

UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK

<hr/>	)	
In re	)	In Proceedings For A
	)	Reorganization Under
JOHNS-MANVILLE CORPORATION,	)	Chapter 11
et al.,	)	
	)	Case Nos. 82 B 11656 (BRL)
Debtors.	)	Through 82 B 11676 (BRL)
<hr/>	)	Inclusive

MASTER INDEX OF THE MANVILLE PERSONAL INJURY SETTLEMENT TRUST  
ACCOUNT OF TRUSTEES FOR THE PERIOD January 1, 2021 THROUGH  
DECEMBER 31, 2021

First Section . . . . .	Account of Trustees
Exhibit A . . . . .	Audited Financial Statements
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Exhibit C. . . . .	Motion to Approve Account of Trustees
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## **Account of Trustees**

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**MANVILLE PERSONAL INJURY SETTLEMENT TRUST  
ACCOUNT OF TRUSTEES  
JANUARY 1, 2021 THROUGH DECEMBER 31, 2021**

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Affidavit of Trustees

**Exhibit A**

Manville Personal Injury Settlement Trust  
Audited Special-Purpose Consolidated  
Financial Statements with Supplemental Information  
December 31, 2021 and December 31, 2020

**Exhibit B**

Payments By Claimant Residency  
From January 1, 2021 through December 31, 2021

**MANVILLE PERSONAL INJURY SETTLEMENT TRUST  
ACCOUNT OF TRUSTEES  
FOR THE PERIOD JANUARY 1, 2021 THROUGH DECEMBER 31, 2021**

Pursuant to N.Y. EPTL § 7-2.7, Edward D. Robertson, Jr., Mark A. Peterson, and Kirk P. Watson (the "Trustees") Trustees of the Manville Personal Injury Settlement Trust (the "Trust"), or John C. Sawhill, Donald M. Blinken, Daniel Fogel, Christian E. Markey, Jr., Louis Klein, Jr., Francis H. Hare, Jr., Frank J. Macchiarola, and Robert A. Falise, the former trustees of the Trust (the "Former Trustees"), have previously filed accounts of trustees (the "Trustee Accountings") for the periods January 9, 1987 (Trust Inception) through November 28, 1988; November 29, 1988 through December 31, 1989; January 1, 1990 through December 31, 1990; January 1, 1991 through July 5, 1991; July 6, 1991 through December 31, 1991; January 1, 1992 through December 31, 1992; January 1, 1993 through December 31, 1993; January 1, 1994 through December 31, 1994; January 1, 1995 through June 30, 1995; July 1, 1995 through December 31, 1995; January 1, 1996 through December 31, 1996; January 1, 1997 through December 31, 1997; January 1, 1998 through December 31, 1998; January 1, 1999 through December 31, 1999; January 1, 2000 through December 31, 2000; January 1, 2001 through December 31, 2001; January 1, 2002 through December 31, 2002; January 1, 2003 through December 31, 2003; January 1, 2004 through December 31, 2004; January 1, 2005 through December 31, 2005; January 1, 2006 through December 31, 2006; January 1, 2007 through June 30, 2007; July 1, 2007 through December 31, 2007; January 1, 2008 through December 31, 2008; January 1, 2009 through December 31, 2009; January 1, 2010 through December 31, 2010; January 1, 2011 through December 31, 2011; January 1, 2012 through December 31, 2012; January 1, 2013 through December 31, 2013; January 1, 2014 through December 31, 2014; January 1, 2015 through December 31, 2015; January 1, 2016 through December 31, 2016; January 1, 2017 through December 31, 2017; January 1, 2018 through December 31, 2018; January 1, 2019 through December 31, 2019; and January 1, 2020 through December 31, 2020 (collectively, the "Prior Accountings"). These Prior Accountings have been accepted and approved by the Court, thereby releasing and discharging the Trustees or the Former Trustees, as appropriate, from any further liability or responsibility respecting the matters embraced therein.

Capitalized terms used in this Account of Trustees not otherwise defined herein have the meanings set forth in the Glossary annexed to the Third Amended and Restated Supplemental Agreement dated as of February 26, 2001 between the Trust and the Manville Corporation.

The account of trustees normally filed with the Surrogate's Court of the State of New York by express trusts has herein been modified in the same manner as for the Prior Accountings. A separate Statement of Cash Flows is included herein which reports cash inflows and outflows for the period January 1, 2021 through December 31, 2021.

Both principal and income can be and are used to pay operating expenses of the Trust and Beneficiaries' claims without regard to source. Accordingly, the Trust has not separated principal from income herein or in Prior Accountings nor does the present account include separate statements for principal and income accounts. For example, Schedule C entitled "Statement of Expenses Chargeable to Principal" has again been combined with Schedule C-2,



"Statement of Administration Expenses Chargeable to Income". Other like categories have also been combined. In addition, the following schedules are inapplicable and, accordingly, have been omitted:

Schedule B - Statement of Decreases Due to Sales, Liquidations, Collections, Distribution or Uncollectibility. During the year ended December 31, 2021 there were no decreases of assets due to sales, liquidations, collections, distributions or uncollectibility.

Schedule E - Statement of New Investments, Exchanges and Stock Distributions. The Trust's remaining principal has been invested pursuant to investment criteria provided in the Trust Agreement. The resulting net investment income is reported under Schedule A-2. Schedule E is omitted because of the volume of investment transactions.

Schedule H - Computation of Commissions. No commissions were paid or are to be paid by the Trust. Trustee remuneration and expenses are reported under Schedules C and C-2.

The following Account of Trustees is cross-referenced to the Manville Personal Injury Settlement Trust Special-Purpose Consolidated Audited Financial Statements for the year ended December 31, 2021 (Financial Statements) which are annexed hereto as Exhibit A. Exhibit A is hereby and expressly incorporated by reference into and made a part of the Account of Trustees for the year January 1, 2021 through December 31, 2021.

## **STATEMENT OF CASH FLOWS**

For the Year Ended December 31, 2021

**CASH INFLOWS:**

Investment income receipts	\$10,722,323
Net realized gains on investment securities	59,748,219
Insurance settlement proceeds	712,000
Total cash inflows	<u>71,182,542</u>

**CASH OUTFLOWS:**

Claim payments - Exhibit B	64,268,975
Total claim payments	<u>64,268,975</u>
Disbursements for Trust operating expenses and income taxes paid	14,159,055
Increase in deposits and other assets	770,372
Total cash outflows	<u>79,198,402</u>

**NET CASH (OUTFLOWS)** (8,015,860)

**NON-CASH CHANGES:**

Net unrealized gains (losses) on investment securities	26,288,161
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**NET INCREASE (DECREASE) IN CASH EQUIVALENTS AND INVESTMENTS** 18,272,301

**CASH EQUIVALENTS AND INVESTMENTS BEGINNING OF PERIOD** 708,868,880

**CASH EQUIVALENTS AND INVESTMENTS END OF PERIOD** \$727,141,181

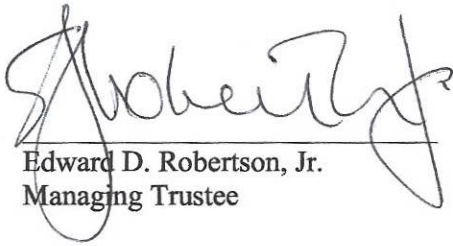
**STATEMENTS OF CHANGES IN NET CLAIMANTS' EQUITY**

For the Year Ended December 31, 2021

<b>BEGINNING NET CLAIMANTS' EQUITY, JANUARY 1, 2021</b>	<u>\$642,229,936</u>
Investment income - Schedule A	92,786,161
Insurance settlement proceeds	712,000
Decrease in lease commitments payable	316,896
Total additions	<u>93,815,057</u>
<b>DEDUCTIONS FROM NET CLAIMANTS' EQUITY:</b>	
Statement of incurred expenses - Schedules C & C-2	3,532,203
Provision for income taxes	10,079,945
Increase in outstanding claim offers	379,267
Personal injury claims settled	63,401,045
Total deductions	<u>77,392,460</u>
<b>ENDING NET CLAIMANTS' EQUITY, DECEMBER 31, 2021</b>	<u><u>\$658,652,533</u></u>

**ACCOUNT OF TRUSTEES**

Signatures



Edward D. Robertson, Jr.  
Managing Trustee

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Kirk P. Watson  
Trustee

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Mark A. Peterson  
Trustee

**ACCOUNT OF TRUSTEES**

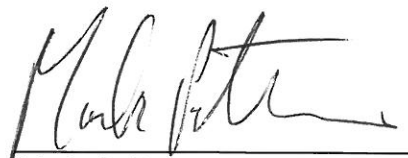
Signatures

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Edward D. Robertson, Jr.  
Managing Trustee

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Kirk P. Watson  
Trustee



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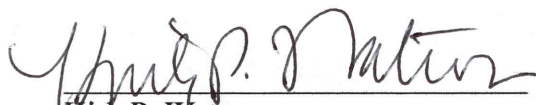
Mark A. Peterson  
Trustee

**ACCOUNT OF TRUSTEES**

Signatures

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Edward D. Robertson, Jr.  
Managing Trustee



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Kirk P. Watson  
Trustee

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Mark A. Peterson  
Trustee

**SCHEDULE A - Statement of Income Collected**

All funds held in the Trust Estate (as defined in the Plan) were invested in accordance with Section 4.03 of the Trust Agreement.

