

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

In re:)
) Chapter 11
NOVAN, INC., *et al.*,¹)
) Case No. 23-10937 (LSS)
 Debtors.)
) (Jointly Administered)
)
_____)

SUPPLEMENTAL CERTIFICATE OF SERVICE

I, Heather Fellows, depose and say that I am employed by Kurtzman Carson Consultants LLC (KCC), the claims and noticing agent for the Debtor in the above-captioned case.

On August 1, 2023, employees of KCC caused the following documents to be served per postal forwarding address via First Class Mail to the parties on the service list attached hereto as **Exhibit A**:

- **Notice of Telephonic Section 341 Meeting** [Docket No. 70]
- **Notice of Chapter 11 Bankruptcy Cases** [Docket No. 71]

Furthermore, on or before August 10, 2023, at my direction and under my supervision, employees of KCC caused the following document to be served per postal forwarding address via First Class Mail upon the service list attached hereto as **Exhibit C**:

- **Notice of Motion and Hearing Regarding Motion of Debtors for Entry of Orders (I)(A) Approving Bidding Procedures for Sale of Substantially All of Debtors’ Assets Free and Clear of Liens, Claims, Interests, and Encumbrances and Designating Ligand Pharmaceuticals as a Stalking Horse Bidder, (B) Scheduling an Auction and Approving the Form and Manner of Notice Thereof, (C) Approving Assumption and Assignment Procedures and (D) Scheduling a Sale Hearing and Approving the Form and Manner of Notice Thereof; (II)(A) Approving the Sale of the Debtors’ Assets Free and Clear of Liens, Claims, Interests, and Encumbrances After the Auction and (B) Approving the Assumption and Assignment of Executory Contracts and Unexpired Leases; and (III) in the Alternative, Approving the Sale of the Debtors’ Assets Free and Clear of Liens, Claims, Interests, and Encumbrances to Ligand Pharmaceuticals if not Approved as the Stalking Horse Bidder** [attached hereto as **Exhibit B**]

¹ The Debtors in these chapter 11 cases, along with the last four digitals of the Debtors’ federal tax identification number (if applicable), are: Novan, Inc. (7682) and EPI Health, LLC (9118). The corporate headquarters and the mailing address for the Debtors is 4020 Stirrup Creek Drive, Suite 110, Durham, NC 27703.



Furthermore, on August 10, 2023, at my direction and under my supervision, employees of KCC caused the following documents to be served per postal forwarding address via First Class Mail upon the service list attached hereto as **Exhibit D**:

- **Notice of Telephonic Section 341 Meeting** [Docket No. 70]
- **Notice of Chapter 11 Bankruptcy Cases** [Docket No. 71]

Furthermore, on August 11, 2023, at my direction and under my supervision, employees of KCC caused the following documents to be served per postal forwarding address via First Class Mail upon the service list attached hereto as **Exhibit E**:

- **Debtors' Motion for Entry of an Order (I) Approving Debtors' Key Employee Incentive Program and (II) Granting Certain Related Relief** [Docket No. 20]
- **Notice of Motion and Hearing Regarding Debtors' Motion for Entry of an Order (I) Approving Debtors' Key Employee Incentive Program and (II) Granting Certain Related Relief** [Docket No. 63]

Dated: August 15, 2023

/s/ Heather Fellows
Heather Fellows
KCC
222 N Pacific Coast Highway, 3rd Floor
El Segundo, CA 90245
Tel 310.823.9000

Exhibit A

Exhibit A

Creditor Matrix

Served via First Class Mail

CreditorName	Address	City	State	Zip
Austin Chemical Company, Inc.	1477 Barclay Blvd	Buffalo Grove	IL	60089-4537
Chesson Laboratory Associates, Inc.	4801 Glenwood Ave Ste 200	Raleigh	NC	27612-3857
Emd Millipore	400 Summit Dr	Burlington	MA	01083-5258
Innovative Regulatory Consulting LLC	76523 Rice	Chapel Hill	NC	27517-8585
R L Kolbi Company	3727 N Ventura Dr	Arlington Hts	IL	60004-7952
Truveris, Inc	3 Beaver Valley Rd Ste 100	Wilmington	DE	19803-1125

