

THE PENN TRAFFIC COMPANY, et. al.

U.S. Bankruptcy Court for the District of Delaware
Case No.: 09-14078 (PJW)

Classification and Treatment of Claims

Allowed Claims are classified and treated under the Plan as follows:

Class 1 – Priority Non-Tax Claims

Allowed Priority Non-Tax Claims will be paid in full.

Class 2 – Secured Claims

Allowed Secured Claims will be paid in full.

Class 3 – General Unsecured Claims

Allowed General Unsecured Claims will receive a pro-rata share of the Unsecured Creditor Distribution unless such claim holder has elected Class 5 - Convenience Class treatment.

Class 4 – Equity Interests

Equity Interests in the Debtors were canceled and extinguished on the Effective Date and are not entitled to any Distributions.

Class 5 – Convenience Class

Allowed Convenience Class Claims are (1) claims equal to or less than \$5,000 for which the holder has not made a valid written election to **opt out of** the classification or (2) claims in excess of \$5,000 for which the holder has made a valid written election to **opt into** the classification and reduce such claim to \$5,000.

Holders of Allowed Class 5 Claims will receive a one-time cash payment in an amount equal to 10% of the amount of such holder's Allowed Class 5 Claim.