

DELCATH SYSTEMS INC  
Form DFAN14A  
August 31, 2006

---

---

**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549**

**SCHEDULE 14A INFORMATION**

**Consent Solicitation Statement Pursuant to Section 14(a) of the Securities  
Exchange Act of 1934**

Filed by the Registrant  Filed by a Party other than the Registrant

Check the appropriate box:

- Preliminary Proxy Statement
- Confidential, for Use of the Commission Only (as permitted by Rule 14a-6(e)(2))
- Definitive Proxy Statement
- Definitive Additional Materials
- Soliciting Material Pursuant to §240.14a-12

**DELCATH SYSTEMS, INC.**  
(Name of Registrant as Specified In Its Charter)

**ROBERT B. LADD  
JONATHAN A. FOLTZ  
MICHAEL KARPf, M.D.  
PAUL WILLIAM FREDERICK NICHOLLS  
FRED S. ZEIDMAN  
LADDCAP VALUE ASSOCIATES LLC  
LADDCAP VALUE PARTNERS LP**

(Name of Person(s) Filing Proxy Statement, if other than the Registrant)

Payment of Filing Fee (Check the appropriate box):

- No fee required.
- Fee computed on table below per Exchange Act Rules 14a-6(i)(1) and 0-11.

(1)	Title of each class of securities to which transaction applies: N/A
(2)	Aggregate number of securities to which transaction applies: N/A
(3)	

Edgar Filing: DELCATH SYSTEMS INC - Form DFAN14A

Per unit price or other underlying value of transaction computed pursuant to Exchange Act Rule

0-11 (set forth the amount on which the filing fee is calculated and state how it was determined):

N/A

(4) Proposed maximum aggregate value of transaction: N/A

(5) Total fee paid: N/A

o Fee paid previously with preliminary materials.

o Check box if any part of the fee is offset as provided by Exchange Act Rule 0-11(a)(2) and identify the filing for which the offsetting fee was paid previously. Identify the previous filing by registration statement number, or the Form or Schedule and the date of its filing:

(1) Amount previously paid: N/A

(2) Form, Schedule or Registration Statement No.: N/A

(3) Filing party: N/A

(4) Date Filed: N/A

---

**LADDCAP LEARNS DELCATH'S CURRENT BOARD OF DIRECTORS RECENTLY APPROVED  
CHANGE  
OF CONTROL ARRANGEMENTS BENEFICIAL TO THEMSELVES WITHOUT  
DISCLOSURE TO STOCKHOLDERS**

New York, August 31 - Laddcap Value Partners LP recently received confirmation, from Delcath Systems, Inc.'s (Nasdaq: DCTH) attorneys, concerning information that Laddcap believes is disturbing. Delcath's attorneys confirmed in Court that its Directors **recently** approved new change of control arrangements for themselves, which may allow Delcath's Directors to receive substantial payments. To our knowledge, Delcath has not disclosed these recent arrangements.

We call upon Delcath to immediately provide its stockholders with full, accurate, and complete disclosure of all of the terms of the new change of control arrangements that have been enacted by Delcath's current Board.

Laddcap believes that establishing a new change of control plan, in the middle of a contest for corporate control is, among other things, self-serving and contrary to a Director's fiduciary duties. In addition, Laddcap believes that by not providing disclosure to its stockholders of these new arrangements, Delcath may have violated its disclosure obligations.

"We intend to consider all available legal remedies on behalf of ourselves and other Delcath stockholders to insure that Delcath's Directors do not benefit themselves to the detriment of Delcath's stockholders and to insure that Delcath makes adequate disclosure to its stockholders," stated Robert B. Ladd, Board nominee.

In connection with Laddcap's consent solicitation, on August 17, 2006 Laddcap filed a definitive consent solicitation statement with the SEC. In addition, Laddcap may file other consent solicitation materials regarding this consent solicitation. **STOCKHOLDERS ARE URGED TO READ THE DEFINITIVE CONSENT SOLICITATION STATEMENT BECAUSE IT CONTAINS IMPORTANT INFORMATION.** Definitive consent solicitation statements and blue consent cards have been mailed to Delcath stockholders. Stockholders are also able to obtain a free copy of the definitive consent solicitation statement at the SEC's website, [www.sec.gov](http://www.sec.gov). The definitive consent solicitation statement may also be obtained free of charge from Laddcap's offices by contacting Laddcap at 650 Fifth Avenue, Suite 600, New York, New York 10019, (212) 259-2070, [info@laddcapvalue.com](mailto:info@laddcapvalue.com) or by contacting Laddcap's soliciting firm, The Altman Group, Inc. 1200 Wall Street West, 3rd Floor, Lyndhurst, NJ 07071, (800) 581-5375 (Banks and Brokers Call Collect: (201) 806-7300).