

Final Distribution to Unit Holders

**To: Unit Holders of the Genaera Liquidating Trust, successor in interest to Genaera Corporation
CUSIP # 36867G (traded under NASDAQ:GENR, prior to delisting on June 12, 2009)**

On March 31, 2011, the Genaera Liquidating Trust will initiate its second and final distribution in the amount of \$0.023 (2.3 cents) per unit (formerly common share of Genaera Corporation). In 2010, the Trust distributed \$0.13 per unit bringing the total distributions from the Trust to \$0.153 per unit. Earlier this month, the Trust received the concluding payment from the 2010 sale of Genaera Corporation's remaining drug development asset. As a result, the Trust will terminate and cease operations. Prior to such termination, the Trust will settle all outstanding obligations and will prepare and file final tax returns for the portion of calendar 2011 in which Trust operates. In the coming months, the Trust anticipates sending final correspondence providing unit holders with 2011 tax information and any additional information required to be provided pursuant to the Trust Agreement.

It is anticipated that this website, www.genaera.com, will remain accessible for approximately two years following the termination of the Trust to provide historical tax and other information to unit holders. Tax information for 2010 and 2009 is provided under links to documents below, along with reports, updates and answers to frequently asked questions.

The Genaera Liquidating Trust
Southampton, PA
March 31, 2011