

## **Executive Officer and Director Stock Transactions**

Cornerstone Therapeutics, Inc. (the "Company") believes that it is important that investors understand the intentions and motivations of our executive officers and directors regarding purchases and sales of the Company's common stock. To that end, in addition to the copies of the actual SEC filings in connection with such purchases and sales are available at our Web site at [www.crtx.com](http://www.crtx.com) under the section titled Investors/SEC Filings, the Company is providing additional disclosure regarding our executive officers and directors relating to their ownership of the Company's securities.

The following are some of the terms relating to ownership of the Company's securities that may be discussed on this page:

**10b5-1 Plan** (*prearranged trading plan*): A 10b5-1 Plan allows a corporate insider to establish, at times when such insider is not in possession of material, nonpublic information, a prearranged written trading plan to sell or purchase a specified number or dollar amount of shares of the Company's common stock at specified times over a predetermined period. Once established, purchases or sales of shares of the Company's common stock made under the 10b5-1 Plan are no longer within the discretion or control of the insider, unless the insider terminates the plan. An insider may adopt a 10b5-1 Plan to, among other things, allay concerns about the insider initiating stock transactions while possibly in possession of material nonpublic information.

**Form 4** (*transaction has been completed*): A Statement of Changes in Beneficial Ownership on Form 4 discloses an actual sale or purchase of stock by, or the grant of an equity incentive award to, an insider by reporting a change in his or her beneficial ownership of the Company's securities.

The Company provides this information as background only and, in doing so, does not undertake to update the postings, nor provide postings for every stock transaction by an insider. Information contained in this Investor Relations section of our Web site is for informational purposes only, and this information shall not constitute an offer to sell or an offer to buy these securities by the Company or any such officer or director in any jurisdiction.

We hope that this information provides additional transparency with respect to the actions of our executive officers and directors and affirms the trust and confidence that investors have placed in the Company.

*10b5-1 Plans Adopted by Certain Executive Officers*: In September 2007, Mr. Townsend adopted a 10b5-1 Plan in accordance with Rule 10b5-1 of the Securities and Exchange Act of 1934 and the Company's insider trading policy governing transactions in the Company's securities by its directors, executive officers and employees. These pre-arranged trading plans were adopted in order

to allow these executive officers to satisfy their federal and state income tax and payroll withholding obligations arising in connection with the vesting of certain restricted stock awards previously granted to these executives in December 2006 by authorizing the Company to deduct and retain from the number of restricted shares then scheduled to vest a number of shares of the Company's common stock as have a fair market value, based on the closing price for the Company's common stock as reported on the NASDAQ Global Market on the last trading day immediately preceding the vesting date, equal to such employee's federal and state income tax and payroll withholding obligations due upon the vesting of such employee's restricted stock.