Exhibit B

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE

In re:)
) Chapter 11
NOVAN, INC., *et al.*,¹)
) Case No. 23-10937 (LSS)
Debtors.) (Jointly Administered)
))
) **Hearing Date: Aug. 4, 2023, at 1:00 p.m. (ET)**
) **Bid Procedures Objection Deadline: Aug. 1, 2023,**
) **at 4:00 p.m. (ET)**
) **Committee Deadline at the Hearing**
))

NOTICE OF MOTION AND HEARING REGARDING MOTION OF DEBTORS FOR ENTRY OF ORDERS (I)(A) APPROVING BIDDING PROCEDURES FOR SALE OF SUBSTANTIALLY ALL OF DEBTORS’ ASSETS FREE AND CLEAR OF LIENS, CLAIMS, INTERESTS, AND ENCUMBRANCES AND DESIGNATING LIGAND PHARMACEUTICALS AS A STALKING HORSE BIDDER, (B) SCHEDULING AN AUCTION AND APPROVING THE FORM AND MANNER OF NOTICE THEREOF, (C) APPROVING ASSUMPTION AND ASSIGNMENT PROCEDURES AND (D) SCHEDULING A SALE HEARING AND APPROVING THE FORM AND MANNER OF NOTICE THEREOF; (II)(A) APPROVING THE SALE OF THE DEBTORS’ ASSETS FREE AND CLEAR OF LIENS, CLAIMS, INTERESTS, AND ENCUMBRANCES AFTER THE AUCTION AND (B) APPROVING THE ASSUMPTION AND ASSIGNMENT OF EXECUTORY CONTRACTS AND UNEXPIRED LEASES; AND (III) IN THE ALTERNATIVE, APPROVING THE SALE OF THE DEBTORS’ ASSETS FREE AND CLEAR OF LIENS, CLAIMS, INTERESTS, AND ENCUMBRANCES TO LIGAND PHARMACEUTICALS IF NOT APPROVED AS THE STALKING HORSE BIDDER

PLEASE TAKE NOTICE that, on July 17, 2023 (the “Petition Date”), the above-captioned debtors and debtors in possession (collectively, the “Debtors”) each filed a voluntary petition for relief under chapter 11 of title 11 of the United States Code (the “Bankruptcy Code”) in the United States Bankruptcy Court for the District of Delaware (the “Court”), commencing these chapter 11 cases (the “Chapter 11 Cases”).

PLEASE TAKE FURTHER NOTICE that, on July 17, 2023, the Debtors filed the *Motion of Debtors for Entry of Orders (I)(A) Approving Bidding Procedures for Sale of Substantially All of Debtors’ Assets Free and Clear of Liens, Claims, Interests, and Encumbrances and Designating Ligand Pharmaceuticals as a Stalking Horse Bidder, (B) Scheduling an Auction and Approving the Form and Manner of Notice Thereof, (C) Approving*

¹ The Debtors in these chapter 11 cases, along with the last four digitals of the Debtors’ federal tax identification number (if applicable), are: Novan, Inc. (7682) and EPI Health, LLC (9118). The corporate headquarters and the mailing address for the Debtors is 4020 Stirrup Creek Drive, Suite 110, Durham, NC 27703.

Assumption and Assignment Procedures and (D) Scheduling a Sale Hearing and Approving the Form and Manner of Notice Thereof; (II)(A) Approving the Sale of the Debtors' Assets Free and Clear of Liens, Claims, Interests, and Encumbrances after the Auction and (B) Approving the Assumption and Assignment of Executory Contracts and Unexpired Leases: and (III) In the Alternative, Approving the Sale of the Debtors' Assets Free and Clear of Liens, Claims, Interests, and Encumbrances to Ligand Pharmaceuticals if Not Approved as the Stalking Horse Bidder (the "Bidding Procedures Motion") [D.I. 16].

PLEASE TAKE FURTHER NOTICE that, at the hearing on first day relief held on July 19, 2023, the Court scheduled the Bidding Procedures Motion for a hearing on **August 4, 2023, at 1:00 p.m. (ET)**.

