

UNITED STATES BANKRUPTCY COURT
NORTHERN DISTRICT OF OHIO
EASTERN DIVISION

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In re: : Case Nos. 02-15045 through 02-15047
: Jointly Administered as
GLIATECH INC., et al., : Case No. 02-15045
: :
Debtors. : Chapter 11
: :
: Judge Pat E. Morgenstern-Clarren
: :
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NOTICE OF OCCURRENCE OF EFFECTIVE DATE

PLEASE TAKE NOTICE:

On April 21, 2004, the United States Bankruptcy Court for the Northern District of Ohio entered an order in the above-captioned chapter 11 cases confirming the Debtors'¹ Amended Liquidating Chapter 11 Plan (the "Plan"). On May 12, 2004, the Court entered its Supplemental Order Confirming Debtors' Amended Liquidating Chapter 11 Plan. On May 12, 2004, the Effective Date (as defined in the Plan) occurred.

Dated: May 21, 2004

/s/Sean D. Malloy

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COUNSEL FOR DEBTORS AND DEBTORS
IN POSSESSION

¹ The Debtors include: Gliatech Inc.; Gliatech Medical, Inc.; and GIC, Inc.

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**NOTICE OF: (A) ENTRY OF ORDER CONFIRMING DEBTORS'
AMENDED LIQUIDATING CHAPTER 11 PLAN
AND (B) CERTAIN CLAIMS BAR DATES**

**TO: ALL HOLDERS OF CLAIMS AGAINST AND INTERESTS IN THE ABOVE-
CAPTIONED DEBTORS AND DEBTORS IN POSSESSION AND ALL OTHER
PARTIES IN INTEREST**

PLEASE TAKE NOTICE OF THE FOLLOWING:

A. Confirmation of the Plan.

On April 21, 2004, the United States Bankruptcy Court for the Northern District of Ohio, Eastern Division (the "Bankruptcy Court") entered an order confirming the Debtors' Amended Liquidating Chapter 11 Plan, dated December 12, 2003 (the "Plan"), in the chapter 11 cases of the above-captioned debtors and debtors in possession¹ (the "Debtors") and overruling certain objections to the Plan. On May 12, 2004, the Bankruptcy Court entered a supplemental order confirming the Plan and making certain findings of fact and conclusions of law. These orders are collectively referred to herein as the "Confirmation Order." Unless otherwise defined in this Confirmation Notice, capitalized terms and phrases used herein have the meanings given to them in the Plan and the Confirmation Order.

B. Effective Date.

The Debtors have established May 12, 2004, as the Effective Date of the Plan.

¹ The Debtors include: Gliatech Inc.; Gliatech Medical, Inc.; and GIC, Inc.
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C. Bar Dates.

1. Bar Dates for Administrative Claims.

a. General Bar Date Provisions.

Unless previously filed, requests for payment of Administrative Claims that arose on or after December 1, 2003, must be filed with the Bankruptcy Court, 3106 Key Tower, 127 Public Square, Cleveland, Ohio 44114-3109, and served on Liquidating Gliatech so that they are received no later than 30 days after the Effective Date at the addresses identified below. As the Effective Date has been established as May 12, 2004, the deadline for filing and serving such Claims is **June 11, 2004**. Holders of Administrative Claims that do not file and serve such a request by such bar date shall be forever barred from asserting such Claims against Liquidating Gliatech or its property, and such Claims shall be deemed void as of the Effective Date. Objections to such requests must be filed and served on Liquidating Gliatech at the addresses identified below, and served on the requesting party, by the later of: (i) 60 days after the Effective Date; (ii) 30 days after the filing of the applicable request for payment of Administrative Claims; or (iii) such later date as provided for by order of the Bankruptcy Court.

b. Bar Dates For Certain Administrative Claims Asserted by Professionals for Payment of Fees.

Professionals or other entities asserting a Fee Claim for services rendered before the Effective Date must file with the Bankruptcy Court, 3106 Key Tower, 127 Public Square, Cleveland, Ohio 44114-3109, and serve on Liquidating Gliatech and the Oversight Committee an application for final allowance of such Fee Claim no later than 30 days after the Effective Date at the addresses identified below. As the Effective Date has been established as May 12, 2004, the deadline to file and serve such applications is **June 11, 2004**. Objections to any Fee Claims must be filed and served on the parties that were served with such application and on the requesting party by the earlier of: (i) 60 days after the Effective Date (ii) 30 days after the filing of the applicable request for payment of such claim; or (iii) such later date as provided for by order of the Bankruptcy Court.

