Signature]

Title: President

Date: 7/10/2013

BERGAN, LLC

By: [Signature]

Title: Manager

Date: 7/10/13


Kinderhook Directors

CHRISTIAN P. MICHALIK

By: 

Date: July 11, 2013

LOUIS AURELIO

By: 

Date: July 11, 2013

Non-Kinderhook Directors

ROCKY FLICK

By: _____

Date: _____

JAMES PEARSON

By: _____

Date: _____

USA Debtors

BLITZ USA, INC.

By: _____

Title: _____

Date: _____

Kinderhook Directors

CHRISTIAN P. MICHALIK

By: _____

Date: _____

LOUIS AURELIO

By: _____

Date: _____

Non-Kinderhook Directors

ROCKY FLICK

By:  _____

Date: _____

JAMES PEARSON

By: _____

Date: _____

USA Debtors

BLITZ USA, INC.

By:  _____

Title: CEO _____

Date: _____

Kinderhook Directors

CHRISTIAN P. MICHALIK

By: _____

Date: _____

LOUIS AURELIO

By: _____

Date: _____

Non-Kinderhook Directors

ROCKY FLICK

By: _____

Date: _____

JAMES PEARSON

By:  _____

Date: 7/24/2013

USA Debtors

BLITZ USA, INC.

By: _____

Title: _____

Date: _____

BLITZ ACQUISITION, LLC

By: 

Title: CEO

Date: _____

BLITZ RE HOLDINGS, LLC

By: 

Title: CEO

Date: _____

MIAMI OK, LLC f/k/a F3BRANDS LLC

By: 

Title: CEO

Date: _____

Committee

COMMITTEE CO-CHAIR

By: _____

Title: _____

Date: _____

COMMITTEE, CO-CHAIR

By: _____

Title: _____

Date: _____

JARDEN PLASTIC SOLUTIONS, IN ITS CAPACITY AS A MEMBER OF THE
COMMITTEE

By: _____

Title: _____

Date: _____

BLITZ ACQUISITION, LLC

By: _____

Title: _____

Date: _____

BLITZ RE HOLDINGS, LLC

By: _____

Title: _____

Date: _____

MIAMI OK, LLC f/k/a F3BRANDS LLC

By: _____

Title: _____

Date: _____

Committee

COMMITTEE CO-CHAIR

By:  _____

Title: GREENMAN DUNN FOR KAREN KORNEGAY

Date: 07-10-13

COMMITTEE, CO-CHAIR

By:  _____

Title: CFo - Bekun America corporation

Date: July 24, 2013

JARDEN PLASTIC SOLUTIONS, IN ITS CAPACITY AS A MEMBER OF THE
COMMITTEE

By: _____

Title: _____

Date: _____

BLITZ ACQUISITION, LLC

By: _____

Title: _____

Date: _____

BLITZ RE HOLDINGS, LLC

By: _____

Title: _____

Date: _____

MIAMI OK, LLC f/k/a F3BRANDS LLC

By: _____

Title: _____

Date: _____

Committee

COMMITTEE CO-CHAIR

By: _____

Title: _____

Date: _____

COMMITTEE, CO-CHAIR

By: _____

Title: _____

Date: _____

JARDEN PLASTIC SOLUTIONS, IN ITS CAPACITY AS A MEMBER OF THE
COMMITTEE

By: 

Title: Vio Finance

Date: 7/11/13

BEKUM AMERICA CORPORATION, IN ITS CAPACITY AS A MEMBER OF THE COMMITTEE

By: *[Signature]*

Title: CFO - VP Treasurer

Date: 7/12/13

RONALD W. MILLS, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Date: _____

ERIC BALCH, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Date: _____

DAVID CALDER, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Date: _____

KAREN GUENIOT-KORNEGAY, INDIVIDUALLY AND IN HER CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Date: _____

RICHARDSON, PATRICK, WESTBROOK & BRICKMAN, LLC, AS ATTORNEYS FOR RONALD W. MILLS, A MEMBER OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED ON EXHIBIT C

By: _____

Title: _____

Date: _____

JARDEN PLASTIC SOLUTIONS, IN ITS CAPACITY AS A MEMBER OF THE
COMMITTEE

By: _____

Title: _____

Date: _____

BECKUM AMERICA CORPORATION, IN ITS CAPACITY AS A MEMBER OF THE
COMMITTEE

By: _____

Title: _____

Date: _____

RONALD W. MILLS, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER
OF THE COMMITTEE

By:  _____

Date: 6/28/13 _____

ERIC BALCH, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE
COMMITTEE

By: _____

Date: _____

DAVID CALDER, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF
THE COMMITTEE

By: _____

Date: _____

KAREN GUENIOT-KORNEGAY, INDIVIDUALLY AND IN HER CAPACITY AS A
MEMBER OF THE COMMITTEE

By: _____

Date: _____

BECKUM AMERICA CORPORATION, IN ITS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Title: _____


Date: _____

RONALD W. MILLS, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Date: _____

ERIC BALCH, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: Eric Balch w/ permission 

Date: 1/15/13

DAVID CALDER, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Date: _____

KAREN GUENIOT-KORNEGAY, INDIVIDUALLY AND IN HER CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Date: _____

RICHARDSON, PATRICK, WESTBROOK & BRICKMAN, LLC, AS ATTORNEYS FOR RONALD W. MILLS, A MEMBER OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED ON EXHIBIT C

By: _____

Title: _____

Date: _____

BECKUM AMERICA CORPORATION, IN ITS CAPACITY AS A MEMBER OF THE
COMMITTEE

By: _____

Title: _____

Date: _____

RONALD W. MILLS, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE
COMMITTEE

By: _____

Date: _____

ERIC BALCH, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE
COMMITTEE

By: _____

Date: _____

DAVID CALDER, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE
COMMITTEE

By: David Calder

Date: 7.21.2013

KAREN GUENIOT-KORNEGAY, INDIVIDUALLY AND IN HER CAPACITY AS A
MEMBER OF THE COMMITTEE

By: _____

Date: _____

RICHARDSON, PATRICK, WESTBROOK & BRICKMAN, LLC, AS ATTORNEYS FOR
RONALD W. MILLS, A MEMBER OF THE COMMITTEE, AND AS ATTORNEYS FOR
ALL OTHER CLIENTS IDENTIFIED ON EXHIBIT C

By: _____

Title: _____

Date: _____

BECKUM AMERICA CORPORATION, IN ITS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Title: _____

Date: _____

RONALD W. MILLS, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Date: _____

ERIC BALCH, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Date: _____

DAVID CALDER, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Date: _____

KAREN GUENIOT-KORNEGAY, INDIVIDUALLY AND IN HER CAPACITY AS A MEMBER OF THE COMMITTEE

By:  _____

Date: 07-10-13 _____

RICHARDSON, PATRICK, WESTBROOK & BRICKMAN, LLC, AS ATTORNEYS FOR RONALD W. MILLS, A MEMBER OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED ON EXHIBIT C

By: _____

Title: _____

Date: _____

RICHARDSON, PATRICK, WESTBROOK & BRICKMAN, LLC, AS ATTORNEYS
FOR RONALD W. MILLS, A MEMBER OF THE COMMITTEE, AND AS
ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED ON EXHIBIT C

By: Daniel Halter

Title: attorney

Date: 7/1/2013

WATTS, GUERRA & CRAFT, AS ATTORNEYS FOR ERIC BALCH, A MEMBER
OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS
IDENTIFIED ON EXHIBIT C

By: _____

Title: _____

Date: _____

THE ANDERSON LAW FIRM, AS ATTORNEYS FOR DAVID CALDER, A
MEMBER OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER
CLIENTS IDENTIFIED ON EXHIBIT C

By: _____

Title: _____

Date: _____


BRENEMAN DUNGAN, AS ATTORNEYS FOR KAREN GUENIOT-KORNEGAY, A
MEMBER OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER
CLIENTS IDENTIFIED ON EXHIBIT C

MICHAEL MONTGOMERY

By: _____

Date: _____

WATTS, GUERRA & CRAFT, AS ATTORNEYS FOR ERIC BALCH, A MEMBER OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED ON EXHIBIT C

By: 
Title: Capital Partner
Date: 7/15/13

THE ANDERSON LAW FIRM, AS ATTORNEYS FOR DAVID CALDER, A MEMBER OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED ON EXHIBIT C

By: _____
Title: _____
Date: _____

BRENEMAN DUNGAN, AS ATTORNEYS FOR KAREN GUENIOT-KORNEGAY, A MEMBER OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED ON EXHIBIT C

MICHAEL MONTGOMERY

By: _____
Date: _____

WATTS, GUERRA & CRAFT, AS ATTORNEYS FOR ERIC BALCH, A MEMBER OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED ON EXHIBIT C

By: _____

Title: _____

Date: _____

THE ANDERSON LAW FIRM, AS ATTORNEYS FOR DAVID CALDER, A MEMBER OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED ON EXHIBIT C

By: Hank Anderson

Title: Attorney

Date: July 8, 2013

BRENEMAN DUNGAN, AS ATTORNEYS FOR KAREN GUENIOT-KORNEGAY, A MEMBER OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED ON EXHIBIT C

MICHAEL MONTGOMERY

By: _____

Date: _____

WATTS, GUERRA & CRAFT, AS ATTORNEYS FOR ERIC BALCH, A MEMBER OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED ON EXHIBIT C

By: _____

Title: _____

Date: _____

THE ANDERSON LAW FIRM, AS ATTORNEYS FOR DAVID CALDER, A MEMBER OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED ON EXHIBIT C

By: _____

Title: _____

Date: _____

BRENEMAN DUNGAN, AS ATTORNEYS FOR KAREN GUENIOT-KORNEGAY, A MEMBER OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED ON EXHIBIT C

MICHAEL MONTGOMERY

By:  _____

Date: 07-10-13 _____

EXECUTION VERSION

Exhibit A

Insurance Settlement Term Sheet

TERM SHEET

The Debtors, the Committee, the Participating Insurers, the Participating Blitz Personal Injury Claimants, and Wal-Mart have agreed to a Settlement of any and all past, present, and future issues that could arise between them with respect to the Blitz Personal Injury Claims.

Certain of the most important terms of the Settlement are summarized in the numbered paragraphs set forth below and subject to the Settling Parties' intent that the terms of the Settlement to be incorporated into a Chapter 11 Plan containing customary provisions relating to the implementation and enforcement of the Settlement, they acknowledge by their signatures set forth below their intent to be legally bound and that they are legally bound by the terms set forth in this Term Sheet and that the Term Sheet is legally enforceable by the Parties (subject to approval by the United States Bankruptcy Court for the District of Delaware (the "Bankruptcy Court") in a final non-appealable order pursuant to Rule 9019 of the Bankruptcy Rules). A motion will be filed with the Bankruptcy Court seeking an order approving the Term Sheet and the Settlement, which motion shall be on notice in form, substance and effect acceptable to the Settling Parties and approved by the Bankruptcy Court as being adequate to bind all claimants asserting Blitz Personal Injury Claims. Also, the terms and conditions of the Settlement Approval Order shall be in form and substance acceptable to the Settling Parties. The Debtors' obligation to take the actions contemplated by this Term Sheet and the Agreement is subject to the Debtors' having funding necessary to do so and the Debtors are only required to take such actions as are reasonably practical under the circumstances. Moreover, any final Settlement is contingent upon the confirmation of the Chapter 11 Plan. The Committee will support and take actions reasonably necessary to obtain approval of the Settlement and a Chapter 11 Plan incorporating the Settlement.