**INVESTMENT INCOME**

Interest	\$4,213,514
Dividends	<u>7,477,284</u>
Total interest and dividends	11,690,798
Net realized gains (losses)	59,748,219
Net unrealized gains (losses), net of the change in deferred income taxes	22,344,661
Investment expenses	<u>(997,517)</u>
<b>TOTAL INVESTMENT INCOME</b>	<b><u><u>\$92,786,161</u></u></b>

**SCHEDULES C AND C-2 - Statement of Incurred Expenses**

**NET OPERATING EXPENSES**

Salaries and employee benefits	\$4,306,121
Office general and administrative	751,607
Travel and meetings	19,609
Board of Trustees	453,382
Professional fees	860,772
Purchase of fixed assets	18,128
Web hosting and other electronic data processing costs	77,624
Other income	<u>(2,955,040)</u>
<b>TOTAL NET OPERATING EXPENSES</b>	<b><u><u>\$3,532,203</u></u></b>

**Trustee Remuneration and Expenses**

Trustee fees	\$453,382
Travel and meeting costs	<u>16,754</u>
<b>Total Remuneration and Expenses</b>	<b><u><u>\$470,135</u></u></b>

**Professional Fees**

Professional fees include audit and tax services, legal counsel for Trust constituents, claim forecast and other professional services.

**SCHEDULE C-1 - Statement of Unpaid Expenses**

As of December 31, 2021, the Trust had the following liabilities representing unpaid invoices, accounts payable, accrued professional fees and investment expenses and federal income taxes payable that represent unpaid or estimated unbilled services that have been provided to the Trust:

Income taxes payable (prepaid)	(\$778,464)
Accounts payable and other liabilities	1,077,157
Accrued professional and investment expenses	<u>64,600</u>
<b>Total Unpaid Expenses</b>	<b><u><u>\$363,293</u></u></b>

**SCHEDULES D AND D-1 - Statement of Other Distributions**

For the year ended December 31, 2021, the Trust made 20,722 personal injury claim payments for \$64,268,975. These claimants reside in the United States and several foreign countries. The number of claimants residing in each jurisdiction and the amount paid per jurisdiction is listed in Exhibit B of this accounting.

**SCHEDULES F AND F-1 - Statement of Assets on Hand**

The Statement of Net Claimants' Equity in the Financial Statements includes all Trust assets on an accrual basis of accounting as described in the Summary of Significant Special-Purpose Accounting Policies in the Consolidated Financial Statements. At December 31, 2021 the Trust recorded all of its investment securities at fair value.



	Cost	Fair Value
<b><i>Restricted <sup>(1)</sup></i></b>		
Cash equivalents	\$122,843	\$122,843
U.S. Govt. obligations	10,787,118	10,739,169
Corporate and other debt	19,220,463	19,196,139
Equities - U.S.	3,738,540	16,241,849
<b>Total</b>	<b>\$33,868,964</b>	<b>\$46,300,000</b>
	Cost	Fair Value
<b><i>Unrestricted</i></b>		
Cash equivalents	\$6,800,765	\$6,800,765
U.S. Govt. obligations	85,000,098	85,216,990
Corporate and other debt	142,893,077	143,269,883
Equities - U.S.	74,553,853	366,989,072
Equities - International	35,585,564	78,564,471
<b>Total</b>	<b>\$344,833,357</b>	<b>\$680,841,181</b>

The Trust invests in professionally managed portfolios that contain common shares of publicly traded companies, U.S. government obligations, U.S. and International equities, corporate and other debt, and money market funds. Such investments are exposed to various risks such as interest rate market and credit risks. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the Trust's account balance in the future.

- (1) Pursuant to Sections 3.01(b) (xiii) and 5.07 of the Trust Agreement a \$30 million segregated security fund was established of marketable securities to secure the Trust's indemnity obligations to current Trustees with the approval of the United States Bankruptcy Court of the Southern District of New York. The investment earnings of this fund accrue to the benefit of the Trust.

In addition, under a tax agreement between the Trust and Johns Manville Corporation (JM), the Trust was required to transfer cash to an escrow account to secure the payment of its future tax obligations. The escrow balance may be increased or decreased over time. As of December 31, 2021 securities with a market value of \$104.9 million were held by an escrow agent, of which \$16.3 million is reported as restricted in accordance with the tax agreement.

The Trust has the following other assets as of December 31, 2021: receivables, deposits and fixed assets described in the Notes to Financial Statements.

Accrued Interest and Dividends Receivable

Interest receivable	\$864,492
Dividends receivable	<u>581,300</u>
	<u>\$1,445,792</u>

<u>Deposits and Other Assets</u>	<u>\$1,282,262</u>
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Fixed Assets

As described in Note 1 of the Notes to Consolidated Financial Statements, the costs of non-income producing assets which will be exhausted during the life of the Trust, and are not available for satisfying claims, are expensed as incurred. The cumulative balance of all fixed assets purchased, net of disposals, through December 31, 2021 is as follows:

Furniture and Equipment	\$322,400
Computer Hardware and Software	533,694
e-Claims Software Development	<u>2,361,100</u>
<b>Total Fixed Assets</b>	<u><u>\$3,217,194</u></u>

## **SCHEDULE I - Statement of Pertinent Facts**

### *Increase in Pro Rata Payment Percentage to Previous Level*

The 2002 Manville Trust Distribution Process (“TDP”) at Section H requires the Trustees to perform periodic reevaluations of the pro rata payment percentage that the Trust is able to pay resolved claims. As previously reported, after a worldwide pandemic caused a sharp drop in equities markets that impacted the Trust’s asset values, the Trustees, with the required concurrence of the Selected Counsel for the Beneficiaries (“SCB”) and the Legal Representative of Future Claimants (“Legal Representative”), decreased the pro rata percentage from 5.1% to 4.3% effective April 28, 2020.

In February 2021, after the equities markets had recovered and stabilized, the Trustees proposed an increase in the pro rata percentage from 4.3% to its prior 5.1%. After the Trust received the required concurrence of the SCB and the Legal Representative, the increase took effect on February 18, 2021. All claimants receiving offers after that date were paid a pro rata percentage of 5.1%. All claimants who received initial settlement payments of 4.3% became eligible for a retroactive payment so that they receive a cumulative 5.1% of their claims’ liquidated value.

### *New SCB Members and Amendment of TDP Process for Their Selection*

On April 12, 2021, longtime SCB member Robert Steinberg died at the age of 93. He had announced his intention to retire a year earlier but the SCB was unable to obtain the appointment of a successor under the procedure then in place. At the time, Section L.3 of the Manville TDP provided that the President of the Association of Trial Lawyers of America (now known as the American Association for Justice) or his or her designee shall appoint SCB members in the event of vacancies. To streamline the process, the Trustees, with the required SCB and Legal Representative concurrence, voted at an April 20, 2021 meeting to amend TDP Section L.3. Under the amended provision, an SCB member will select his or her own successor and, if they are unable, a successor will be selected by the remaining SCB members. If the remaining members are unable to agree on a candidate, the Trustees shall appoint the new member. Additionally, the amendment makes appointment of a Special Advisor, a position that had been vacant for several years, optional.

Following that amendment, the SCB on May 12, 2021 appointed as a new member Lisa Nathanson Busch of the Weitz & Luxenberg law firm. Soon after, in July 2021, the two remaining SCB members announced their resignations after many years of service, appointing their own successors as provided by amended TDP Section L.3. Joseph F. Rice of the Motley Rice firm resigned and appointed John A. Baden, IV of the same firm as a successor. And Russell W. Budd of Baron & Budd resigned and appointed Steven T. Baron of that same firm as his successor.

