

## Methodology for Calculating Sackler Family Assets

Approximate asset figures were calculated using data drawn from presentations prepared as part of Purdue Pharma L.P.'s bankruptcy proceedings, and provided to the Committee on April 8, 2021.

The Mortimer D. Sackler family ("Side A") data was drawn from the "Mortimer-side Net Asset Presentation," dated January 15, 2020. The Raymond Sackler family ("Side B") data was drawn from the "Raymond-Side Updated Net Assets Report," dated March 1, 2021.

These figures are approximate calculations based on the data available to the Committee at the time of the analysis. They do not reflect any changes in values that may have occurred after the dates listed on the presentations.

### *Total Net Assets*

Total net asset numbers provided in the Side A and Side B presentations were summed to calculate total net assets of the combined Sackler family.

The presentations also include disaggregated total net asset amounts by individual Sackler family members determined to be covered persons in Purdue's ongoing bankruptcy litigation (Initial Covered Sackler Persons, or ICSPs), as well as a single amount representing the assets of additional, non-covered family members, termed non-Initial Covered Sackler Persons (non-ICSPs).

### *Assets by Sub-Category*

The presentations contain the approximate values of different categories of assets belonging to each ICSP and the respective trusts within their control (*i.e.*, cash, investment portfolios, and collectibles). They also contain the sum of the approximate values of the assets in these categories that are held by the set of additional non-ICSPs.

Sub-category asset figures were calculated by summing the net asset values of each Sackler family member and their associated trusts across the select categories detailed below. For example, the cash and cash equivalents for Dr. Richard Sackler reflect the sum of his personal cash assets and the cash assets of each of the trusts with which he is associated.

- **Cash and Cash Equivalents:** The "Cash and Cash Equivalents" figure was included as a measure of account statement balances in both the Side A and Side B presentations. It reflects the total sum of the individualized amounts provided by both sides of the Sackler family.
- **Marketable Securities, Hedge Funds, and Brokerage Accounts:** The "Marketable Securities, Hedge Funds, and Brokerage Accounts" figure consists of the combined, summed total of the marketable security and hedge fund values provided by the Side B family (defined as closing prices and valuations provided by hedge fund managers), and

the Side A family values of investments in equities, bonds, limited partnerships, mutual funds, or other marketable securities held in brokerage and custody accounts.

- **International Drug Companies:** The “International Drug Companies” figure includes investments in, and loans to, independent associated companies (IACs) as provided by each side of the Sackler family. This data, as produced by the Sackler family, represents an estimated value of the IACs, as no fair market valuation of these IACs currently exists. The Committee’s calculation of the combined value of these IACs is the sum of the estimated values provided.
- **Real Estate:** The “Real Estate” figure reflects the combined value of the Sackler family’s residential real estate and real estate investments. For Side A, this figure includes real estate owned directly or indirectly and held principally for inhabitation, as well as other real estate not held for such a purpose. For Side B, this figure includes the valuations for real estate investments as calculated by third party fund managers or reflected in either their purchase price or using tax records, and the appraised values, assessed values, or tax bases of residential real estate.
- **Private Equity Investments:** The “Private Equity Investments” figure includes data only provided by Side B. This data consists of fund manager valuations of investments owned through investment vehicles and certain entities owned through joint ventures. No comparable category of information was provided to the Committee by Side A.
- **Art, Jewelry, and Collectibles:** The “Art, Jewelry, and Collectibles” figure is the combined, summed value of paintings, jewelry, and other collectibles provided by Side A, and the value of artwork and jewelry provided by Side B.