DEFINITIONS

The following terms, as used herein, shall be defined as follows:

- a. "BAH Settlement" shall mean the consensual settlement of all claims and causes of action by and between the BAH Settling Parties.
- b. "BAH Settling Parties" shall mean the Committee, the Debtors, the Participating Blitz Personal Injury Claimants, Michael Montgomery, Kinderhook Industries II, LP Kinderhook Capital Fund II, LP, Crestwood Holdings, Inc., Bergan, LLC and any other party that may be a signatory to the BAH Settlement.
- c. "Bar Date Motion" shall mean a motion filed with the Bankruptcy Court to establish a bar date for all Blitz Personal Injury Claims that do not fall within the claims barred by the bar date order that was entered on May 23, 2012 .
- d. "Blitz Personal Injury Claims" shall mean and include all claims for damages or other relief for, based upon, arising out of, relating to, or in any way involving bodily injury and / or property damage that occurred on or before 12:01 AM CST on July 31, 2012, and shall

include asserted and unasserted claims, whether known or unknown, based upon, arising out of, or in any way involving the products, premises or operations of the Debtors and, without any limitation of the foregoing shall include any such claims against Wal-Mart directly or indirectly relating to the Debtors' products, premises or operations, and any direct action claims by a claimant against the Participating Insurers.

e. "Channeling Injunction" shall mean an injunction pursuant to Sections 105(a) and 363(f) of the Bankruptcy Code that to the fullest extent permitted by law (i) permanently enjoins and channels to the Plan Trust all Blitz Personal Injury Claims, and (ii) permanently enjoins the prosecution of all Blitz Personal Injury Claims against any Released Party. The Participating Blitz Personal Injury Claimants and the Committee shall be responsible for the development and drafting of the terms and procedures with respect to the valuation, allowance and payment of Blitz Personal Injury Claims including the allocation of the Settlement Amount. For the avoidance of doubt, the Channeling Injunction shall not channel or enjoin any claim for damages on account of a bodily injury and / or property damage that occurred on or after 12:01 AM CST on July 31, 2012.

f. "Committee" shall mean the Official Committee of Unsecured Creditors, its co-chairs and members appointed in the Debtors' chapter 11 cases.

g. "Confirmation Order" shall mean an Order of the Bankruptcy Court confirming the Chapter 11 Plan.

h. "Debtor Representatives" shall mean officers, directors, employees, agents, representatives, and attorneys of the Debtors or the successors of any of them, each in their capacity as such.

i. "Debtors" shall mean the USA Debtors and the Holdings Debtors.

j. "Holdings Debtors" shall mean LAM 2011 Holdings, LLC and Blitz Acquisition Holdings, Inc.

k. "Interests" shall mean any rights, claims, liens, interest, and/or encumbrances in connection with the described subject matter.

l. "Non-Participating Insurers" shall mean Hartford Insurance Company, Lumbermens Mutual Casualty Company, Admiral Insurance Company, American International Group, Nautilus Insurance Company, Arrowood Indemnity, RSUI Group, Inc., and any other insurer who is not a Participating Insurer. The known policies of insurance issued to Debtors by the Non-Participating Insurers include, without limitation, the policies listed on Exhibit 3 hereto.

m. "Participating Blitz Personal Injury Claimants" shall mean and include the claimants identified on Exhibit 1 attached hereto and their respective counsel.

n. "Participating Insurers" shall mean Old Republic Insurance Company, First Mercury Insurance Company, First Specialty Insurance Corporation, Liberty Surplus Insurance Corporation, Liberty Insurance Underwriters Inc., Arch Insurance Company, Continental Casualty Company, Westchester Fire Insurance Company and Westchester Surplus Lines Insurance Company (collectively, "Westchester"), Endurance American Specialty Insurance

Company, Interstate Fire and Casualty Insurance Company, Navigators Specialty Insurance Company and Axis Surplus Insurance Company and United States Fire Insurance Company (solely in its capacity as claims handler for the policies issued to the Debtors on behalf of First Mercury Insurance Company that are listed on Exhibit 1 and not on behalf of policies, if any, that might have been issued by United States Fire Insurance Company) and each of their predecessors, and present or past parents, subsidiaries, divisions, affiliates, directors, officers, agents, employees, representatives, members, and attorneys, their successors and assigns but only in their capacity as such, and any entity that acquires any of the foregoing entities through assignment, merger, or otherwise, but only to the extent that such acquiring entity succeeds to such foregoing entity's rights and obligations as they existed on the execution date of the Term Sheet. Notwithstanding the above, "Participating Insurers" shall not mean or include the "Non-Participating Insurers" or any of them.

o. "Parties" shall mean Debtors, the Committee, the Participating Insurers, the Participating Blitz Personal Injury Claimants, and Wal-Mart.

p. "Payment Date" shall mean thirty (30) days after entry of a Confirmation Order (i) which has become non-appealable, or (ii) if any appeals from the Confirmation Order have been filed, either (x) such appeals have been fully and finally concluded consistent with the material terms of this Settlement, or (y) the Participating Insurers and Wal-Mart, each in their sole discretion, agree to waive final resolution of such appeal(s) as a condition to the Payment Date.

q. "Chapter 11 Plan" shall mean one or more liquidating plans, pursuant to chapter 11 of the Bankruptcy Code, applicable to all Debtors that contains customary provisions and includes the terms necessary to implement and enforce the Settlement, and this Term Sheet.

r. "Plan Trust" shall mean the Blitz Personal Injury Plan Trust.

s. "Released Parties" shall mean the Debtors, the Participating Insurers, Wal-Mart and any other person or entity insured under the Subject Policies, including, but not limited to (i) any distributor or retailer of Debtors' products, (ii) the Debtor Representatives, and (iii) the shareholders of Debtors solely in their capacity as shareholders and solely related to Blitz Personal Injury Claims. The release of the shareholders of the Debtors shall include all claims asserted against such shareholders that are or would be covered by the Subject Policies. The Released Parties are not released for Blitz Personal Injury Claims occurring on or before July 31, 2007 at 12:01 a.m. CST with the exception that: (a) Wal-Mart shall be released for all Blitz Personal Injury Claims occurring on or before July 31, 2007 at 12:01 a.m. CST, (b) Westchester shall be released for all Blitz Personal Injury Claims occurring on or before July 31, 2007 at 12:01 a.m. CST with the exception of *Calder* and *Bosse*, and *Green* shall retain and not release his claim to sanctions which is now pending appeal until such time as the Debtors, pursuant to paragraph 2 below, dismiss their appeal and release the \$250,000 that has already been deposited to his counsel in escrow at which time any claim by *Green* shall be released, and (c) the Participating Insurers shall be released from any and all liability under the insurance policies identified on Exhibit 2 for all Blitz Personal Injury Claims, except that Westchester shall not be released from the *Calder* and *Bosse* claims. All outstanding Blitz Personal Injury Claims are retained against the USA Debtors and all Non-Participating Insurers during the period prior to July 31, 2007 at 12:01 a.m. CST and are not released but are channeled into the Plan Trust.

t. "Releasors" shall mean Debtors and their respective (a) parents, (b) past or present subsidiaries and affiliates, (c) any joint ventures in which they have interests, and (d) officers, directors, employees, agents, representatives, shareholders, and attorneys, or the successors of any of them. The USA Debtors shall not be released by this Settlement for Blitz Personal Injury Claims prior to July 31, 2007 at 12:01 a.m. CST so such cases may proceed solely against the policies or proceeds of Non-Participating Insurers.

u. "Settlement" shall mean the settlement of any and all past, present, and future issues that could arise between the Settling Parties with respect to the Blitz Personal Injury Claims as reflected in this Term Sheet. For the avoidance of doubt, the Settlement shall not include the Settlement of any claim for damages on account of a bodily injury and / or property damage that occurred on or after 12:01 AM CST on July 31, 2012.

v. "Settlement Amount" shall mean the total sum, in cash or its equivalent, of ONE HUNDRED SIXTY ONE MILLION AND THREE HUNDRED TWENTY THOUSAND DOLLARS AND NO CENTS (\$161,320,000.00).

w. "Settlement Approval Motion" shall mean a motion filed with the Bankruptcy Court seeking a Settlement Approval Order.

x. "Settlement Approval Order" shall mean the Order of the Bankruptcy Court approving the Term Sheet, and authorizing the Settlement as set forth in this Term Sheet, the terms of which shall be acceptable to each of the Settling Parties, in their sole discretion.

y. "Settling Parties" shall mean the Debtors, the Committee, the Participating Insurers, the Participating Blitz Personal Injury Claimants and Wal-Mart.

z. "Subject Policies" shall mean the policies of insurance listed on Exhibit 2 hereto and all other, known and unknown, insurance policies issued to Debtors or any of them by any of the Participating Insurers except directors and officers policies, if any, that may have been issued by the Participating Insurers.

aa. "Term Sheet" shall mean this Term Sheet.

bb. "USA Debtors" shall mean Blitz USA, Inc., Blitz Acquisition, LLC, Blitz RE Holdings, LLC and Miami OK, LLC f/k/a F3 Brands LLC.

cc. "Wal-Mart" shall mean Wal-Mart Stores, Inc., each of its predecessors, and present or past parents, subsidiaries, divisions, affiliates, their successors and assigns but only in their capacity as such, and any entity that acquires any of the foregoing entities through assignment, merger, or otherwise, but only to the extent that such acquiring entity succeeds to such foregoing entity's rights and obligations as they existed on the execution date of the Term Sheet, and the directors, officers, agents, employees, representatives, members, and attorneys for any of the foregoing in their capacity as such.

A. Rule 9019 Motion and Settlement Approval Order

1. On or before July 24, 2013 and after all Parties have executed this Term Sheet, the Settling Parties shall file a Settlement Approval Motion with the Bankruptcy Court seeking a Settlement Approval Order, in form and substance agreeable to the Settling Parties approving pursuant to Rule 9019 of the Federal Rules of Bankruptcy Procedure, the Settlement and binding the Settling Parties to support and vote to accept the Chapter 11 Plan, which (i) shall contain the Channeling Injunction and other customary terms and conditions, including exculpation, some of which are specifically set forth herein, and (ii) pursuant to Section 363 of the Bankruptcy Code, the Debtors' sale back to the Participating Insurers of the Subject Policies free and clear of all Interests of any person or entity in the Subject Policies and including findings of fact and conclusions of law providing for protection of the Participating Insurers under Section 363(f) and (m). The Debtors and the Committee shall use their respective best efforts to obtain approval of the Settlement and entry by the Bankruptcy Court of the Settlement Approval Order and to ensure that the Settlement Approval Order becomes a final non-appealable order. The Settlement Approval Motion shall be on notice in form, substance and effect acceptable to the Settling Parties and approved by the Bankruptcy Court as being adequate to bind all Participating Blitz Personal Injury Claimants. The Settlement Approval Order shall be on terms which shall be acceptable to each of the Settling Parties, in their sole discretion.

B. Resolution of Claims and Policy Buy Back

2. The Participating Insurers and Wal-Mart, collectively, will pay the Settlement Amount to the Plan Trust. The Settlement Amount shall be paid on or before the Payment Date. The Participating Blitz Personal Injury Claimants and their undersigned counsel represent and warrant that the Participating Blitz Personal Injury Claimants along with the following claimants: *Beadore, Bosse, Calder, Delatorre, Green* and *Tvedt* constitute all Blitz Personal Injury Claims of which the Participating Blitz Personal Injury Claimants and their counsel are aware or have knowledge. Upon the occurrence of the Payment Date, and the vacatur of the sanctions order by the Green court (to which the Debtors and the *Green* plaintiffs consent and the Participating Blitz Personal Injury Claimants do not oppose), the \$250,000 in escrow paid to counsel for the *Green* plaintiffs shall be released and the parties to the *Green* case agree to mutually dismiss their appeals.