The Trust expresses its thanks to Mr. Rice and Mr. Budd for their many years of service as valued advisors, and its condolences to the family of Mr. Steinberg. Their successors all have long experience with Manville Trust matters, which has enabled a smooth transition.

*Mass Subpoena Matters*

During the past decade, several companies with asbestos personal injury liabilities have filed petitions to reorganize through bankruptcy. In the course of these bankruptcy proceedings and the subsidiary litigation they spawn, the debtor or another party sometimes seeks discovery of large volumes of claims records from the Manville Trust and other asbestos bankruptcy trusts, or from the facilities that process their claims. In such cases, the Trust or its Claims Resolution Management Corporation (“CRMC”) claims processing subsidiary, through outside counsel, often object to the discovery, and demand strong confidentiality protections and other restrictions on the use of any information produced in the event the discovery is permitted to proceed.

In July and August of 2020, the debtors in two asbestos-related bankruptcy cases pending in the United States Bankruptcy Court for the Western District of North Carolina filed nearly identical motions under Rule 2004 of the Federal Rules of Bankruptcy Procedure seeking discovery of claims records from the Manville Trust and from a claims processing facility that services other asbestos bankruptcy trusts. The two cases are *In re: Bestwall LLC* and *In re: DBMP LLC*. In both cases the Manville Trust, together with the claims facility, hired outside counsel to confer with the debtor and to oppose the proposed discovery or, in the alternative, to obtain additional confidentiality protections and restrictions on use of any claimant data produced.

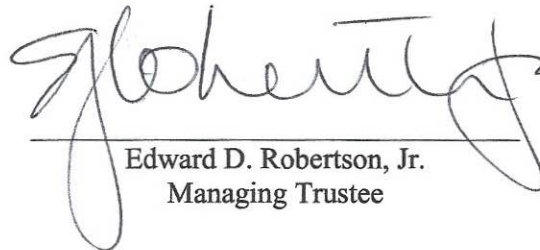
The judge presiding over the Bestwall bankruptcy held a hearing on that debtor’s discovery motion on January 21, 2021 and subsequently ruled to permit the discovery subject to some, though not all, of the restrictions the Manville Trust proposed. The Bestwall debtor served its subpoena on the Manville Trust in April 2021 and the Trust made an initial production on May 28, 2021 of information relating to those claims which had not joined in a motion to quash filed in the US District Court for the Eastern District of Virginia (“EDVA”), the jurisdiction where CRMC is located and compliance would take place. After further proceedings, the debtor withdrew its subpoena of the Manville Trust on June 7, 2021, without prejudice to reissuing the same or modified subpoena later, and it agreed to destroy the initial production the Trust had made. Through May 2022, the debtor had not reissued its subpoena nor had it issued a modified subpoena to the Manville Trust.

The judge presiding over the DBMP bankruptcy similarly ruled, on December 16, 2021, to permit discovery subject to some, though not all, of the restrictions the Manville Trust proposed, issuing an Order to that effect on February 17, 2022. Pursuant to that Order and the subpoena that soon followed, the Trust in April and May of 2022 made initial productions of information relating to claims which had not joined in a motion to quash filed in the EDVA.

In March 2021, a party involved in the bankruptcy proceedings of *In re: Imerys Talc America, Inc., et al.*, pending in the United States Bankruptcy Court for the District of Delaware, filed subpoenas seeking claims records from all the major asbestos bankruptcy claims processing facilities relating to claims records of all of their trust clients, including the Manville Trust. CRMC, which received one of these subpoenas, engaged outside counsel to oppose the proposed discovery or, in the alternative, to obtain additional confidentiality protections and restrictions on use of any claimant data produced. CRMC sent the subpoena issuer a detailed objection to the subpoena on April 19, 2021. The issuer has not pursued the matter further.

**AFFIRMATION OF TRUSTEES**


Edward D. Robertson, Jr., hereby affirms: That the foregoing Account of Trustees, insofar as it relates to the year ended December 31, 2021, contains, according to the best of my knowledge and belief, a true statement of all the receipts and disbursements of the Trustees on account of the Trust Estate and of all monies or other property belonging to the Trust Estate which have come into the hands of the Trustees or been received by any other person by order or authority of the Trustees for their use, and that I do not know of any error or omission in the account to the prejudice of any creditor of, or person interested in, the Trust Estate.



Edward D. Robertson, Jr.  
Managing Trustee

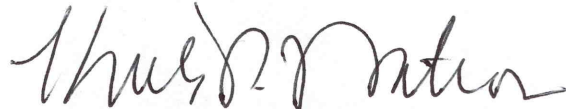
**AFFIRMATION OF TRUSTEES**

Mark A. Peterson, hereby affirms: That the foregoing Account of Trustees, insofar as it relates to the year ended December 31, 2021, contains, according to the best of my knowledge and belief, a true statement of all the receipts and disbursements of the Trustees on account of the Trust Estate and of all monies or other property belonging to the Trust Estate which have come into the hands of the Trustees or been received by any other person by order or authority of the Trustees for their use, and that I do not know of any error or omission in the account to the prejudice of any creditor of, or person interested in, the Trust Estate.

  
\_\_\_\_\_  
Mark A. Peterson  
Trustee

**AFFIRMATION OF TRUSTEES**

Kirk P. Watson, hereby affirms: That the foregoing Account of Trustees, insofar as it relates to the year ended December 31, 2021, contains, according to the best of my knowledge and belief, a true statement of all the receipts and disbursements of the Trustees on account of the Trust Estate and of all monies or other property belonging to the Trust Estate which have come into the hands of the Trustees or been received by any other person by order or authority of the Trustees for their use, and that I do not know of any error or omission in the account to the prejudice of any creditor of, or person interested in, the Trust Estate.

A handwritten signature in cursive script, appearing to read "Kirk P. Watson", written over a horizontal line.

Kirk P. Watson  
Trustee

**Audited Financial**  
**Statements for the Year**  
**Ending DECEMBER 31, 2021**  
**(EXHIBIT A)**



## **Manville Personal Injury Settlement Trust**

**Consolidated Special-Purpose Financial  
Statements with Supplementary Information**  
Years Ended December 31, 2021 and 2020

## **Manville Personal Injury Settlement Trust**

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Consolidated Special-Purpose Financial Statements  
with Supplementary Information  
Years Ended December 31, 2021 and 2020

## **Manville Personal Injury Settlement Trust**

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8401 Greensboro Drive  
Suite 800  
McLean, VA 22102

## **Independent Auditor's Report**

Trustees  
Manville Personal Injury Settlement Trust  
Peekskill, New York

### ***Opinion***

We have audited the accompanying consolidated special-purpose financial statements of the Manville Personal Injury Settlement Trust and its subsidiary (the Trust) (a statutory Trust originally created under the laws of the State of New York, and converted to a Delaware common law trust in 2018), which comprise the consolidated special-purpose statements of net claimants' equity as of December 31, 2021 and 2020, and the related consolidated special-purpose statements of changes in net claimants' equity and the consolidated special-purpose statements of cash flows for the years then ended, and the related notes to the consolidated special-purpose financial statements.

In our opinion, the accompanying consolidated special-purpose financial statements present fairly, in all material respects, the financial position of the Trust as of December 31, 2021 and 2020, and the consolidated results of its changes in net claimants' equity and its cash flows for the years then ended, in accordance with the basis of accounting described in Note 1 to the consolidated special-purpose financial statements.

### ***Basis for Opinion***

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Special-Purpose Financial Statements section of our report. We are required to be independent of the Trust and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Emphasis of Matter - Basis of Accounting***

We draw attention to Note 1 of the consolidated special-purpose financial statements which describes the basis of accounting. As described in Note 1, these consolidated special-purpose financial statements were prepared on a special-purpose basis of accounting which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter. The special-purpose basis of accounting has been used to communicate the amount of net assets presently available to fund current and future claims.



***Responsibilities of Management for the Consolidated Special-Purpose Financial Statements***

Management is responsible for the preparation and fair presentation of the consolidated special-purpose financial statements in accordance with the basis of accounting as described in Note 1 to the consolidated special-purpose financial statements, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated special-purpose financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated special-purpose financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern within one year after the date that the consolidated special-purpose financial statements are issued or available to be issued.

