

# UST-17 Other Information

## Exhibit 11

### Significant Events and Case Progress September 2017:

The company experienced an operating profit of \$12,119 in September compared with a operating loss of \$100,937 in August. The profit was expected and the company expects to have to be breakeven through the balance of the year. We expect to see a stronger 1Q and 2Q than last year.

The company continues to have slow sales due to bankruptcy "headwinds" and seasonality. While new marketing and sales programs have been implemented and are promising, the ability to remain a going concern will depend on the effectiveness of sales growth in the coming months. The company's cash flow is very tight and the Trustee has obtained approval of a factoring line. The company has the ability to obtain approximately \$600,000 in factoring financing. The Trustee has marketed the company for sale because of tight cash flow.

Diane Erdmann's Motion for disbursal of Funds held by Trustee was approved. Court ordered disbursal of funds in total of \$125,857.50 on 9/26/17. The Company distributed funds per the order on 9/30/17.

The Court approved retention of a CEO for the company in early February. Mr. Atalla, the CEO, is managing the day to day operations in Dayton and working closely with the Trustee on operational changes. Mr. Atalla is focused on rebuilding the sales organization and driving growth in sales for the company. Mr. Atalla, has implemented a number of new sales and marketing initiatives. The Company is also in discussion with other major distribution networks regarding selling NWTM and Medallic products and inventory.

The Trustee is in discussions with a potential buyer for the estate and continues to entertain offers for the operating business. The terms are under discussion and we anticipate obtaining a term sheet in the next 30 days. The Trustee objective as of this point is to sell the company to maximize the recovery for the estate and for creditors. Any party with an interest in acquiring the business should contact the Trustee. Total filed claims are in excess of \$70 million and the recovery will be limited such that creditors should not expect a high percentage of recovery on their claims. If the tight cash flow issues cannot be resolved, the Trustee will need to close the business and liquidate the assets on terms that will provide very little return to creditors.