3. Except as otherwise provided herein, the specific amounts contributed by individual contributors to the Settlement Amount shall remain confidential as among the contributors and subject to the terms of a side-agreement among the Participating Insurers and Wal-Mart; provided however, that to the extent any of the Settling Parties that are contributing to the Settlement Amount defaults on its funding obligation, the identity of the defaulting party, and the amount it agreed to contribute and owes, shall be released. The Committee or the Plan Trust, as appropriate, may either: (a) seek to enforce the Settlement with respect to any defaulting Settlement Party; or (b) opt to treat any defaulting Participating Insurer as a Non-Participating Insurer under the terms of the Settlement. The Participating Insurers and Wal-Mart may also reveal the amount of their individual contributions, but not that of other participants, as they deem necessary, in their sole discretion, (i) to obtain Bankruptcy Court approval of the Chapter 11 Plan and the releases and Channeling Injunction in the Chapter 11 Plan, and (ii) to their attorneys, auditors, tax consultants, regulators, reinsurers or retrocessionnaires for the purpose of obtaining reinsurance for any portion of their contribution to the Settlement Amount, or complying with applicable regulations. The Participating Insurers and Wal-Mart shall be

individually liable for the amounts each has agreed to contribute and not jointly and/or severally liable for the Settlement Amount. Under no circumstances shall any of the Participating Insurers or Wal-Mart be required to satisfy the funding obligation of any defaulting party. Funding of eighty percent (80%) of the Settlement Amount is a condition precedent to the effectiveness of the Chapter 11 Plan. If within ten days after the Payment Date less than eighty percent (80%) of the Settlement Amount has been paid, a super-majority of seventy-five percent (75%) of the Participating Blitz Personal Injury Claimants may, at their election, file a Notice of Non-Occurrence of Effective Date, which notice shall give the Participating Insurers and Wal-Mart twenty (20) days to cure any such deficiency by providing funds to achieve eighty percent (80%) of the Payment Amount. If the Participating Insurers and Wal-Mart do not timely cure in accordance with the foregoing, the filing of the Notice of Non-Occurrence of Effective Date shall have the effect of terminating the Settlement and the Settling Parties shall be returned to the position that they were in prior to the Settlement.

4. The insurance policies issued to and related agreements with the Debtors by the Non-Participating Insurers shall *not* be released or subject to the buyback contemplated by this Term Sheet. These policies and related agreements and/or their proceeds shall be assigned to the Plan Trust, upon confirmation of the Chapter 11 Plan, which shall thereafter have all rights that the Debtors and/or claimants had to pursue such coverage subject only to the terms and procedures of the Chapter 11 Plan. For the avoidance of doubt, to the extent that the Debtors have insurance coverage from the Non-Participating Insurers applicable to the claims asserted by Michael Montgomery (incident date: 6/20/02), John Delatorre (incident date 10/3/02) and Landon Beadore (incident date 10/3/03) and such other plaintiffs as who may be named in the complaints in these three aforementioned cases or whose injuries occurred prior to 12:01 a.m. CST on July 31, 2007 (subject to the provisions of paragraph 27, below), such insurance coverage from the Non-Participating Insurers is not released or bought back by the settlement contemplated by this Term Sheet and these claimants do not release their claims as against the USA Debtors or insurers other than the Participating Insurers. Notwithstanding anything to the contrary in the foregoing, all Blitz Personal Injury Claims, including those identified in this paragraph, shall be subject to the Channeling Injunction and all release provisions contained in this Term Sheet.

C. Policy Release and Buyback Provisions

5. The Chapter 11 Plan shall fully release the Released Parties from any liability for, based upon, arising out of, directly or indirectly relating to, or in any way involving, the Blitz Personal Injury Claims and shall enjoin anyone from asserting Blitz Personal Injury Claims against the Released Parties, provided further however, that the foregoing releases shall not operate to bar any response, objection, defense or counterclaim to any filed or scheduled claim or motion or request for payment of administrative expense filed by any Debtor Representative as against any Debtor or its estate. Such releases shall be sufficient to provide finality to the Participating Insurers from all claims, rights, demands, and obligations of any kind or nature arising out of or relating to the Subject Policies, or any agreements related to the Subject Policies, brought by or on behalf of any person or entity insured thereunder, including, but not limited to, Debtors, Debtor Representatives or any distributor or retailer of Debtors' products, including without limitation Wal-Mart. The Released Parties are not released for Blitz Personal Injury Claims occurring on or before July 31, 2007 at 12:01 a.m. CST with the exception that: (a)

the Released Parties shall be released for all Blitz Personal Injury Claims occurring on or before July 31, 2007 at 12:01 a.m. CST as against Wal-Mart, (b) Westchester shall be released for all Blitz Personal Injury Claims occurring on or before July 31, 2007 at 12:01 a.m. CST with the exception of Calder and Bosse, and Green shall retain and not release his claim to sanctions which is now pending appeal until such time as the Debtors, pursuant to paragraph 2 above, dismiss their appeal and release the \$250,000 that has been paid to his counsel in escrow, at which time any claim by Green shall be released, and (c) the Participating Insurers shall be released from any and all liability under the insurance policies identified on Exhibit 2 for all Blitz Personal Injury Claims, except that Westchester shall not be released from the Calder and Bosse claims. All outstanding Blitz Personal Injury Claims are retained against the USA Debtors and all Non-Participating Insurers during the period prior to July 31, 2007 at 12:01 a.m. CST and are not released but are channeled into the Plan Trust.

6. The Chapter 11 Plan shall further provide that each Participating Blitz Personal Injury Claimant be deemed to consensually release the Released Parties from any Blitz Personal Injury Claim and that each such claimant, as a condition precedent to receiving funds from the Plan Trust, shall deliver a written release to the Plan Trust sufficient to provide finality, and on terms acceptable, to the Released Parties for any Blitz Personal Injury Claim that was or might have been brought by such claimant. With respect to such finality for claims by Participating Blitz Personal Injury Claimants who are minors, the Chapter 11 Plan shall contain requirements, in terms acceptable to Wal-Mart and the Participating Insurers, that the guardian or other party legally responsible for the interests of any such Participating Blitz Personal Injury Claimants who are minors seek approval from any and all courts having jurisdiction over such minor. The Released Parties shall be provided copies of these releases. However, the Channeling Injunction and release provisions of the Chapter 11 Plan shall not be dependent for their efficacy with respect to any Blitz Personal Injury Claim on whether or not a written release has been provided with respect to such Blitz Personal Injury Claim. To the extent that any Released Party, in its discretion, determines that it is appropriate to petition the bankruptcy court for the appointment of a *guardian ad litem* to represent the interests of all Participating Blitz Personal Injury Claims who are minors, the Settling Parties shall support such a petition.

7. The Chapter 11 Plan shall further provide that any claimant who is not a Participating Blitz Personal Injury Claimant shall be deemed to release the Released Parties for all Blitz Personal Injury Claims.

8. The Debtors shall provide the Participating Insurers with a complete policy buyback of the Debtors' interests in the Subject Policies free and clear of all Interests of any person or entity pursuant to Section 363 of the Bankruptcy Code, and, with respect to any Interests held by any non-affiliated entities in the Subject Policies, if any, such relief as is sufficient to extinguish any such Interests in the Subject Policies and provide finality for claims asserted thereunder. By executing this Term Sheet, all Settling Parties consent to the Debtors' buyback of the Subject Policies free and clear of all Interests of any person or entity pursuant to Section 363 of the Bankruptcy Code.

9. Upon the occurrence of the Payment Date, all interests of any of the Releasers in the Subject Policies and any other insured shall be deemed to have been released and sold back to the Participating Insurers free and clear of all Interests pursuant to Section 363 of the Bankruptcy Code without any further action being required.

10. Upon the occurrence of the Payment Date and subject to the terms of paragraph 12 below, (a) the Participating Insurers shall be irrevocably released from (i) all claims of the Releasors or anyone else, including without limitation Wal-Mart, under, arising from, related to, or in connection with the Subject Policies and / or the Blitz Personal Injury Claims, (ii) any claims for contribution or indemnity under, arising from, related to, or in connection with the Subject Policies (whether from other insurers or not) and / or the Blitz Personal Injury Claims, (iii) all extra-contractual claims arising from, related to, or in connection with the Subject Policies and / or the Blitz Personal Injury Claims, and (b) all rights and obligations between the Releasors and anyone else, including without limitation Wal-Mart, on the one hand, and the Participating Insurers, on the other hand, with respect to the Subject Policies and / or the Blitz Personal Injury Claims shall be fully and finally extinguished. The release of the Participating Insurers shall leave the Participating Insurers completely released as if the Participating Insurers had never issued the Subject Policies and had never had any dealings with, or actual or alleged duties or obligations whatsoever to, any Releasors or any other person, including without limitation persons allegedly harmed or injured by Debtors. This Settlement and the releases to be delivered pursuant thereto are explicitly acknowledged by all concerned to be effective notwithstanding any facts, legal theories, alleged mistakes, misrepresentations, or failures to disclose that are presently known to, or that subsequently become known to, the Releasors or anyone else. Upon the occurrence of the Payment Date and subject to the terms of paragraph 12 below, the Participating Insurers shall release Wal-Mart from all claims under, arising from, related to, or in connection with the Subject Policies, including but not limited to claims that Wal-Mart breached any of its obligations as an additional insured under the Subject Policies or any of its obligations under the covenant of good faith and fair dealing.

11. Notwithstanding anything else to the contrary, the Settlement contemplated by this Term Sheet is not intended to release any claim for damages on account of bodily injury and / or property damage that occurred after 12:01 AM CST on July 31, 2012.

12. If Wal-Mart or a Participating Insurer defaults and does not pay its agreed upon share of the Settlement Amount on the Payment Date, that defaulting party shall, after ten days notice and an opportunity to cure, not receive any of the benefits provided by this Settlement until such time as the defaulting party, makes full payment, including but not limited to the releases, injunction or policy buy back provided for herein. If Wal-Mart and the Participating Insurers collectively deliver less than eighty (80%) percent of the Settlement Amount on the Payment Date and the Participating Blitz Personal Injury Claimants elect to terminate pursuant to the terms of paragraph 3, and there is no cure pursuant to paragraph 3 and the Settlement is terminated, no Settling Party or Released Party shall receive any of the benefits provided by this Settlement, including but not limited to the releases, the Channeling Injunction or policy buy back provided for herein and all amounts paid by Wal-Mart or the Participating Insurers shall be returned to the paying party.

D. Channeling Injunction Pursuant to Section 105 of the Bankruptcy Code

13. The Chapter 11 Plan and Confirmation Order shall provide for and include the Channeling Injunction. For the avoidance of doubt, all claims for insurance coverage for bodily injury claims under policies issued to the Debtors and all claims against the Released Parties for contribution or indemnification or other relief with respect to the Blitz Personal Injury Claims shall be channeled to the Plan Trust pursuant to the Channeling Injunction. The Plan Trust shall

not take any action that would undermine the enforcement of the Channeling Injunction or that would serve to deprive any of the Released Parties of the benefits of the injunction, including but not limited to the Debtors, the Participating Insurers and Wal-Mart.