***Auditor's Responsibilities for the Audit of the Consolidated Special-Purpose Financial Statements***

Our objectives are to obtain reasonable assurance about whether the consolidated special-purpose financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the consolidated special-purpose financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated special-purpose financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the consolidated special-purpose financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the consolidated special-purpose financial statements.



- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

***Other Matter - Restriction of Use***

Our report is intended solely for the information and use of the management of the Trust and is not intended to be and should not be used by anyone other than the specified party. This restriction is not intended to limit the distribution of this report, upon filing with the United States Bankruptcy Court for the Southern District of New York, is a matter of public record.

*BDO USA, LLP*

McLean, Virginia  
February 25, 2022

## **Consolidated Special-Purpose Financial Statements**

**MANVILLE PERSONAL INJURY SETTLEMENT TRUST**

**CONSOLIDATED SPECIAL-PURPOSE STATEMENTS OF NET CLAIMANTS' EQUITY**

<i>December 31,</i>	2021	2020
<b>Assets</b>		
Cash equivalents and investments (Note 2)		
Restricted (Note 8)	\$ 46,300,000	\$ 42,600,000
Unrestricted	680,841,181	666,268,880
<b>Total cash equivalents and investments</b>	<b>727,141,181</b>	<b>708,868,880</b>
Accrued interest and dividend receivables	1,445,792	1,444,750
Deposits and other assets	1,282,262	511,890
<b>Total assets</b>	<b>\$ 729,869,235</b>	<b>\$ 710,825,520</b>
<b>Liabilities</b>		
Accrued expenses	\$ 1,141,757	\$ 1,658,580
Deferred income taxes (Note 9)	52,266,000	48,322,500
Unpaid personal injury claims (Notes 4, 6 and Exh. III)		
Outstanding offers	3,924,842	3,545,575
Settled, not paid	10,790,452	11,671,457
Pro rata adjustment payable	140,940	127,865
Lease commitment payable (Note 5)	2,952,711	3,269,607
<b>Total liabilities</b>	<b>71,216,702</b>	<b>68,595,584</b>
<b>Net claimants' equity (Note 6)</b>	<b>\$ 658,652,533</b>	<b>\$ 642,229,936</b>

*See accompanying notes to the consolidated special-purpose financial statements.*



# MANVILLE PERSONAL INJURY SETTLEMENT TRUST

## CONSOLIDATED SPECIAL-PURPOSE STATEMENTS OF CHANGES IN NET CLAIMANTS' EQUITY

<i>Years Ended December 31,</i>	2021	2020
<b>Net claimants' equity beginning of the year</b>	<b>\$ 642,229,936</b>	<b>\$ 631,175,821</b>
<b>Additions to net claimants' equity</b>		
Investment income (Exhibit I)	92,786,161	75,975,217
Insurance settlement proceeds	712,000	-
Decrease in outstanding claim offers	-	323,954
Decrease in lease commitments payable (Note 5)	316,896	337,747
<b>Total additions</b>	<b>93,815,057</b>	<b>76,636,918</b>
<b>Deductions from net claimants' equity</b>		
Net operating expenses (Exhibit II)	3,532,203	2,843,130
Provision for income taxes	10,079,945	5,548,963
Increase in outstanding claim offers	379,267	-
Personal injury claims settled	63,401,045	57,190,710
<b>Total deductions</b>	<b>77,392,460</b>	<b>65,582,803</b>
<b>Net claimants' equity end of year</b>	<b>\$ 658,652,533</b>	<b>\$ 642,229,936</b>

*See accompanying notes to the consolidated special-purpose financial statements.*

**MANVILLE PERSONAL INJURY SETTLEMENT TRUST**

**CONSOLIDATED SPECIAL-PURPOSE STATEMENTS OF CASH FLOWS**

<i>Years Ended December 31,</i>	<b>2021</b>	<b>2020</b>
<b>Cash inflows</b>		
Investment income receipts	\$ 10,722,323	\$ 13,164,266
Net realized gains on investment securities	59,748,219	27,148,776
Insurance settlement proceeds	712,000	-
Decrease in deposits and other assets	-	211,731
<b>Total cash inflows</b>	<b>71,182,542</b>	<b>40,524,773</b>
<b>Cash outflows</b>		
Personal injury claim payments	64,268,975	62,506,176
<b>Total claim payments</b>	<b>64,268,975</b>	<b>62,506,176</b>
Disbursements for Trust operating expenses and income taxes	14,159,055	8,079,397
Increase in deposits and other assets	770,372	-
<b>Total cash outflows</b>	<b>79,198,402</b>	<b>70,585,573</b>
<b>Net cash outflows</b>	<b>(8,015,860)</b>	<b>(30,060,800)</b>
<b>Non-cash changes</b>		
Net unrealized gain on investment securities	26,288,161	42,685,967
<b>Net increase in cash equivalents and investments</b>	<b>18,272,301</b>	<b>12,625,167</b>
<b>Cash equivalents and investments beginning of the year</b>	<b>708,868,880</b>	<b>696,243,713</b>
<b>Cash equivalents and investments end of year</b>	<b>\$ 727,141,181</b>	<b>\$ 708,868,880</b>

*See accompanying notes to the consolidated special-purpose financial statements.*

## **MANVILLE PERSONAL INJURY SETTLEMENT TRUST**

### **NOTES TO THE CONSOLIDATED SPECIAL-PURPOSE FINANCIAL STATEMENTS**

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#### **1. Organization and Summary of Significant Special-Purpose Accounting Policies**

The Manville Personal Injury Settlement Trust (the Trust), a Delaware statutory trust as of April 19, 2018, formerly organized pursuant to the laws of the state of New York, with its office in Peekskill, New York, was established pursuant to the Manville Corporation (Manville or JM) Second Amended and Restated Plan of Reorganization (the Plan). The Trust was formed to assume Manville's liabilities resulting from pending and potential litigation involving (i) individuals exposed to asbestos who have manifested asbestos-related diseases or conditions, (ii) individuals exposed to asbestos who have not yet manifested asbestos-related diseases or conditions and (iii) third-party asbestos-related claims against Manville for indemnification or contribution. Upon consummation of the Plan, the Trust assumed liability for existing and future asbestos health claims. The Trust's funding is dedicated solely to the settlement of asbestos health claims and the related costs thereto, as defined in the Plan. The Trust was consummated on November 28, 1988.

In December 1998, the Trust formed a wholly-owned corporation, the Claims Resolution Management Corporation (CRMC), to provide the Trust with claim processing and settlement services. Prior to January 1, 1999, the Trust provided its own claim processing and settlement services. CRMC began operations on January 1, 1999 in Fairfax, Virginia and subsequently relocated to Falls Church, Virginia. The accounts of the Trust and CRMC have been consolidated for financial reporting purposes. All significant intercompany balances and transactions between the Trust and CRMC have been eliminated in consolidation.

Manville and CRMC (collectively referred to as "the Trust" henceforth) was initially funded with cash, Manville securities and insurance settlement proceeds. Since consummation, the Trust has converted the Manville securities to cash and currently holds no Manville securities.

#### ***Basis of Presentation***

The Trust's financial statements are prepared using special-purpose accounting methods that differ from accounting principles generally accepted in the United States of America (US GAAP). The special-purpose accounting methods were adopted in order to communicate to the beneficiaries of the Trust the amount of equity available for payment of current and future claims. Since the accompanying consolidated special-purpose financial statements and transactions are not based upon US GAAP, accounting treatment by other parties for these same transactions may differ as to timing and amount. These special-purpose accounting methods are as follows:

1. The consolidated special-purpose financial statements are prepared using the accrual basis of accounting.
2. The funding received from JM and its liability insurers was recorded directly to net claimants' equity. These funds do not represent income of the Trust. Settlement offers for asbestos health claims are reported as deductions in net claimants' equity and do not represent expenses of the Trust.