2. Bar Date for Rejection Damages Claims.

If the rejection of an executory contract or unexpired lease pursuant to Article V, Section B of the Plan gives rise to a Claim by the other party or parties to such contract or lease, such Claim shall be forever barred unless a proof of claim is filed and served on Liquidating Gliatech, at the addresses identified below, no later than 30 days after the Effective Date. As the Effective Date has been established as May 12, 2004, the deadline to file and serve such Claims is **June 11, 2004**.

D. Satisfaction of Claims and Termination of Interests.

The rights afforded under the Plan and the treatment of Claims and Interests under the Plan shall be in satisfaction of all Claims and Interests, including any interest accrued on Claims from May 9, 2002 (the "Petition Date"). No holder of a Claim against the Debtors may, on account of such Claim, seek or receive any payment or other distribution from, or seek recourse against, the Debtors, Liquidating Gliatech, their successors, or property of the Estates, except as expressly provided in the Plan and the Confirmation Order. This satisfaction of Claims and Interests applies to all Claims or other debts that arose prior to the Effective Date, and all debts of the kind specified in sections 502(g), 502(h), or 502(i) of the Bankruptcy Code, whether or not (i) a proof of Claim based on such debt is filed or deemed filed pursuant to section 501 of the Bankruptcy Code; (ii) a Claim based on such debt is allowed pursuant to section 502 of the Bankruptcy Code; or (iii) the holder of a Claim based on such debt has accepted the Plan. Confirmation shall, as of the Effective Date, terminate all Interests and other rights, if any, of equity security holders in the Debtors, except as specifically provided in the Plan.

E. Injunction.

Except as provided in the Plan or the Confirmation Order, as of the Confirmation Date, all entities that have held, currently hold, or may hold a Claim or other debt or liability against the Debtors or an Interest or other right of an equity security holder, are enjoined from taking any of the following actions on account of any such Claims, debts, liabilities, Interests or rights: (i) commencing or continuing in any manner any action or other proceeding against the Debtors, Liquidating Gliatech, their current or former officers and directors, and current and former members of the Creditors' Committee (in their capacity as members thereof) (the "Released Parties"); (ii) enforcing, attaching, collecting, or recovering in any manner any judgment, award, decree, or order against the Released Parties; (iii) creating, perfecting, or enforcing any lien or encumbrance against the Released Parties or their property; (iv) asserting a right of subordination of any kind against any debt, liability, or obligation due to the Released Parties or their property; and (v) commencing or continuing any action, in any manner, in any place that does not comply with or is inconsistent with the provisions of the Plan.

F. Service of Documents.

Any pleading, notice or other document required by the Plan, the Confirmation Order, or this Confirmation Notice to be served on or delivered to the Debtors, Liquidating Gliatech, the Administrator, the Creditor Oversight Committee, or their counsel must be sent to:

THE DEBTORS OR LIQUIDATING GLIATECH AND ITS COUNSEL

Robert M. Greenwald
SS&G Financial Services
32125 Solon Road
Cleveland, OH 44139
Telephone: (440) 248-8787
Facsimile: (440) 248-0841

- with a copy to -

Sean D. Malloy
Michael J. Kaczka
McDonald, Hopkins Co., L.P.A.
2100 Bank One Center
600 Superior Avenue, E.
Cleveland, OH 44114-2653
Telephone: (216) 348-5400
Facsimile: (216) 348-5474

THE OVERSIGHT COMMITTEE AND ITS COUNSEL

Scott L. Millman
Averion Inc.
4 California Ave.
Framingham, MA 01701
Phone: (508) 416-2633
Fax: (508) 416-2836

-with a copy to-

James M. Lawniczak
Calfee, Halter & Griswold LLP
1400 McDonald Investment Center
800 Superior Ave., E.
Cleveland, OH 44114-2688
Phone: (216) 622-8200
Fax: (216) 241-0681

G. Copies of Confirmation Order.

Copies of the Confirmation Order may be obtained by written request from Christine P. Buddner, McDonald Hopkins Co., LPA, 2100 Bank One Center, 600 Superior Avenue, E., Cleveland, Ohio 44114; e-mail cbuddner@mcdonaldhopkins.com; telephone number: 216-348-5400; facsimile number 216-348-5474.

May 18, 2004

Respectfully submitted,

/s/Sean D. Malloy

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