E. The Chapter 11 Plan

14. Among other terms and conditions as referred to above, the Chapter 11 Plan will include reasonable terms to ensure that the Plan Trust will be responsible for ensuring compliance with Medicare secondary payer ("MSP") requirements, and that the Plan Trust will retain, at its expense, a qualified vendor (such as the Garretson Group) to provide such services as may be required to ensure such compliance. The Participating Insurers and Wal-Mart shall have the right to approve the vendor retained by the Plan Trust to provide such services (with such approval not to be withheld unreasonably) and to obtain such information from such vendor, the Plan Trust and the Blitz Personal Injury Claimants as they may reasonably request for the purpose of ensuring that the Plan Trust has complied with MSP requirements or for the purpose of internal audits and insurance or reinsurance claims. The Plan Trust shall be prohibited from making a distribution to a Blitz Personal Injury Claimant who refuses to provide the information necessary to meet MSP requirements with regard to that claimant.

15. The conditions precedent to the Participating Insurers' and Wal-Mart's payment obligations will include, without limitation, that both the Settlement Approval Order and the Confirmation Order must first become final, non-appealable orders. Wal-Mart and the Participating Insurers may agree, which agreement must be unanimous among Wal-Mart and the Participating Insurers and with Wal-Mart and each Participating Insurer exercising their sole discretion, to waive the Confirmation Order becoming a final, non-appealable order.

16. The terms of the Plan Trust will be drafted consistent with the terms of this Settlement and, upon its creation, the Plan Trust shall be bound to the terms of this Settlement as if it had been a party thereto as of the execution date of this Term Sheet.

17. If before the effective date of the Chapter 11 Plan any person or entity asserts any claim against the Released Parties under, arising from, related to, or in connection with the persons and entities released by the Settlement, Debtors will, at their expense if they have the funding to do so, use their best reasonable efforts to enforce, if necessary, the automatic stay of Section 362 of the Bankruptcy Code, and, if appropriate, obtain an order from the Bankruptcy Court pursuant to Section 105(a) of the Bankruptcy Code enjoining or otherwise prohibiting the prosecution of any such claim against the Released Parties. The Committee shall support Debtors in such efforts, including, without limitation, (i) by being a co-movant in respect of any such motion to enforce the automatic stay, or objecting to any motion filed for relief from the automatic stay, as the case may be, (ii) by the filing of a joinder to any such motion or objection of the Debtors, as the case may be, and (iii) by arguing in support of the relief requested by such motion or objection at any hearing on such motion or objection by the Debtors.

18. The Plan Trust shall fully and completely defend Released Parties in connection with any proceeding involving, relating to, or arising out of, in whole or in part, the enforcement or enforceability of the Channeling Injunction. In the event any person or entity asserts any claim that is subject to the Channeling Injunction, the Plan Trust shall, at its own expense, defend the validity of the Channeling Injunction and its application and use its best efforts to

establish that such claim is enjoined. The Participating Insurers and Wal-Mart shall have consultation and approval rights with respect to selection of counsel hired by the Plan Trust for such defense obligations. The Participating Insurers and Wal-Mart shall have the right, at their own cost and expense, to associate in the defense in any proceeding concerning the enforcement and application of the Channeling Injunction. If the Plan Trust breaches its duty to fully and completely defend then the Plan Trust is obligated to indemnify the Released Parties, including advancement of defense costs.

19. The Chapter 11 Plan shall further include such other terms and conditions as have generally been included in similar insurance-related settlements in other bankruptcy cases or which a Settling Party reasonably believes is necessary to obtain the full benefits of this Term Sheet.

F. Bar Date Motion and Notice

20. No later than July 24, 2013 and after execution of this Term Sheet, the Settling Parties will agree on the terms of and file a Bar Date Motion with the Bankruptcy Court to address all Blitz Personal Injury Claims. The Bar Date Motion shall establish a specific bar date for all Blitz Personal Injury Claims and any such claims that are not asserted prior to the bar date shall be forever barred. The Bar Date Motion will contain minimum requirements for the assertion of a Blitz Personal Injury Claim as shall be agreed upon by Wal-Mart, the Participating Insurers, the Debtors, the Committee, and the Participating Blitz Personal Injury Claimants. The Bar Date Motion shall set forth, and the order approving the Bar Date Motion shall approve, the manner in which notice of the bar date shall be provided, including publication notice, which shall be acceptable to Wal-Mart and the Participating Insurers in their sole discretion. The Participating Insurers and Wal-Mart shall share the first \$100,000 of costs for running publication notice of the bar date for Blitz Personal Injury Claims on a basis proportionate to their contributions to the Settlement Amount. Wal-Mart and the Participating Insurers shall each pay fifty percent (50%) of such costs in excess of \$100,000, with the Participating Insurers' portion being allocated equally among the Participating Insurers. The Participating Insurers and Wal-Mart shall not be obligated to pay any costs for notice for any entity or person who is not a Participating Insurer or Wal-Mart. For the avoidance of doubt, publication notice costs shall include notice publication in any type of media, including print and electronic media.

G. Implementation of the Settlement

21. Upon the execution of this Term Sheet, (i) the Participating Blitz Personal Injury Claimants shall withdraw without prejudice their motions to modify the automatic stay, (ii) the Debtors and Westchester shall withdraw without prejudice their motion to compel compliance by the Participating Blitz Personal Injury Claimants with Rule 2019, and (iii) the Participating Blitz Personal Injury Claimants shall take such action as is necessary to stay, suspend or adjourn all Blitz Personal Injury Claims against the Released Parties. The Debtors shall withdraw without prejudice their motion to modify the automatic stay in the *Calder* case.

22. Upon the Payment Date and payment of the Settlement Amount, (i) all of the Blitz Personal Injury Claims arising on or after 12:01 PM CST on July 31, 2007 (except for *Calder* and *Bosse*) and for which litigation was commenced as of the date of the execution of this Term Sheet shall be deemed as dismissed and withdrawn with prejudice without any further

action of the Settling Parties, (ii) the automatic stay for non-settling Blitz Personal Injury Claims shall be replaced by the Channeling Injunction and the rights of non-settling Blitz Personal Injury Claimants shall be determined pursuant to the Chapter 11 Plan, the Plan Trust and the Trust Distribution Procedures (the "TDP"), with the Participating Blitz Personal Injury Claimants and the Committee being responsible for the development and drafting of the TDP, which TDP shall be filed as an exhibit to the Chapter 11 Plan, and (iii) the Participating Insurers shall (x) withdraw their proofs of claim in the Debtors' bankruptcy cases; or (y) with the consent of the Committee, gift or assign such claims. In the event that any other action is required by a court or other tribunal to document or reflect the dismissal with prejudice of a Blitz Personal Injury Claim such Blitz Personal Injury Claimant shall be solely responsible for taking such action to dismiss his or her Blitz Personal Injury Claim, subject to the requirements of paragraph 6 above. Upon the Payment Date, Wal-Mart shall waive (or assign or gift, with the consent of the Committee) any and all claims it may have against the Debtors arising on or before July 31, 2012, including, but not limited to its pre-petition contribution and indemnity claims, which are secured, in part, by \$1.54 million in payables owed to the Blitz U.S.A. debtor. Upon the Payment Date, Wal-Mart shall release and pay to the liquidating trustee under the Chapter 11 Plan on behalf of the bankruptcy estate of Blitz U.S.A the \$1.54 million held as security. To the extent that Wal-Mart has a claim against any of the Debtors arising on or after July 31, 2012, Wal-Mart shall retain such claims but shall waive any rights to distribution from any of the Debtors' estates or the Plan Trust. For the avoidance of doubt, the release of the \$1.54 million is separate, apart and in addition to Wal-Mart's contribution to the Settlement Amount, it shall be considered an asset of Blitz U.S.A.'s bankruptcy estate and shall not be contributed to, or otherwise be construed as an asset of, the Plan Trust.

23. The Settling Parties shall cooperate with each other in effectuating the provisions of this Term Sheet. Notwithstanding anything else in this Term Sheet, the Settling Parties agree that any of the Settling Parties may challenge or object to confirmation of the Chapter 11 Plan if the Chapter 11 Plan or any actual or proposed alteration, modification, or revision of the Chapter 11 Plan (a) is inconsistent with the terms of this Term Sheet, (b) materially and adversely affects the interests of any such Participating Insurer and/or Wal-Mart and or the Debtors under this Term Sheet, or (c) does not include the releases and Channeling Injunction. If such objection is sustained, the objecting party, at its discretion and after a 20 day opportunity to cure or remedy the objection, may terminate the Settlement. In the event that the Settlement is so terminated, the Settling Parties shall be returned to the position that they were in prior to the Settlement.

24. The Participating Insurers will be free to pursue reinsurance claims from reinsurers or retrocessionaires regarding any consideration paid by them in connection with this settlement. The Participating Insurers are free to allocate their settlement payment among their Subject Policies at their sole discretion as long as doing so does not reduce the overall Settlement Amount.

25. The Debtors or the Plan Trust, as the case may be, shall cooperate with the Participating Insurers in any litigation against the Participating Insurers seeking contribution, indemnification, or other similar payments with respect to any liability under, arising from, related to, or in connection with any of the Subject Policies that is released under this Settlement, and shall support arguments made by the Participating Insurers that their obligations with respect to such claims have been fully released, satisfied, and extinguished by the Settlement.

26. If (i) less than seventy percent (70%) of the Participating Blitz Personal Injury Claimants (individually or through their counsel) fail to execute this Term Sheet by July 19, 2013 or (ii) less than an overwhelming majority of all holders of Blitz Personal Injury Claims entitled to vote on the Chapter 11 Plan fail to vote to accept the Chapter 11 Plan following the deadline to cast ballots on the Chapter 11 Plan, then Wal-Mart may, within 10 days of the expiration of either deadline, elect to terminate the Settlement upon written notice to the Participating Blitz Personal Injury Claimants and the Participating Insurers, effective 20 days from such notice. The Participating Blitz Personal Injury Claimants may use such 20 day period to cure. In the event that the Settlement is so terminated, the Settling Parties shall be returned to the position that they were in prior to the Settlement.

27. The Chapter 11 Plan will include provisions indicating that the participation of the Debtors, Participating Insurers and Wal-Mart in this Term Sheet, the Settlement and/or the Chapter 11 Plan does not constitute an admission or concession on any issue, including liability for any Blitz Personal Injury Claim or that there is coverage under any of the Subject Policies. The Plan Trust and any recipient of a distribution from the Plan Trust on account of a Blitz Personal Injury Claim shall be solely responsible for the payment of any taxes, if any, associated with the money received by such recipient.