## MANVILLE PERSONAL INJURY SETTLEMENT TRUST

### NOTES TO THE CONSOLIDATED SPECIAL-PURPOSE FINANCIAL STATEMENTS

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3. Costs of non-income producing assets, which will be exhausted during the life of the Trust and are not available for satisfying claims, are expensed as they are incurred. These costs include acquisition costs of computer hardware, software, software development, office furniture and leasehold improvements.
4. Future fixed liabilities and contractual obligations entered into by the Trust are recorded directly against net claimants' equity. Accordingly, the future minimum rental commitments outstanding at period end for non-cancelable operating leases, net of any sublease agreements, have been recorded as deductions to net claimants' equity.
5. The liability for unpaid claims reflected in the consolidated special-purpose statements of net claimants' equity represents settled but unpaid claims and outstanding settlement offers. Post-Class Action complaint claims' liability is recorded once a settlement offer is made to the claimant (Note 4 and 6) at the amount equal to the expected pro rata payment. No liability is recorded for future claim filings and filed claims on which no settlement offer has been made. Net claimants' equity represents funding available to pay present and future claims on which no fixed liability has been recorded.
6. Investment securities are recorded at fair value. All interest and dividend income on investment securities, net of investment expenses are included in investment income on the consolidated special-purpose statements of changes in net claimants' equity. Realized and unrealized gains and losses on investment securities are combined and recorded on the consolidated special-purpose statements of changes in net claimants' equity.  
  
Realized gains/losses on investment securities are recorded based on the security's original cost. At the time a security is sold, all previously recorded unrealized gains/losses are reversed and recorded net, as a component of other unrealized gains/losses in the accompanying consolidated statements of changes in net claimants' equity.
7. The Trust records deferred tax assets and liabilities for the expected future tax consequences of temporary differences between the book and tax basis of assets and liabilities.
8. Revenue earned from claims processing services provided by CRMC to third parties is treated as a reduction of the Trust's net operating expenses (see Exhibit II). Revenue is recorded as services are provided to those third-party customers.

#### ***Use of Estimates***

The preparation of financial statements in conformity with the special-purpose accounting methods described above requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the consolidated special-purpose financial statements and the reported amounts of additions and deductions to net claimants' equity during the reporting period. Actual results could differ from those estimates. The most significant estimates with regard to these consolidated special-purpose financial statements relate to unpaid claims, as discussed in Notes 4 and 6.

**MANVILLE PERSONAL INJURY SETTLEMENT TRUST****NOTES TO THE CONSOLIDATED SPECIAL-PURPOSE FINANCIAL STATEMENTS****2. Cash Equivalents and Investments**

At December 31, 2021 and 2020, the Trust has recorded all of its investment securities at fair value, as follows:

<b><i>Restricted</i></b>	2021		2020	
	Cost	Fair Value	Cost	Fair Value
<i>Description</i>				
Cash equivalents	\$ 122,843	\$ 122,843	\$ 325,467	\$ 325,467
U.S. Govt. obligations	10,787,118	10,739,169	10,238,353	10,400,292
Corporate and other debt	19,220,463	19,196,139	18,897,396	19,290,533
Equities - U.S.	3,738,540	16,241,849	3,401,264	12,583,708
<b>Total</b>	<b>\$ 33,868,964</b>	<b>\$ 46,300,000</b>	<b>\$ 32,862,480</b>	<b>\$ 42,600,000</b>

<b><i>Unrestricted</i></b>	2021		2020	
	Cost	Fair Value	Cost	Fair Value
<i>Description</i>				
Cash equivalents	\$ 6,800,765	\$ 6,800,765	\$ 16,744,514	\$ 16,744,514
U.S. Govt. obligations	85,000,098	85,216,990	77,577,451	79,134,303
Corporate and other debt	142,893,077	143,269,883	136,630,917	140,780,031
Equities - U.S.	74,553,853	366,989,072	85,113,554	353,092,030
Equities - International	35,585,564	78,564,471	37,789,265	76,518,002
<b>Total</b>	<b>\$ 344,833,357</b>	<b>\$ 680,841,181</b>	<b>\$ 353,855,701</b>	<b>\$ 666,268,880</b>

The Trust invests in two types of derivative financial instruments. Equity index futures are used as strategic substitutions to cost effectively replicate the underlying index of its domestic equity investment fund. At December 31, 2021, the fair value of these instruments was approximately \$1.06 million and is included in investments on the consolidated special-purpose statements of net claimants' equity. Foreign currency forwards are utilized for both currency translation purposes and to economically hedge against some of the currency risk inherent in foreign equity issues and are generally for periods up to 90 days. At December 31, 2021, the Trust held \$39.3 million in net foreign currency forward contracts. The unrealized loss on these outstanding currency forward contracts of approximately \$0.1 million is offset by an equal unrealized gain due to currency exchange on the underlying international securities. These net amounts are recorded in the consolidated special-purpose statements of net claimants' equity at December 31, 2021.

The Trust invests in professionally managed portfolios that contain common shares of publicly traded companies, U.S. government obligations, U.S. and International equities, corporate and other debt, and money market funds. Such investments are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investments securities, it is reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the Trust's account balance in the future and the amounts reported in the consolidated special-purpose statements of net claimants' equity and consolidated special-purpose statements of changes in net claimants' equity.

## MANVILLE PERSONAL INJURY SETTLEMENT TRUST

### NOTES TO THE CONSOLIDATED SPECIAL-PURPOSE FINANCIAL STATEMENTS

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#### 3. Fixed Assets

The cost of non-income producing assets that will be exhausted during the life of the Trust and are not available for satisfying claims are expensed as incurred. Since inception, the cost of fixed assets expensed, net of disposals, include:

	2021	2020
Acquisition of furniture and equipment	\$ 322,400	\$ 322,400
Acquisition of computer hardware and software	533,694	515,566
Computer software development (e-Claims)	2,361,100	2,361,100
	<b>\$ 3,217,194</b>	<b>\$ 3,199,066</b>

These items have not been recorded as assets, but rather as direct deductions to net claimants' equity in the accompanying consolidated special-purpose financial statements.

#### 4. Unpaid Claims

The Trust distinguishes between claims that were resolved prior to the filing of the class action complaint on November 19, 1990, and claims resolved after the filing of that complaint. Claims resolved prior to the complaint (Pre-Class Action Claims) were resolved under various payment plans, all of which called for 100% payment of the full liquidated amount without interest over some period of time. However, between July 1990 and February 1995, payments on all claims, except qualified exigent health and hardship claims, were stayed by the courts. By court order on July 22, 1993 (which became final on January 11, 1994), a plan submitted by the Trust was approved to immediately pay, subject to claimant approval, a discounted amount on settled, but unpaid Pre-Class Action Claims, in full satisfaction of these claims. The discount amount taken, based on the claimants who accepted the Trust's discounted offer, was approximately \$135 million.

The unpaid liability for the Post-Class Action claims represents outstanding offers made in first-in, first-out (FIFO) order to claimants eligible for settlement after November 19, 1990. Under the Trust Distribution Process (TDP) (Note 6), claimants receive an initial pro rata payment equal to a percentage of the liquidated value of their claim. The Trust remains liable for the unpaid portion of the liquidated amount only to the extent that assets are available after paying all claimants the established pro rata share of their claims. The Trust makes these offers electronically for law firms that file their claims electronically (e-filers), or by sending an offer letter and a release form for claimants that file their proof of claim on paper. E-filers may accept their offers electronically and the Trust records a settled, but unpaid claim at the time of acceptance, then makes payment upon receipt of an acceptable signed release. Paper filers may accept their offer by submitting an acceptable signed release, upon receipt of which the Trust sends a check. An unpaid claim liability is recorded once an offer is made. The unpaid claim liability remains on the Trust's books until accepted or expiration of the offer after 360 days. Expired offers may be reinstated if the claimant accepts the original offer within two years of offer expiration.

**MANVILLE PERSONAL INJURY SETTLEMENT TRUST**

**NOTES TO THE CONSOLIDATED SPECIAL-PURPOSE FINANCIAL STATEMENTS**

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**5. Commitments**

CRMC signed a 7-year and 7-month office lease effective October 1, 2015 at a location in Falls Church, Virginia. In October 2018, CRMC signed a lease extension at its current location in Falls Church, Virginia. This lease will expire on September 30, 2028. Future minimum rental commitments under this operating lease, as of December 31, 2021, are as follows:

*Years ending December 31,*

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2022	\$	456,581
2023		404,212
2024		416,301
2025		428,793
2026		441,651
Thereafter		805,173
		<hr/>
		\$ 2,952,711

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This obligation has been recorded as a liability in the accompanying consolidated special-purpose statements of net claimants' equity.

**6. Net Claimants' Equity**

A class action complaint was filed on behalf of all Trust beneficiaries on November 19, 1990, seeking to restructure the methods by which the Trust administers and pays claims. On July 25, 1994, the parties signed a Stipulation of Settlement that included a revised TDP. The TDP prescribes certain procedures for distributing the Trust's limited assets, including pro rata payments and initial determination of claim value based on scheduled diseases and values. The Court approved the settlement in an order dated January 19, 1995 and the Trust implemented the TDP payment procedures effective February 21, 1995.