PLEASE TAKE FURTHER NOTICE that if the Court (i) denies entry of the **Bidding Procedures Order** at the hearing scheduled to be held on **August 4, 2023 at 1:00 p.m. (ET)**, or otherwise does not enter such Bidding Procedures Order on or before 35 days after the Petition Date; or (ii) does not enter the DIP Order on or before 35 days after the Petition Date, **the Debtors may sell the Assets to Ligand pursuant to the Private Sale Order.. The relevant sale documents may be viewed free of charge on the Debtors' case information website, located at <https://www.kccllc.net/Novan>, or can be requested by calling the Debtors' claims and noticing agent, Kurtzman Carson Consultants LLC at (888) 251-2954 (U.S./Canada) or (310) 751-2614 (International).**

PLEASE TAKE FURTHER NOTICE that, responses, if any, to the Bidding Procedures Motion, must be filed on or before **August 1, 2023, at 4:00 p.m. (ET)** (the "Objection Deadline") with the Court, 824 North Market Street, 3rd Floor, Wilmington, Delaware 19801. Notwithstanding the Objection Deadline, if an Official Committee of Unsecured Creditors (the "Committee") is appointed in these cases, any responses or objections from the Committee will be due at the Hearing.

PLEASE TAKE FURTHER NOTICE that, at the same time, you must serve a copy of the response on (a) proposed counsel to the Debtors, Morris, Nichols, Arsht & Tunnell LLP, 1201 Market Street, 16th Floor, Wilmington, Delaware 19801 (Attn: Derek C. Abbott, Esq. (dabbott@morrisonichols.com)); (b) the Office of the United States Trustee, J. Caleb Boggs Federal Building, 844 King St., Lockbox 35, Wilmington, DE 19801 (Attn: Linda J. Casey, Esq. (linda.casey@usdoj.gov)); (c) counsel to Ligand Pharmaceuticals, Incorporated, Morgan Lewis and Bockius LLP, 101 Park Ave. New York, NY 10174 (Attn: Craig A. Wolfe, Esq. (craig.wolfe@morganlewis.com), Jason A. Alderson (Jason.alderson@morganlewis.com), and David K. Shim (David.shim@morganlewis.com)); and (d) counsel to any statutory committee appointed in these Chapter 11 Cases.

PLEASE TAKE FURTHER NOTICE THAT IF NO OBJECTIONS TO THIS BIDDING PROCEDURES MOTION ARE TIMELY FILED, SERVED AND RECEIVED IN ACCORDANCE WITH THIS NOTICE, THE BANKRUPT COURT MAY GRANT THE RELIEF REQUESTED IN THE BIDDING PROCEDURES MOTION WITHOUT FURTHER NOTICE OR HEARING.

Dated: July 25, 2023
Wilmington, Delaware

Respectfully submitted,

/s/ Daniel B Butz

MORRIS, NICHOLS, ARSHT & TUNNELL LLP

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*Proposed Counsel to the Debtors and
Debtors in Possession*

Exhibit C

Exhibit C**Creditor Matrix****Served via First Class Mail**

CreditorName	Address	City	State	Zip
Chesson Laboratory Associates, Inc.	4801 Glenwood Ave Ste 200	Raleigh	NC	27612-3857
Innovative Regulatory Consulting LLC	76523 Rice	Chapel Hill	NC	27517-8585
Lappenbusch Medical Writing Group LLC	104 E Sickle St	Kennett Sq	PA	19348-2921
Truveris, Inc	3 Beaver Valley Rd Ste 100	Wilmington	DE	19803-1125

Exhibit D

Exhibit D

**Core/2002 Service List
Served via First Class Mail**

CreditorName	CreditorNoticeName	Address	City	State	Zip
Truveris, Inc	Ryan McGrath	3 Beaver Valley Rd Ste 100	Wilmington	DE	19803-1125

Exhibit E

Exhibit E

Banks Service List

Served via First Class Mail

CreditorName	CreditorNoticeName	Address	City	State	Zip
Stone Castle	Treasury Partners	300 Madison Ave Fl 29	New York	NY	10017-6436