H. Treatment of *Calder* and *Bosse* Claims

28. Notwithstanding anything contained herein to the contrary, Westchester Policy CUW788371001 (7/31/05-7/31/06) and Westchester Policy G22053504001 (7/31/06-7/31/07) shall not be released or subject to the buyback contemplated by the Settlement and this Term Sheet with respect to the claims asserted by *Calder* and *Bosse* respectively, but shall be released and bought back with respect to all other claims upon the occurrence of the Payment Date. If the *Calder* and *Bosse* claims are not settled (and it is contemplated, pursuant to paragraph 28 below, that *Calder* will be settled), all rights that the Debtors and/or that the plaintiffs in the *Calder* or *Bosse* cases have or may have to pursue coverage for the *Calder* and *Bosse* claims shall be fully preserved and assigned to the Plan Trust and all defenses, if any, that Westchester Fire Insurance Company or Westchester Surplus Lines Insurance Company, as the case may be, may have with respect to these claims shall also be fully preserved. Upon the resolution of the *Calder* and *Bosse* claims with finality either by compromise or adjudication, Westchester Fire Insurance Company or Westchester Surplus Lines Insurance Company, as the case may be, shall receive the remainder of the release and protections for Policies bearing Nos. CUW788371001 and G22053504001 that are afforded to the other Subject Policies and Policies Nos. CUW788371001 and G22053504001 shall be deemed exhausted. With respect to the *Calder* claim, the Chapter 11 Plan shall further provide that the individual appellees in the *Calder* appeal shall be entitled to payment in full of the amounts bonded for the *Calder* appeal if their appeals goes forward and they prevail on their appeal so that their claim may be satisfied by payment of the bonded amount to them in the full amount of the award by the trial court. Alternatively, should the *Calder* claim be resolved by compromise prior to the final adjudication of the appeal pursuant to the terms of paragraph 28 below or otherwise, Westchester may call upon, and require be paid to *Calder*, the full amount of the Debtors' bond for *Calder* that is returnable to the estate as part of any compromise of the *Calder* claim and the Chapter 11 Plan shall provide that in the event such a compromise is reached, the appellees in the *Calder* case shall have first

priority to the amounts agreed upon by compromise. Should the appellants prevail in the appeal and the case be remanded for another trial which again results in a plaintiffs' verdict, then Westchester Surplus Lines Insurance Company would be entitled to a full and complete release upon payment of such verdict to the appellees/plaintiffs.

29. The Debtors, Westchester Fire Insurance Company ("Westchester Fire") and the Calder claimants hereby agree to settle and compromise in full the claims of the Calder claimants by (a) Westchester Fire paying \$2,942,014, and (b) the Debtors causing to be paid, or directing RLI Insurance Company ("RLI") to pay, to the Calder claimants from the proceeds of the Debtors' bond that is returnable to the estate (Bond Number RSB4174412) the full amount of that bond that they posted for the Calder appeal (\$1,057,986.31). The forgoing payments shall be made within thirty days of the Payment Date but shall be further subject to the exchange of full and mutual releases, compliance with Medicare secondary payer requirements and the dismissal with prejudice of the Calder appeal. The automatic stay will remain in place through the Payment Date. If the Debtors are unable to deliver to the Calder claimants the full amount of their bond (\$1,057,986.31) from the proceeds of the Debtors' bond, for reasons beyond their control, the Debtors and/or the Calder claimants shall be free to go forward with their appeal(s) and otherwise prosecute their claims and, if they opt to do so, the other parties to this settlement of the Calder claims shall be relieved of their obligations under this paragraph.

I. Old Republic Specific Terms

30. To settle all matters between Old Republic Insurance Company ("ORIC") and the Debtors, ORIC will waive any distribution from the Debtors on account of its reimbursement claim against the Debtors, and will withdraw its Proofs of Claim. ORIC, however, retains all of its rights to proceed against and realize the proceeds of a letter of credit in the amount of \$3,000,000, which it may do so upon the Payment Date and without further order of the court.

J. Dispute Resolution

31. After this Term Sheet is fully executed, any disputes concerning the memorialization of the terms of this Term Sheet into the Chapter 11 Plan shall be subject to non-binding mediation by Hon. Richard Cohen (Ret.), or if he is not available, another neutral mediator experienced with bankruptcy insurance coverage settlements. If Hon. Richard Cohen (Ret.) is not available and the parties cannot agree upon an alternative candidate, then the administrator of JAMS' New York office shall appoint a substitute neutral mediator, subject to the consent of all Settling Parties, to perform that function. The Settling Parties further agree that any disputes not resolved through mediation shall be submitted to the Bankruptcy Court and all Settling Parties agree to the jurisdiction of the Bankruptcy Court to hear such disputes and consent to the authority of the Bankruptcy Court to enter any final orders regarding such disputes.

K. Confidentiality

32. Subject to disclosure obligations imposed by law, the fact and terms of this Settlement shall be maintained as confidential until the filing of the Settlement Approval Motion. The Settling Parties can waive this confidentiality requirement at any time upon mutual written consent.

L. Media

33. If any Settling Party requests from the other Settling Parties to issue any public statement regarding the Settlement, the Settling Parties shall agree on the terms and language of one joint press statement with respect to this Settlement to be released to the public at a mutually agreed upon time, but in no instance until after the filing of the Settlement Approval Motion. No Settling Party shall make any other statements to the media concerning the Settlement, except that the Settling Parties may refer the media to the press statement and any court filings not under seal. This Paragraph shall not preclude plaintiffs' counsel from identifying on their respective web sites and in any other materials describing their respective law firms, the fact that they were one of the counsel involved in the Settlement.

M. No Admission of Liability

34. The Chapter 11 Plan shall recite that: (1) the Debtors, Wal-Mart and the Participating Insurers deny liability for the Blitz Personal Injury Claims asserted; (2) neither the Chapter 11 Plan nor this Term Sheet, nor any other item pertaining to the Settlement contemplated herein, shall be offered in any other case or proceeding, including as evidence of any admission by the Debtors, Wal-Mart or a Participating Insurer of any liability with respect to any claim for damages or other relief; and (3) any stipulation or admission by the Debtors, Wal-Mart or a Participating Insurer contained in this Term Sheet, the Chapter 11 Plan or in any other document pertaining to the Settlement, is made for settlement purposes only.

N. Other Provisions

35. The Settling Parties will agree on language to be included in the Chapter 11 Plan or related documents on the following provisions, which language shall be consistent with customary and usual provisions in similar Wal-Mart settlement agreements (and not inconsistent with the Terms of this Term Sheet): (1) providing for the return or destruction of discovery materials provided by Wal-Mart in any of the personal injury actions; and (2) establishment of the Plan Trust as a Qualified Settlement Fund pursuant to the Internal Revenue Code and related regulations, which language shall be acceptable to Wal-Mart and the Participating Insurers.

O. Authority

36. The signatories hereto declare, warrant, and represent that they have agreed to the terms of this Term Sheet and that they have all requisite authority to enter into this Term Sheet. This Term Sheet may be signed in counterparts. Any revisions, amendments or modifications to the express terms of this Term Sheet shall only be effective if in writing, and if executed by each of the Settling Parties.

P. Condition Precedent

37. It shall be a condition precedent to the effectiveness of this Settlement that there be a BAH Settlement and that such BAH Settlement be approved by the Bankruptcy Court as part of the Confirmation Order, which order shall be a final order.

WHEREFORE, intending to be legally bound to the foregoing, the Settling Parties hereby acknowledge their agreement to the Term Sheet by execution below.

DEBTORS

Blitz USA, Inc., Blitz Acquisition, LLC, Blitz RE Holdings, LLC and Miami OK, LLC f/k/a F3 Brands LLC, LAM 2011 Holdings, LLC and Blitz Acquisition Holdings, Inc.

Blitz USA, Inc.

By: 

Its: CEO

Dated: _____

LAM 2011 Holdings, LLC

By: _____

Its: _____

Dated: _____

Blitz Acquisition Holdings, Inc.

By: _____

Its: _____

Dated: _____

WHEREFORE, intending to be legally bound to the foregoing, the Settling Parties hereby acknowledge their agreement to the Term Sheet by execution below.

DEBTORS

Blitz USA, Inc., Blitz Acquisition, LLC, Blitz RE Holdings, LLC and Miami OK, LLC f/k/a F3 Brands LLC, LAM 2011 Holdings, LLC and Blitz Acquisition Holdings, Inc.

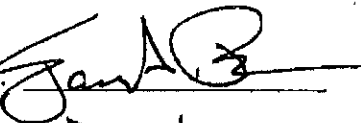
Blitz USA, Inc.

By: _____

Its: _____

Dated: _____

LAM 2011 Holdings, LLC

By:  _____

Its: Director

Dated: 7/24/2013

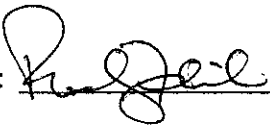
Blitz Acquisition Holdings, Inc.

By:  _____

Its: Director

Dated: 7/24/2013

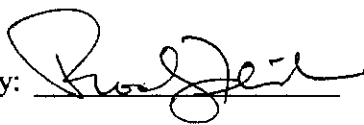
Blitz Acquisition, LLC

By: 

Its: CEO

Dated: _____

Blitz RE Holdings, LLC

By: 

Its: CEO

Dated: _____


Miami OK, LLC f/k/a/ F3Brands LLC

By: 

Its: CEO

Dated: _____

COMMITTEE

By: 

Dated: 07-10-13

COMMITTEE, CO-CHAIR

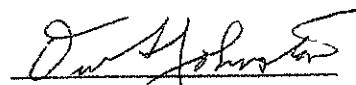
I am one of the two co-chairs of the Official Committee of Unsecured Creditors, and have represented to the Settling Parties that the Committee consents to the Debtors' execution of the Term Sheet and entry into the Settlement.

By: 

Dated: 07-10-13

COMMITTEE, CO-CHAIR

I am one of the two co-chairs of the Official Committee of Unsecured Creditors, and have represented to the Settling Parties that the Committee consents to the Debtors' execution of the Term Sheet and entry into the Settlement.

By: 

Dated: July 24, 2013

JARDEN PLASTIC SOLUTIONS, IN ITS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

COMMITTEE

By: _____

Dated: _____

COMMITTEE, CO-CHAIR

I am one of the two co-chairs of the Official Committee of Unsecured Creditors, and have represented to the Settling Parties that the Committee consents to the Debtors' execution of the Term Sheet and entry into the Settlement.

By: _____

Dated: _____


COMMITTEE, CO-CHAIR

I am one of the two co-chairs of the Official Committee of Unsecured Creditors, and have represented to the Settling Parties that the Committee consents to the Debtors' execution of the Term Sheet and entry into the Settlement.