Prior to the commencement of the class action in 1990, the Trust filed a motion for a determination that its assets constitute a "limited fund" for purposes of Federal Rules of Civil Procedure 23(b)(1)(B). The Courts adopted the findings of the Special Master that the Trust is a "limited fund". In part, the limited fund finding concludes that there is a substantial probability that estimated future assets of the Trust are and will be insufficient to pay in full all claims that have been and will be asserted against the Trust.

The TDP contains certain procedures for the distribution of the Trust's limited assets. Under the TDP, the Trust forecasts its anticipated annual sources and uses of cash until the last projected future claim has been paid. A pro rata payment percentage is calculated such that the Trust will have no remaining assets or liabilities after the last future claimant receives his/her pro rata share.

Prior to the implementation of the TDP, the Trust conducted its own research and monitored studies prepared by the Courts' appointee regarding the valuation of Trust assets and liabilities. Based on this valuation, the TDP provided for an initial 10% payment of the liquidated value of then current and estimated future claims (pro rata payment percentage). As required by the TDP, the Trust has periodically reviewed the values of its projected assets and liabilities to determine

## **MANVILLE PERSONAL INJURY SETTLEMENT TRUST**

### **NOTES TO THE CONSOLIDATED SPECIAL-PURPOSE FINANCIAL STATEMENTS**

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whether a revised pro rata payment percentage should be applied. In June 2001, the pro rata percentage was reduced from 10% to 5%.

During the second and third quarters of 2002, the Selected Counsel for the Beneficiaries (SCB) and Legal Representative of Future Claimants (Legal Representative) and the Trust met to discuss amending the TDP. As a result of these meetings, in late August 2002, the parties agreed to TDP amendments that are now contained in what is referred to as the "2002 TDP". The 2002 TDP principally changes the categorization criteria and scheduled values for the scheduled diseases.

In January 2008, the Trust completed a review of the Trust's projected assets and liabilities. Based upon this review, the Trustees approved an increase in the pro rata percentage from 5% to 7.5%. This proposed change received the required concurrence of the SCB and the Legal Representative in early March 2008. Under the TDP, any claimant who received less than the current pro rata percentage is entitled to receive a retroactive payment sufficient to increase their previous payment percentage to the current pro rata percentage. Accordingly, the Trust recorded a liability of \$365.7 million for approximately 282,000 personal injury claimants eligible to receive a retroactive payment.

In January 2012, the Trustees amended the 2002 TDP to include a provision requiring the Trust to determine the Maximum Annual Payment (MAP) amount, which limits the amount of claim payments in any one year based upon its projections of assets and liabilities at the current pro rata percentage. Once the claim payments in any one year reach the annual MAP amount, the Trust ceases claim payments and any unpaid claims are carried over to the next year and placed at the front of the FIFO payment queue.

In August 2014, the Trust completed a review of the Trust's projected assets and liabilities. Based upon this review, the Trustees approved a decrease in the pro rata percentage from 7.5% to 6.25%. This change received the required concurrence of the SCB and Legal Representative.

In November 2016, the Trust completed a review of the Trust's projected assets and liabilities. Based upon this review, the Trustees approved a decrease in the pro rata percentage from 6.25% to 5.1%. This change received the required concurrence of the SCB and Legal Representative. All claimants receiving offers after November 4, 2016, were paid a pro rata percentage of 5.1%.

In late 2019, the Trustees began a review of the Trust's projected assets and liabilities. Upon completion of that review, which coincided with a sharp decline in equities markets caused by the COVID-19 pandemic, reducing the value of the Trust's assets, the Trustees proposed a decrease in the pro rata percentage from 5.1% to 4.3%. After the Trust received the required concurrence of the SCB and the Legal Representative, the decrease took effect on April 28, 2020.

In February 2021, the Trust completed a review of the Trust's projected assets and liabilities. Based upon this review, the Trustees approved on February 15, 2021, an increase in the pro rata percentage from 4.3% to 5.1%. This proposed change received the required concurrence of the SCB and the Legal Representative. Under the TDP, any claimant who received less than the current pro rata percentage is entitled to receive a retroactive payment sufficient to increase their previous payment percentage to the current pro rata percentage. Accordingly, the Trust paid at the end of February 2021 approximately \$5.6 million to all the personal injury claimants eligible to receive a retroactive payment. All claimants receiving offers after February 15, 2021 were paid a pro rata percentage of 5.1%.



## **MANVILLE PERSONAL INJURY SETTLEMENT TRUST**

### **NOTES TO THE CONSOLIDATED SPECIAL-PURPOSE FINANCIAL STATEMENTS**

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#### **7. Employee Benefit Plans**

The Trust established a tax-deferred employee savings plan (the Plan) under Section 401(k) of the Internal Revenue Code, with an effective date of January 1, 1988. On April 7, 2016, the Plan was amended and restated as the CRMC Salary Savings and Retirement Plan. The Plan allows employees to defer a percentage of their salaries within limits set by the Internal Revenue Code with CRMC matching contributions by employees of up to 6% of their salaries. The total employer contributions and expenses under the Plan were approximately \$205,600 and \$181,800 for the years ended December 31, 2021 and 2020, respectively.

#### **8. Restricted Cash Equivalents and Investments**

In order to avoid the high costs of director and officer liability insurance (approximately \$2.5 million in 1990), the Trust ceased purchasing such insurance in 1991 and, with the approval of the United States Bankruptcy Court for the Southern District of New York, the Trust established a segregated security fund. Pursuant to this authority, the Trust currently maintains \$30 million in a separate escrow account for the purpose of securing the obligation of the Trust to indemnify former and current Trustees. The investment earnings on these escrow accounts accrue to the benefit of the Trust.

Additionally, as a condition of the tax agreement between JM and the Trust discussed in Note 9, the Trust was required to transfer \$30 million in cash to an escrow account to secure the payment of its future income tax obligations post settlement of the transaction. The escrow account balance may be increased or decreased over time. As of December 31, 2021, securities with a market value of \$104.9 million were held by an escrow agent, of which \$16.3 million is reported as restricted in accordance with the agreement.

#### **9. Income Taxes**

For federal income tax purposes, JM had elected for the qualified assets of the Trust to be taxed as a Designated Settlement Fund (DSF). Income and expenses associated with the DSF are taxed in accordance with Section 468B of the Internal Revenue Code, which obligates JM to pay for any federal income tax liability imposed upon the DSF. In addition, pursuant to an agreement between JM and the Trust, JM is obligated to pay for any income tax liability of the Trust. In a subsequent separate agreement between the Trust and JM to facilitate the sale of JM to a third party, JM paid the Trust \$90 million to settle the JM obligation to the Trust. In return, the Trust terminated JM's contractual liability for income taxes of the DSF and agreed to indemnify JM with respect to all future income taxes of the Trust and established an escrow fund to secure such indemnification. The statutory income tax rate for this DSF is 15%. As a Delaware domiciled trust, the Trust is not subject to state income taxes. CRMC files separate federal and state corporate income tax returns.

As of December 31, 2021 and 2020, the Trust has recorded a net deferred tax liability from net unrealized gains on investment securities of approximately \$52.3 million and \$48.3 million, respectively. As of December 31, 2021, the Trust had prepaid net income taxes of \$0.8 million. As of December 31, 2020, the Trust had net income taxes payable of \$0.7 million. These amounts are included within deposits and other assets as of December 31, 2021 and accrued expenses as of December 31, 2020, respectively, in the consolidated special-purpose statements of net claimants' equity.

## MANVILLE PERSONAL INJURY SETTLEMENT TRUST

### NOTES TO THE CONSOLIDATED SPECIAL-PURPOSE FINANCIAL STATEMENTS

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#### 10. Proof of Claim Forms Filed

Proof of claim forms filed as December 31, 2021 and 2020 with the Trust are as follows:

	2021	2020
Claims filed	\$ 1,092,607	\$ 1,078,370
Withdrawn (1)	(107,438)	(107,121)
Expired offers (2)	(2,354)	(2,456)
Active claims	982,815	968,793
Settled claims	(970,291)	(956,299)
Claims currently eligible for settlement	\$ 12,524	\$ 12,494

(1) Principally claims that have received a denial notification and the claim is in an expired status for more than two years. These claims must be refiled to receive a new offer.

(2) Claims that received a Trust offer or denial, but failed to respond within the specified response period, usually 360 days. As of December 31, 2021 and 2020, approximately 255 and 321 respectively, of the claims with expired offers are still eligible to accept their original offer with a payment value of \$0.35 million and \$0.60 million, respectively. All claims with expired offers may be reactivated upon written request by the claimant and will be eligible for a new offer at the end of the FIFO queue.

#### 11. Risks and Uncertainties

On January 30, 2020, the World Health Organization (WHO) announced a global health emergency because of a new strain of coronavirus originating in Wuhan, China (the COVID-19 outbreak) and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally.

The COVID-19 pandemic has greatly contributed to significant volatility in financial markets through the date of issuance of these consolidated special-purpose financial statements. In addition, the COVID-19 pandemic has impacted the operational and logistical processes of organizations. The Trustees, Trust advisors, and management of the Trust continue to monitor the impact of this global situation on the Trust's financial condition and operations. Given the daily evolution of the COVID-19 pandemic and the global responses to curb its spread, the Trust is not able to estimate the long-term effects of the COVID-19 pandemic on its financial condition and operations.

#### 12. Subsequent Events

The Trust has evaluated its December 31, 2021 consolidated special-purpose financial statements for subsequent events through February 25, 2022, the date the consolidated special-purpose financial statements were available to be issued. The Trust is not aware of any subsequent events which would require recognition or disclosure in the consolidated special-purpose financial statements.

## **Supplementary Information**

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Suite 800  
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## Independent Auditor's Report on Supplementary Information

Trustees  
Manville Personal Injury Settlement Trust  
Peekskill, New York

Our audit of the consolidated special-purpose financial statements included in the preceding section of this report was conducted for the purpose of forming an opinion on those special-purpose statements as a whole. The supplementary information presented in the following section of this report is presented for purposes of additional analysis and is not a required part of those consolidated special-purpose financial statements. The following exhibits are provided in accordance with Article 3.02 (d)(iii) of the Manville Personal Injury Settlement Trust Agreement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated special-purpose financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated special-purpose financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated special-purpose financial statements or to the consolidated special-purpose financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the consolidated special-purpose financial statements as a whole.

*BDO USA, LLP*

McLean, Virginia  
February 25, 2022

**MANVILLE PERSONAL INJURY SETTLEMENT TRUST**

**SUPPLEMENTARY SCHEDULE OF CONSOLIDATED  
SPECIAL-PURPOSE INVESTMENT INCOME**

<i>Years Ended December 31,</i>	2021	2020
<b>Investment income</b>		
Interest	\$ 4,213,514	\$ 6,067,403
Dividends	7,477,284	7,387,410
<b>Total interest and dividends</b>	11,690,798	13,454,813
Net realized gains	59,748,219	27,148,776
Net unrealized gain, net of the change in deferred income taxes (Note 9)	22,344,661	36,282,467
Investment expenses	(997,517)	(910,839)
<b>Total investment income</b>	\$ 92,786,161	\$ 75,975,217

*See independent auditor's report on supplementary information.*

## MANVILLE PERSONAL INJURY SETTLEMENT TRUST

### **SUPPLEMENTARY SCHEDULE OF CONSOLIDATED SPECIAL-PURPOSE NET OPERATING EXPENSES**

<i>Years Ended December 31,</i>	<i>2021</i>	<i>2020</i>
<b>Net operating expenses</b>		
Personnel costs	\$ 4,306,121	\$ 4,371,006
Office, general and administrative	751,607	662,741
Travel and meetings	19,609	4,890
Board of Trustees	453,382	426,516
Professional fees	860,772	467,734
Net fixed asset purchases	18,128	21,677
Web hosting and other EDP costs	77,624	60,227
Claims processing services revenue and other income	(2,955,040)	(3,171,661)
<b>Total net operating expenses</b>	<b>\$ 3,532,203</b>	<b>\$ 2,843,130</b>

*See independent auditor's report on supplementary information.*

**MANVILLE PERSONAL INJURY SETTLEMENT TRUST**

**SUPPLEMENTARY SCHEDULE OF LIQUIDATED CLAIMS**

**SINCE CONSUMMATION (NOVEMBER 28, 1988)  
THROUGH DECEMBER 31, 2021**

	Number	Amount	Average
<b>Trust Liquidated Claims</b>			
<b>Pre-Class Action Complaint November 19, 1990 and Before-</b>			
Full Liquidated Claim Value	27,590	\$ 1,187,852,399	
Present Value Discount (1)	-	(135,306,535)	
Net Settlements	27,590	1,052,545,864	
Payments	(27,590)	(1,052,545,864)	\$ 38,150
Unpaid Balance	-	\$ -	
<b>Post-Class Action Complaint After November 19, 1990-</b>			
Offers Made at Full Liquidated Amount	943,998	\$ 50,756,687,088	
Reduction in Claim Value (2)	-	(46,709,465,000)	
Net Offer Amount	943,998	4,047,222,088	
Offers Accepted	(942,701)	(4,043,297,246)	\$ 4,289
Outstanding Offers	1,297	3,924,842	
Offers Accepted, Not Paid	4,411	10,790,452	
Unpaid Balance	5,708	\$ 14,715,294	
<b>Total Trust Liquidated Claims</b>	<b>970,291</b>	<b>\$ 5,095,843,110</b>	<b>\$ 5,252</b>
<b>Manville Liquidated Claims Paid (3)</b>	<b>158</b>	<b>\$ 24,946,620</b>	
<b>Co-Defendant Liquidated Claims (4)</b>			
Settlement Claim Value		\$ 95,329,160	
Investment Receipts (5)		2,624,732	
Payments		(97,953,892)	
<b>Payable</b>		<b>\$ -</b>	

- (1) The unpaid liability for Pre-Class Action Complaint claims has been reduced based upon a plan approved by the Courts in January 1994, which requires the Trust to offer to pay a discounted amount in full satisfaction of the unpaid claim amount.
- (2) Under the TDP, Post Class Action Complaint claims have been reported at a pro rata percentage of their liquidated value.
- (3) Manville Liquidated Claims refers to Liquidated AH Claims (as defined in the Plan), which the Trust has paid pursuant to an order of the United States Bankruptcy Court for the Southern District of New York dated January 27, 1987.
- (4) Number of personal injury claimants not identifiable.
- (5) Investment receipts of separate investment escrow account established for the sub-class beneficiaries per the Stipulation of Settlement, net of income taxes.

**MANVILLE PERSONAL INJURY SETTLEMENT TRUST**

**SUPPLEMENTARY SCHEDULE OF LIQUIDATED CLAIMS**

**FOR THE YEAR ENDED DECEMBER 31, 2021**

	Number	Amount	Average
<b>Trust Liquidated Claims</b>			
<b>Post-Class Action Complaint</b>			
<b>After November 19, 1990 (1)</b>			
Offers Outstanding as of December 31, 2	1,064	\$ 3,545,575	
Net Offers Made (2)	14,225	63,780,312	
Offers Accepted	(13,992)	(63,401,045)	\$ 4,531
Offers Outstanding as of December 31, 2	1,297	3,924,842	
Offers Accepted, Not Paid as of Dec. 31,	4,411	10,790,452	
Payable as of December 31, 2021	5,708	\$ 14,715,294	
<b>Co-Defendant Liquidated Claims</b>			
Payable as of December 31, 2020		\$ -	
Settled 2021		-	
Paid 2021		-	
Payable as of December 31, 2021		\$ -	

(1) Under the TDP, Post Class Action Complaint claims have been reported at a pro rata percentage of their liquidated value.

(2) Represents payment offers made during the period net of rejected and expired offers.