By: _____

Dated: _____

JARDEN PLASTIC SOLUTIONS, IN ITS CAPACITY AS A MEMBER OF THE COMMITTEE

By: 

Dated: 7/18/13

BEKUM

BECKUM AMERICA CORPORATION, IN ITS CAPACITY AS A MEMBER OF THE COMMITTEE

By: 

Dated: 7/12/13

RONALD W. MILLS, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: 

Dated: 7/2/13

ERIC BALCH, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

DAVID CALDER, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

KAREN GUENIOT-KORNEGAY, INDIVIDUALLY AND IN HER CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

BECKUM AMERICA CORPORATION, IN ITS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

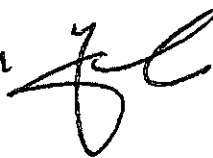
Dated: _____

RONALD W. MILLS, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

ERIC BALCH, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: Eric Balch w/ permission 

Dated: 7/15/13

DAVID CALDER, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

KAREN GUENIOT-KORNEGAY, INDIVIDUALLY AND IN HER CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

BECKUM AMERICA CORPORATION, IN ITS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

RONALD W. MILLS, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

ERIC BALCH, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

DAVID CALDER, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: David Calder

Dated: 7/21/2013

KAREN GUENIOT-KORNEGAY, INDIVIDUALLY AND IN HER CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

BECKUM AMERICA CORPORATION, IN ITS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

RONALD W. MILLS, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

ERIC BALCH, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

DAVID CALDER, INDIVIDUALLY AND IN HIS CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: _____

KAREN GUENIOT-KORNEGAY, INDIVIDUALLY AND IN HER CAPACITY AS A MEMBER OF THE COMMITTEE

By: _____

Dated: 07-10-13

**RICHARDSON, PATRICK, WESTBROOK & BRICKMAN, LLC, AS ATTORNEYS
FOR RONALD W. MILLS, A MEMBER OF THE COMMITTEE, AND AS
ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED ON EXHIBIT 1**

By: Dan Hattis
Dated: 7/11/2013

**WATTS, GUERRA & CRAFT, AS ATTORNEYS FOR ERIC BALCH, A MEMBER OF
THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED
ON EXHIBIT 1**

By: _____

Dated: _____

**THE ANDERSON LAW FIRM, AS ATTORNEYS FOR DAVID CALDER, A MEMBER
OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS
IDENTIFIED ON EXHIBIT 1**

By: _____

Dated: _____

**BRENEMAN DUNGAN, AS ATTORNEYS FOR KAREN GUENIOT-KORNEGAY, A
MEMBER OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER
CLIENTS IDENTIFIED ON EXHIBIT 1**

By: _____

Dated: _____

**RICHARDSON, PATRICK, WESTBROOK & BRICKMAN, LLC, AS ATTORNEYS
FOR RONALD W. MILLS, A MEMBER OF THE COMMITTEE, AND AS
ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED ON EXHIBIT 1**

By: _____

Dated: _____

**WATTS, GUERRA & CRAFT, AS ATTORNEYS FOR ERIC BALCH, A MEMBER OF
THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED
ON EXHIBIT 1**

By: 

Dated: 7/15/13

**THE ANDERSON LAW FIRM, AS ATTORNEYS FOR DAVID CALDER, A MEMBER
OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS
IDENTIFIED ON EXHIBIT 1**

By: _____

Dated: _____

**BRENEMAN DUNGAN, AS ATTORNEYS FOR KAREN GUENIOT-KORNEGAY, A
MEMBER OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER
CLIENTS IDENTIFIED ON EXHIBIT 1**

By: _____

Dated: _____

**RICHARDSON, PATRICK, WESTBROOK & BRICKMAN, LLC, AS ATTORNEYS
FOR RONALD W. MILLS, A MEMBER OF THE COMMITTEE, AND AS
ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED ON EXHIBIT 1**

By: _____

Dated: _____

**WATTS, GUERRA & CRAFT, AS ATTORNEYS FOR ERIC BALCH, A MEMBER OF
THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED
ON EXHIBIT 1**

By: _____

Dated: _____

**THE ANDERSON LAW FIRM, AS ATTORNEYS FOR DAVID *CALDER*, A MEMBER
OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS
IDENTIFIED ON EXHIBIT 1**

By: 

Dated: July 1, 2013

**BRENEMAN DUNGAN, AS ATTORNEYS FOR KAREN GUENIOT-KORNEGAY, A
MEMBER OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER
CLIENTS IDENTIFIED ON EXHIBIT 1**

By: _____

Dated: _____

**RICHARDSON, PATRICK, WESTBROOK & BRICKMAN, LLC, AS ATTORNEYS
FOR RONALD W. MILLS, A MEMBER OF THE COMMITTEE, AND AS
ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED ON EXHIBIT 1**

By: _____

Dated: _____

**WATTS, GUERRA & CRAFT, AS ATTORNEYS FOR ERIC BALCH, A MEMBER OF
THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS IDENTIFIED
ON EXHIBIT 1**

By: _____

Dated: _____

**THE ANDERSON LAW FIRM, AS ATTORNEYS FOR DAVID *CALDER*, A MEMBER
OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER CLIENTS
IDENTIFIED ON EXHIBIT 1**

By: _____

Dated: _____

**BRENEMAN DUNGAN, AS ATTORNEYS FOR KAREN GUENIOT-KORNEGAY, A
MEMBER OF THE COMMITTEE, AND AS ATTORNEYS FOR ALL OTHER
CLIENTS IDENTIFIED ON EXHIBIT 1**

By: _____

Dated: 07-10-13

OLD REPUBLIC INSURANCE COMPANY

By: *Doreen P. [Signature]*

Dated: 7/13/13

FIRST MERCURY INSURANCE COMPANY

By: _____

Dated: _____

FIRST SPECIALTY INSURANCE CORPORATION

By: _____

Dated: _____

LIBERTY SURPLUS INSURANCE CORPORATION

By: _____

Dated: _____

LIBERTY INSURANCE UNDERWRITERS INC.

By: _____

Dated: _____

OLD REPUBLIC INSURANCE COMPANY

By: _____

Dated: _____

FIRST MERCURY INSURANCE COMPANY

By: Margaret L. Sutton

Dated: 02/16/13

FIRST SPECIALTY INSURANCE CORPORATION

By: _____

Dated: _____

LIBERTY SURPLUS INSURANCE CORPORATION

By: _____

Dated: _____

LIBERTY INSURANCE UNDERWRITERS INC.

By: _____

Dated: _____

OLD REPUBLIC INSURANCE COMPANY

By: _____

Dated: _____

FIRST MERCURY INSURANCE COMPANY

By: _____

Dated: _____

FIRST SPECIALTY INSURANCE CORPORATION

By: 

Dated: 7/15/13

LIBERTY SURPLUS INSURANCE CORPORATION

By: _____

Dated: _____

LIBERTY INSURANCE UNDERWRITERS INC.

By: _____

Dated: _____

OLD REPUBLIC INSURANCE COMPANY

By: _____

Dated: _____

FIRST MERCURY INSURANCE COMPANY

By: _____

Dated: _____

FIRST SPECIALTY INSURANCE CORPORATION

By: _____

Dated: _____

LIBERTY SURPLUS INSURANCE CORPORATION

By:  Jeffrey Roberts

Dated: July 15, 2013

LIBERTY INSURANCE UNDERWRITERS INC.

By:  Jeffrey Roberts

Dated: July 15, 2013

ARCH INSURANCE COMPANY

By: *M. E. Peneau*

Dated: 7/16/13

CONTINENTAL CASUALTY COMPANY

By: _____

Dated: _____

WESTCHESTER FIRE INSURANCE COMPANY

By: _____

Dated: _____

WESTCHESTER SURPLUS LINES INSURANCE COMPANY

By: _____

Dated: _____

ENDURANCE AMERICAN SPECIALTY INSURANCE COMPANY

By: _____

Dated: _____

ARCH INSURANCE COMPANY

By: _____

Dated: _____

CONTINENTAL CASUALTY COMPANY

By:  _____

Dated: 5/28/13 _____

WESTCHESTER FIRE INSURANCE COMPANY

By: _____

Dated: _____

WESTCHESTER SURPLUS LINES INSURANCE COMPANY

By: _____

Dated: _____

ENDURANCE AMERICAN SPECIALTY INSURANCE COMPANY

By: _____

Dated: _____

ARCH INSURANCE COMPANY

By: _____

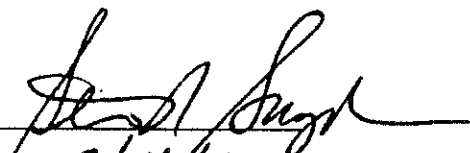
Dated: _____

CONTINENTAL CASUALTY COMPANY


By: _____

Dated: _____

WESTCHESTER FIRE INSURANCE COMPANY

By: 
Dated: 7/16/2013

WESTCHESTER SURPLUS LINES INSURANCE COMPANY

By: 
Dated: 7/16/2013

ENDURANCE AMERICAN SPECIALTY INSURANCE COMPANY

By: _____

Dated: _____

ARCH INSURANCE COMPANY

By: _____

Dated: _____

CONTINENTAL CASUALTY COMPANY

By: _____

Dated: _____

WESTCHESTER FIRE INSURANCE COMPANY

By: _____

Dated: _____

WESTCHESTER SURPLUS LINES INSURANCE COMPANY

By: _____

Dated: _____

ENDURANCE AMERICAN SPECIALTY INSURANCE COMPANY

By: Brenda Horan

Dated: 7/16/13

INTERSTATE FIRE AND CASUALTY INSURANCE COMPANY

By: 

Dated: 7/15/13

NAVIGATORS SPECIALTY INSURANCE COMPANY

By: _____

Dated: _____

AXIS SURPLUS INSURANCE COMPANY

By: _____

Dated: _____

WAL-MART STORES, INC.

By: _____

Dated: _____

INTERSTATE FIRE AND CASUALTY INSURANCE COMPANY

By: _____

Dated: _____

NAVIGATORS SPECIALTY INSURANCE COMPANY

By: 

Dated: 7/15/13

AXIS SURPLUS INSURANCE COMPANY

By: _____

Dated: _____

WAL-MART STORES, INC.

By: _____

Dated: _____

INTERSTATE FIRE AND CASUALTY INSURANCE COMPANY

By: _____

Dated: _____

NAVIGATORS SPECIALTY INSURANCE COMPANY

By: _____

Dated: _____

AXIS SURPLUS INSURANCE COMPANY

By: John M. Chitson

Dated: 7/10/13

WAL-MART STORES, INC.

By: _____

Dated: _____

INTERSTATE FIRE AND CASUALTY INSURANCE COMPANY

By: _____

Dated: _____

NAVIGATORS SPECIALTY INSURANCE COMPANY

By: _____

Dated: _____

AXIS SURPLUS INSURANCE COMPANY

By: _____

Dated: _____

WAL-MART STORES, INC.

By:  _____

Dated: _____

EXHIBIT 1
PARTICIPATING BLITZ PERSONAL INJURY CLAIMANTS

Date of Accident	Name of Injured Party	State	Case Number	Law Firm
6/20/2002	Montgomery, Michael	CA	12CV3057-L-WVG	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
8/15/2007	Funchess, Chad	SC	2009-CP-38-1257	Breneman Dungan, L.L.C. Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
11/9/2007	Johnson, Randall	CA	-	Choulos Choulos & Wyle
12/30/2007	Barnett, Jerry	MS	3:09-cv-00366	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/30/2007	Fulton, Daniel	MS	3:09-cv-00366	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
5/23/2008	Boling, Christopher	KY	1:09-cv-00067	Walker & Morgan, L.L.C Janet, Jenner & Suggs, LLC
6/22/2008	Strickland, Steve	FL	8:12-cv-02402	Bodiford Law Group
7/17/2008	Ballew, Jasmine Alexis	NC	10-cvs-691	The Anderson Law Firm
1/18/2009	Thornton, Dennis	AL	09-902481	The Anderson Law Firm
3/6/2009	Tillman, Donald	SC	11-CP-04-01200	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
7/24/2009	Fenn, Est. of Ja-el	GA	11-cv-1532-1 12-cv-1674-1	Walker & Morgan, L.L.C Breneman Dungan, L.L.C.

7/24/2009	Fenn, Jessica	GA	11-cv-1532-1 12-cv-1674-1	Walker & Morgan, L.L.C. Breneman Dungan, L.L.C.
7/24/2009	Fenn, Est. of Jerimiah	GA	11-cv-1532-1 12-cv-1674-1	Walker & Morgan, L.L.C. Breneman Dungan, L.L.C.
8/15/2009	Pierce, Brandon	IN	1:11-cv-01022	The Anderson Law Firm Richardson, Patrick, Westbrook, & Brickman, L.L.C.
10/11/2009	Melvin, William	FL	8:11-cv-2542	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
10/12/2009	Shickel, Jordan	IL	3:11-cv-03380	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
10/23/2009	Guillory, Kaleb	MS	Not Filed	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
12/6/2009	Grooms, Ethan	SC	4:11-cv-1327	Walker & Morgan, L.L.C. Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/18/2009	Crouch, Brooke	TX	5:11-cv-00150	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
12/23/2009	Trevino, Dylan	TN	1:10-cv-00115	The Anderson Law Firm
1/23/2010	Mims, David	AL	1:12-cv-00244	Glenda Cochran Associates
2/5/2010	Jacoby, Robert	OR	1:10-cv-03075	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.

3/5/2010	Kornegay, Est. of Matthew	MS	3:10-cv-00429	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
3/16/2010	Brogdon, Ronnie	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
3/24/2010	Kassim, Kamal	CT	Not Filed	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
4/11/2010	VanBrunt, Devan	MN	0:11-cv-01771	The Anderson Law Firm Richardson, Patrick, Westbrook, & Brickman, L.L.C.
6/18/2010	Madox, Robert	-	Not Filed	unknown
7/17/2010	Balch, Eric	TX	6:10-cv-00284	Ramsey Hill L.L.P.
7/17/2010	Balch, Cade	TX	6:10-cv-00284	Ramsey Hill L.L.P.
7/17/2010	Balch, Est. of Mason	TX	6:10-cv-00284	Ramsey Hill L.L.P.
9/19/2010	Al-Shara, Est. of Aliaa	MI	2:11-cv-14954	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
9/19/2010	Al-Shara, Majd	MI	2:11-cv-14954	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
9/28/2010	Burch, Timothy	GA	5:11-cv-00084	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
11/5/2010	Nix, Jacob C.	-	Not Filed	unknown
11/13/2010	Shilich, John	UT	Not Filed	The Anderson Law Firm
11/23/2010	Ferguson, Est. of Jim	SC	9:11-cv-02207	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, &

				Brickman, L.L.C.
12/4/2010	Stahl, Est. of Coty	SC	2:11-cv-02193	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/12/2010	Droney, Christopher	SC	6:11-cv-1320	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/30/2010	Mills, Ronald	SC	5:11-cv-01313	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/31/2010	Xiong, Joey	NC	Not Filed	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
1/11/2011	Ward, Curtis	GA	1:11-cv-00039	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/11/2011	Ward, Kenneth	GA	1:11-cv-00039	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/15/2011	Purvis, James C.	GA	7:11-cv-00111	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/15/2011	Purvis, Dusty	GA	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/15/2011	Purvis, Tony	GA	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/15/2011	Joyner, Est. of Jacob	FL	5:11-cv-00334 5:12-cv-00318	Walker & Morgan,

				L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/15/2011	Blount, Betty	FL	5:12-cv-00318	Law Offices of Brian J Wolk
1/15/2011	Blount, Zackery	FL	5:12-cv-00318	Law Offices of Brian J Wolk
1/20/2011	Wilson, Est. of Marshall	FL	3:11-cv-00496	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/22/2011	Guilford, Wade	FL	5:11-cv-00336	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
2/25/2011	Feldman, Est. of Clarence	FL	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
2/25/2011	Feldman, Scott	FL	5:11-cv-00335	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
2/25/2011	Loveridge, Est. of Sonja	FL	Not Filed	Kinsey, Troxel, Walborsky & Bradley, P.A.
2/25/2011	McClelland, Dorsey	FL	5:11-cv-00335	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
3/1/2011	Weddle, Susan	AL	3:12-cv-00651	Morris, Haynes, Hornsby, Wheeles and Knowles
3/1/2011	Smith, Adam	AL	3:12-cv-00651	Morris, Haynes, Hornsby, Wheeles and Knowles
3/1/2011	Smith, Megan	AL	3:12-cv-00651	Morris, Haynes, Hornsby, Wheeles and Knowles
4/1/2011	Hale, Kevin	PA	Not Filed	Walker & Morgan, L.L.C

				Richardson, Patrick, Westbrook, & Brickman, L.L.C.
5/1/2011	Delia, Cyrus Owen	OR	Not Filed	Law Offices of Danny Lang
8/16/2011	Jones, Dalan	TX	Not Filed	Sico, White, Hoelscher & Braugh, LLP
8/16/2011	Jones, Leiya	TX	Not Filed	Sico, White, Hoelscher & Braugh, LLP
9/24/2011	Hayes, Jacob	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
10/1/2011	Morgan, Johnny C.	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
10/24/2011	Gutierrez, Est of Dale	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
11/2011	Perez, Aliha	TX	Not Filed	Julian C. Gomez
11/2011	Perez, Irene	TX	Not Filed	Julian C. Gomez
11/2011	Perez, Jose	TX	Not Filed	Julian C. Gomez
11/17/2011	Hawkins, Est. of Michael	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
11/17/2011	Broach, Eddie Cory	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
11/17/2011	Broach, Justin A.	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
11/23/2011	Newby, Wayne	CA	Not Filed	Mark Sudderth
12/1/2011	Coleman, John Marcus	SC	Not Filed	Walker & Morgan,

				L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/17/2011	Mizell, Est. of James O.	GA	5:12-cv-00104	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/19/11	Bauman, Jr., Michael	KY	12-738	Jones Ward
1/21/2012	Arwood, Michael Todd	AL	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
5/17/2012	Torres, Anthony	TX	-	Sico, White, Hoelscher & Braugh, L.L.P.
5/17/2012	Warren, Colton	TX	-	Sico, White, Hoelscher & Braugh, L.L.P.
5/28/2012	Williams, Jacob	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
7/14/2012	Callihan, Est. of Bruce R.	LA	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
7/14/2012	Ramos, Helen Louise	LA	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.

EXHIBIT 2**PARTICIPATING INSURERS****SUBJECT POLICIES**

Insurer	Policy No.	Policy Period
Old Republic Insurance Company	MWZY 58888	07/31/10-07/31/11
Old Republic Insurance Company	MWZY 59256	07/31/11-07/31/12
First Specialty Insurance Corporation	IRE98445	07/31/10-07/31/11
First Specialty Insurance Corporation	IRE984451	07/31/11-7/31/12
First Mercury Insurance Company	CEGA000205	07/31/10-07/31/11
First Mercury Insurance Company	CEGA000307	07/31/11-07/31/12
Continental Casualty Company	L4017503244	07/31/09-07/31/10
Continental Casualty Company		07/31/10-07/31/11
Westchester Surplus Lines Insurance Company	CUW788371001	07/31/05-07/31/06
Westchester Fire Insurance Company	G22053504001	07/31/06-07/31/07
Westchester Fire Insurance Company	G22053504002	07/31/07-07/31/08
Westchester Fire Insurance Company	G22053504003	07/31/08-07/31/09
Westchester Fire Insurance Company	G22053504004	07/31/09-07/31/10
Liberty Surplus Insurance Corporation	EGL-BO184170-016	07/31/06-07/31/07
Liberty Surplus Insurance Corporation	EGL-BO-184170-026	07/31/07-07/31/08
Liberty Surplus Insurance Corporation	EGL-BO-184170-036	07/31/08-07/31/09
Liberty Surplus Insurance Corporation	EGL-BO-184170-046	07/31/09-07/31/10
Liberty Insurance Underwriters Inc.	LQ1-B71-213221-019	07/31/09-07/31/10
Liberty Insurance Underwriters Inc.	EXCAT0687652	07/31/10-07/31/11
Liberty Insurance Underwriters Inc.	EXCAT068765-3	07/31/11-07/31/12
Interstate Fire and Casualty Insurance Company	HFX1002572	07/31/08-07/31/09
Navigators Specialty Insurance Company	CH08EXC499507NC	07/31/08-07/31/09
Axis Surplus Insurance Company	EAU741333/01/2008	07/31/08-07/31/09
Endurance American Specialty Insurance Company	ELD 10000712700	07/31/07-07/01/08
Arch Insurance Company	UXP004536700	07/31/11-7/31/12

EXHIBIT 3**KNOWN POLICIES ISSUED BY NON-PARTICIPATING INSURERS**

Insurer	Policy No.	Policy Period
Hartford Insurance Company	38 UUNQS 4661	2000-2001
	38 UENQS 4661	2001-2002
Lumbermens Mutual Casualty Company	3SX I30772-00	2000-2001
Admiral Insurance Company	A02AG14372	2002-2003
	CA000005350-02	2003-2004
American International Group	BE3207024	2003-2004
Admiral Insurance Company	CA000005350-02	2004-2005
American International Group	BE974595	2004-2005
Nautilus Insurance Company	BK0011111-0	2005-2006
RSUI Group, Inc.	NHA2169-4 AND NHA216981	2006-2007

Exhibit B**Professional Fees Budgets**

The following represents a list of items that must be completed in order to confirm a plan of reorganization in the Blitz USA bankruptcy cases and our understanding of the professional assigned primary responsibility for accomplishing each task. Based on the following conditions, Lowenstein Sandler LLP and Womble Carlyle, as professionals for the Committee, and Richards Layton & Finger and Zolfo Cooper, as professionals for the USA Debtors, are prepared to cap their monthly fees on a going forward basis commencing on the date on which the BAH Settlement Term Sheet is fully executed at the amounts set forth in the chart below and on the terms and conditions set forth herein.

Professional	Monthly Cap
Lowenstein Sandler	\$50,000
Womble Carlyle	\$25,000
Richards Layton & Finger	\$25,000
Zolfo Cooper	\$12,000

1. With respect to Lowenstein and Womble, the cap applies to fees incurred for performing services listed below for which Lowenstein and Womble are listed as having primary responsibility and for monitoring other services listed below. If Lowenstein or Womble are requested to assume primary responsibility for any services for which another professional is listed as having primary responsibility or to provide services on matters not listed below, the cap shall not apply. Lowenstein and Womble will give notice to the Committee prior to commencing work on matters not covered by the cap.

2. With respect to Richards Layton, the cap applies to fees incurred monitoring the services listed below. If Richards Layton is requested or required to provide services other than monitoring, the cap shall not apply. Richards shall give notice to the USA Debtors and the Committee prior to commencing work on matters not covered by the cap. In connection with Richards Layton's agreement to the foregoing, the Committee agrees that it will not object to any of Richards Layton's fees incurred during the Debtors' chapter 11 cases, other than to the extent that it seeks fees in violation of this agreement.

3. With respect to Zolfo Cooper, the cap applies to the following recurring work matters: (i) preparation of monthly operating reports, (ii) oversight of the Miami office, (iii) wrap up of 2012 tax returns and assisting accountants with preparation of 2013 tax returns, (iv) oversight/coordination of receipts and distributions, from the Miami office and (v) maintenance of cash forecasts and estate budgets, with input of projected fees from various professionals seeking reimbursement from the estates. If Zolfo Cooper is requested or required to provide services other than those listed in the previous sentence, the cap shall not apply. Zolfo Cooper shall give notice to the USA Debtors and the Committee prior to commencing work on matters not covered by the cap. In connection with Zolfo Cooper's agreement to the foregoing, the Committee agrees that it will not object to any of Zolfo Cooper's fees incurred during the Debtors' chapter 11 cases, other than to the extent that it seeks fees in violation of this agreement.

4. The cap applies to fees incurred commencing on the date on which the BAH Settlement Term Sheet is fully executed through the earlier to occur of (i) the effective date of the Chapter 11 Plan; (ii) entry of a final order denying confirmation of the Chapter 11 Plan; or (iii) withdrawal of the Chapter 11 Plan by the plan sponsor(s).

5. The cap shall not apply to fees for services rendered in connection with discovery, contested matters or adversary proceedings related to matters listed below or other litigation that may be brought in these chapter 11 cases.

6. The cap shall not apply to fees incurred in connection with filing or responding to any appeals filed in connection with the bankruptcy cases.

7. The cap shall roll forward and back such that unused cap amounts in any given month can be applied to fee overages in prior or subsequent months.

<u>Event</u>	<u>Primary Responsibility</u>
Complete Negotiations of term sheet	
With Carriers/Wal-Mart	Lowenstein/Womble
Complete Negotiations of settlement	
With Kinderhook/Crestwood	Lowenstein/Womble
9019 Motion to Approve Settlement with Carriers	
Draft Motion	Walmart/Participating Insurers
Review and Comment	Lowenstein/Womble
Review Objections	Lowenstein/Womble
Draft Response (if necessary)	Lowenstein/Womble
Prosecution at Hearing	Walmart/Participating Insurers
9019 Motion to Approve Settlement with Kinderhook	
Draft Motion	A. Landis/T. Harkness
Review and comment	Lowenstein/Womble
Review Objections	Lowenstein/Womble
Draft Response (if necessary)	Lowenstein/Womble
Prosecution at Hearing	A. Landis/T. Harkness

Bar Date Motion – PI Claims

Draft Motion	Walmart
Review and Comment	Lowenstein/Womble
Review Objections	Lowenstein/Womble
Draft Response (if necessary)	Lowenstein/Womble
Prosecution at Hearing	Walmart

PI Claim Review

Draft Objections	Lowenstein/Womble
Prosecution at Hearing	Lowenstein/Womble

Plan and Disclosure Statement

Draft	Walmart/Participating Insurers
Review, Comment and Negotiate	Lowenstein/Womble
Review Objections	Lowenstein/Womble
Draft Response	Lowenstein/Womble
Prosecution at Hearing	Walmart/Participating Insurers

Claim Objections

Employee Claims	Lowenstein/Womble
Attorney Claims	Lowenstein/Womble
Tax Claims – Ottawa City Treasurer	Lowenstein/Womble

Fee Applications

Lowenstein/Womble

Respond to Creditor Inquiries

Lowenstein/Womble

Insurance Issues

Womble/Lowenstein

Trust Agreements

Lowenstein/Womble

TDP and Related Documents

Womble/Lowenstein

Exhibit C**PARTICIPATING BLITZ PERSONAL INJURY CLAIMANTS**

Date of Accident	Name of Injured Party	State	Case Number	Law Firm
6/20/2002	Montgomery, Michael	CA	12CV3057-L-WVG	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
8/15/2007	Funchess, Chad	SC	2009-CP-38-1257	Breneman Dungan, L.L.C. Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
11/9/2007	Johnson, Randall	CA		Choulos Choulos & Wyle
12/30/2007	Barnett, Jerry	MS	3:09-cv-00366	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/30/2007	Fulton, Daniel	MS	3:09-cv-00366	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
5/23/2008	Boling, Christopher	KY	1:09-cv-00067	Walker & Morgan, L.L.C Janet, Jenner & Suggs, LLC
6/22/2008	Strickland, Steve	FL	8:12-cv-02402	Bodiford Law Group
7/17/2008	Ballew, Jasmine Alexis	NC	10-cvs-691	The Anderson Law Firm
1/18/2009	Thornton, Dennis	AL	09-902481	The Anderson Law Firm

Date of Accident	Name of Injured Party	State	Case Number	Law Firm
3/6/2009	Tillman, Donald	SC	11-CP-04-01200	Walker & Morgan, L.L.C. Richardson, Patrick, Westbrook, & Brickman, L.L.C.
7/24/2009	Fenn, Est. of Ja-el	GA	11-cv-1532-1 12-cv-1674-1	Walker & Morgan, L.L.C. Breneman Dungan, L.L.C.
7/24/2009	Fenn, Jessica	GA	11-cv-1532-1 12-cv-1674-1	Walker & Morgan, L.L.C. Breneman Dungan, L.L.C.
7/24/2009	Fenn, Est. of Jerimiah	GA	11-cv-1532-1 12-cv-1674-1	Walker & Morgan, L.L.C. Breneman Dungan, L.L.C.
8/15/2009	Pierce, Brandon	IN	1:11-cv-01022	The Anderson Law Firm Richardson, Patrick, Westbrook, & Brickman, L.L.C.
10/11/2009	Melvin, William	FL	8:11-cv-2542	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
10/12/2009	Shickel, Jordan	IL	3:11-cv-03380	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
10/23/2009	Guillory, Kaleb	MS	Not Filed	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.

Date of Accident	Name of Injured Party	State	Case Number	Law Firm
12/6/2009	Grooms, Ethan	SC	4:11-cv-1327	Walker & Morgan, L.L.C. Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/18/2009	Crouch, Brooke	TX	5:11-cv-00150	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
12/23/2009	Trevino, Dylan	TN	1:10-cv-00115	The Anderson Law Firm
1/23/2010	Mims, David	AL	1:12-cv-00244	Glenda Cochran Associates
2/5/2010	Jacoby, Robert	OR	1:10-cv-03075	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
3/5/2010	Kornegay, Est. of Matthew	MS	3:10-cv-00429	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
3/16/2010	Brogdon, Ronnie	SC	Not Filed	Walker & Morgan, L.L.C. Richardson, Patrick, Westbrook, & Brickman, L.L.C.
3/24/2010	Kassim, Kamal	CT	Not Filed	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
4/11/2010	VanBrunt, Devan	MN	0:11-cv-01771	The Anderson Law Firm Richardson, Patrick, Westbrook, & Brickman, L.L.C.
6/18/2010	Madox, Robert	-	Not Filed	unknown

Date of Accident	Name of Injured Party	State	Case Number	Law Firm
7/17/2010	Balch, Eric	TX	6:10-cv-00284	Ramsey Hill L.L.P.
7/17/2010	Balch, Cade	TX	6:10-cv-00284	Ramsey Hill L.L.P.
7/17/2010	Balch, Est. of Mason	TX	6:10-cv-00284	Ramsey Hill L.L.P.
9/19/2010	Al-Shara, Est. of Aliaa	MI	2:11-cv-14954	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
9/19/2010	Al-Shara, Majd	MI	2:11-cv-14954	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
9/28/2010	Burch, Timothy	GA	5:11-cv-00084	Walker & Morgan, L.L.C. Richardson, Patrick, Westbrook, & Brickman, L.L.C.
11/5/2010	Nix, Jacob C.	-	Not Filed	unknown
11/13/2010	Shilich, John	UT	Not Filed	The Anderson Law Firm
11/23/2010	Ferguson, Est. of Jim	SC	9:11-cv-02207	Walker & Morgan, L.L.C. Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/4/2010	Stahl, Est. of Coty	SC	2:11-cv-02193	Walker & Morgan, L.L.C. Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/12/2010	Droney, Christopher	SC	6:11-cv-1320	Walker & Morgan, L.L.C. Richardson, Patrick, Westbrook, & Brickman, L.L.C.

Date of Accident	Name of Injured Party	State	Case Number	Law Firm
12/30/2010	Mills, Ronald	SC	5:11-cv-01313	Walker & Morgan, L.L.C. Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/31/2010	Xiong, Joey	NC	Not Filed	Breneman Dungan, L.L.C. Humphrey, Farrington & McClain, P.C.
1/11/2011	Ward, Curtis	GA	1:11-cv-00039	Walker & Morgan, L.L.C. Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/11/2011	Ward, Kenneth	GA	1:11-cv-00039	Walker & Morgan, L.L.C. Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/15/2011	Purvis, James C.	GA	7:11-cv-00111	Walker & Morgan, L.L.C. Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/15/2011	Purvis, Dusty	GA	Not Filed	Walker & Morgan, L.L.C. Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/15/2011	Purvis, Tony	GA	Not Filed	Walker & Morgan, L.L.C. Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/15/2011	Joyner, Est. of Jacob	FL	5:11-cv-00334 5:12-cv-00318	Walker & Morgan, L.L.C. Richardson, Patrick, Westbrook, & Brickman, L.L.C.

Date of Accident	Name of Injured Party	State	Case Number	Law Firm
1/15/2011	Blount, Betty	FL	5:12-cv-00318	Law Offices of Brian J Wolk
1/15/2011	Blount, Zackery	FL	5:12-cv-00318	Law Offices of Brian J Wolk
1/20/2011	Wilson, Est. of Marshall	FL	3:11-cv-00496	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
1/22/2011	Guilford, Wade	FL	5:11-cv-00336	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
2/25/2011	Feldman, Est. of Clarence	FL	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
2/25/2011	Feldman, Scott	FL	5:11-cv-00335	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
2/25/2011	Loveridge, Est. of Sonja	FL	Not Filed	Kinsey, Troxel, Walborsky & Bradley, P.A.
2/25/2011	McClelland, Dorsey	FL	5:11-cv-00335	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
3/1/2011	Weddle, Susan	AL	3:12-cv-00651	Morris, Haynes, Hornsby, Wheelles and Knowles
3/1/2011	Smith, Adam	AL	3:12-cv-00651	Morris, Haynes, Hornsby, Wheelles and Knowles

Date of Accident	Name of Injured Party	State	Case Number	Law Firm
3/1/2011	Smith, Megan	AL	3:12-cv-00651	Morris, Haynes, Hornsby, Wheelles and Knowles
4/1/2011	Hale, Kevin	PA	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
5/1/2011	Delia, Cyrus Owen	OR	Not Filed	Law Offices of Danny Lang
8/16/2011	Jones, Dalan	TX	Not Filed	Sico, White, Hoelscher & Braugh, LLP
8/16/2011	Jones, Leiya	TX	Not Filed	Sico, White, Hoelscher & Braugh, LLP
9/24/2011	Hayes, Jacob	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
10/1/2011	Morgan, Johnny C.	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
10/24/2011	Gutierrez, Est of Dale	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
11/2011	Perez, Aliha	TX	Not Filed	Julian C. Gomez
11/2011	Perez, Irene	TX	Not Filed	Julian C. Gomez
11/2011	Perez, Jose	TX	Not Filed	Julian C. Gomez
11/17/2011	Hawkins, Est. of Michael	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.

Date of Accident	Name of Injured Party	State	Case Number	Law Firm
11/17/2011	Broach, Eddie Cory	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
11/17/2011	Broach, Justin A.	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
11/23/2011	Newby, Wayne	CA	Not Filed	Mark Sudderth
12/1/2011	Coleman, John Marcus	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/17/2011	Mizell, Est. of James O.	GA	5:12-cv-00104	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
12/19/11	Bauman, Jr., Michael	KY	12-738	Jones Ward
1/21/2012	Arwood, Michael Todd	AL	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
5/17/2012	Torres, Anthony	TX	-	Sico, White, Hoelscher & Braugh, L.L.P.
5/17/2012	Warren, Colton	TX	-	Sico, White, Hoelscher & Braugh, L.L.P.
5/28/2012	Williams, Jacob	SC	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.

Date of Accident	Name of Injured Party	State	Case Number	Law Firm
7/14/2012	Callihan, Est. of Bruce R.	LA	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.
7/14/2012	Ramos, Helen Louise	LA	Not Filed	Walker & Morgan, L.L.C Richardson, Patrick, Westbrook, & Brickman, L.L.C.

EXHIBIT B

Organizational Chart

DEBTORS' ORGANIZATIONAL CHART