**Claim Payments**  
**(EXHIBIT B)**

**MANVILLE PERSONAL INJURY SETTLEMENT TRUST  
PAYMENTS BY CLAIMANT RESIDENCY STATE/COUNTRY  
CLAIMS PAID JANUARY 1 THROUGH DECEMBER 31, 2021**

<b>State/Country</b>	<b># of Payments</b>	<b>Payment</b>
<b>USA</b>		
Armed Forces Americas (except Canada)	2	\$3,693
Armed Forces Africa, Canada, Europe, and Middle East	1	\$4,845
Alaska	9	\$81,532
Alabama	662	\$1,147,513
Arkansas	184	\$491,349
Arizona	151	\$600,926
California	604	\$4,027,773
Canada	703	\$7,404,261
Colorado	83	\$470,988
Connecticut	53	\$267,694
District of Columbia	6	\$59,150
Delaware	216	\$911,481
Florida	544	\$2,299,324
Federated States of Micronesia	1	\$2,295
Georgia	244	\$600,264
Guam	2	\$18,600
Hawaii	24	\$108,475
Iowa	59	\$230,310
Idaho	32	\$281,199
Illinois	2,109	\$7,618,263
Indiana	376	\$821,538
Kansas	190	\$462,443
Kentucky	209	\$467,127
Louisiana	238	\$1,236,701
Massachusetts	835	\$1,867,044
Maryland	377	\$966,097
Maine	54	\$293,106
Michigan	410	\$1,250,075
Minnesota	101	\$688,659
Missouri	498	\$1,334,508
Northern Mariana Islands	5	\$3,036
Mississippi	463	\$829,968
Montana	27	\$163,035
North Carolina	445	\$1,435,131
North Dakota	20	\$156,710
Nebraska	101	\$194,635
New Hampshire	28	\$99,302
New Jersey	133	\$884,292
New Mexico	28	\$143,959
Nevada	41	\$268,686
New York	680	\$3,681,806
Ohio	1,169	\$2,510,987
Oklahoma	104	\$507,429
Oregon	70	\$476,334
Pennsylvania	662	\$3,277,946
Rhode Island	29	\$219,022
South Carolina	325	\$1,014,928
South Dakota	8	\$30,627
Tennessee	621	\$1,014,641

**MANVILLE PERSONAL INJURY SETTLEMENT TRUST  
PAYMENTS BY CLAIMANT RESIDENCY STATE/COUNTRY  
CLAIMS PAID JANUARY 1 THROUGH DECEMBER 31, 2021**

<b>State/Country</b>	<b># of Payments</b>	<b>Payment</b>
Texas	3,992	\$4,967,910
Utah	46	\$270,615
Virginia	362	\$1,383,794
Virgin Islands of the U.S.	1	\$17,850
Vermont	2	\$5,800
Washington	1,990	\$2,435,342
Wisconsin	129	\$776,212
West Virginia	166	\$679,321
Wyoming	14	\$81,317
Subtotal	20,638	\$63,547,864
Non US Residency	60	\$756,457
Total	<b>20,698</b>	<b>\$64,304,321</b>
Less Settlements Reversed and Amounts Returned in 2021	<b>24</b>	<b>(\$35,346)</b>
Grand Total Claim Payments	<b>20,722</b>	<b>\$64,268,975</b>

**Motion to Approve Account**  
**of Trustees**  
**(EXHIBIT C)**

UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK

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In re	)	
	)	In Proceedings For A
	)	Reorganization Under
JOHNS-MANVILLE CORPORATION,	)	Chapter 11
et al.,	)	
	)	Case Nos. 82 B 11656 (CGM)
Debtors.	)	Through 82 B 11676 (CGM)
	)	Inclusive

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**AMENDED MOTION TO APPROVE ACCOUNT OF TRUSTEES  
AND FINANCIAL STATEMENTS  
OF MANVILLE PERSONAL INJURY SETTLEMENT TRUST  
FOR THE PERIOD JANUARY 1, 2021 THROUGH DECEMBER 31, 2021**

TO: THE HONORABLE Cecelia G. Morris  
UNITED STATES BANKRUPTCY JUDGE

Edward D. Robertson, Jr., Mark A. Peterson, and Kirk P. Watson, Trustees of the  
Manville Personal Injury Settlement Trust and the Manville Personal Injury Settlement Trust (the  
"Trust"), by their counsel, respectfully represent:

1. On August 26, 1982, Johns-Manville Corporation and the other Debtors herein  
("Manville") filed voluntary petitions for reorganization under Chapter 11 of the Bankruptcy  
Code.
2. By order dated December 22, 1986 (the "Confirmation Order"), Manville's Second  
Amended and Restated Plan of Reorganization, as modified (the "Plan"), was confirmed.
3. Exhibit A to the Plan is a Glossary of defined terms used in the Plan, Exhibits and  
Annexes. Capitalized terms used in this Application and the Account it describes not otherwise  
defined herein have the meanings set forth in the Glossary.

4. The Confirmation Order became a Final Order on October 28, 1988. Pursuant to the Plan, November 28, 1988 was the Consummation Date.

5. John C. Sawhill, Donald M. Blinken, Francis H. Hare, Jr., Christian E. Markey, Jr., and Daniel Fogel, or Gladys Fogel as executrix for the Estate of Daniel Fogel, the original Trustees of the Trust, previously filed accounts for the periods January 9, 1987 (Inception) through November 28, 1988; November 29, 1988 through December 31, 1989; January 1, 1990 through December 31, 1990; and January 1, 1991 through July 5, 1991. Christian E. Markey, Louis Klein, Jr., Robert A. Falise and Frank J. Macchiarola (the Former Trustees) previously filed an account for the period (partially as to the Former Trustees) July 6, 1991 through December 31, 1991. The Former Trustees also filed an account for the period January 1, 1992 through December 31, 1992, as well for the periods of January 1, 1993 through December 31, 1993, January 1, 1994 through December 31, 1994, January 1, 1995 through June 30, 1995, July 1, 1995 through December 31, 1995, January 1, 1996 through December 31, 1996, January 1, 1997 through December 31, 1997, January 1, 1998 through December 31, 1998, January 1, 1999 through December 31, 1999, January 1, 2000 through December 31, 2000, January 1, 2001 through December 31, 2001, January 1, 2002 through December 31, 2002, January 1, 2003 through December 31, 2003, January 1, 2004 through December 31, 2004, January 1, 2005 through December 31, 2005, January 1, 2006 through December 31, 2006, January 1, 2007 through June 30, 2007. Robert A. Falise, Frank J. Macchiarola and Mark A. Peterson filed an account for the periods July 1, 2007 through December 31, 2007, January 1, 2008 through December 31, 2008, January 1, 2009 through December 31, 2009, January 1, 2010 through December 31, 2010 and January 1, 2011 through December 31, 2011. Robert A. Falise and Mark A. Peterson, on behalf of themselves as well as the Estate of the late Trustee Frank J.

Macchiarola filed an account for the period January 1, 2012 through December 31, 2012. Robert A. Falise, Mark A. Peterson and Edward D. Robertson, Jr. filed an account for the period January 1, 2013 through December 31, 2013. Robert A. Falise, Mark A. Peterson, Edward D. Robertson, Jr., and Kirk P. Watson filed an account for the period January 1, 2014 through December 31, 2014. Edward D. Robertson, Jr., Mark A. Peterson, and Kirk P. Watson, for themselves and the Estate of the late Trustee Robert A. Falise, filed an account for the period January 1, 2015 through December 31, 2015. And Edward D. Robertson, Jr., Mark A. Peterson, and Kirk P. Watson filed accounts for the periods January 1, 2016 through December 31, 2016, January 1, 2017 through December 31, 2017, January 1, 2018 through December 31, 2018, January 1, 2019 through December 31, 2019, and January 1, 2020 through December 31, 2020. All of these accounts have been approved by the Court.

7. This Court has jurisdiction over this Application pursuant to 28 U.S.C. §§ 1334(b) and 157(a) and the July 10, 1984 Referral Order of the Southern District of New York (Ward, Acting C.J.); 11 U.S.C. § 1142(b); the Plan, §§ 10.1.G. and L. and Order Confirming Debtors' Second Amended and Restated Plan, December 22, 1986, pp. 23-25; and the Manville Personal Injury Settlement Trust Agreement, § 6.14. See also Order Further Amplifying Order Authorizing the Interim Establishment of the Manville Personal Injury Settlement Trust Pending Consummation of the Debtors' Plan of Reorganization, (Bankr. S.D.N.Y., Lifland, C.B.J.), March 18, 1988.

8. Pursuant to the foregoing, the Trustees on June 22, 2022 have filed their Account of Trustees and Financial Statements for the period January 1, 2021 through December 31, 2021, [ECF No. 4405] the "Account"),

9. Pursuant to this Court's Order of August 21, 2020 [ECF No. 4384], which provided instructions for the service of the Account of Trustees for the year 2019 as well as for any future Account of the Trustees, the Trust will no later than July 21, 2022 serve by mail or email a Notice of Filing upon all persons and entities who have claims then pending with the Trust, consisting of *pro se* claimants or their personal representatives and attorneys for personal injury claimants, codefendants and distributors with pending claims. The Notice of Filing will provide notice of this amended motion, and will state that objections, if any, to the Account, this amended motion, and the annexed proposed order shall be made in writing, shall state with particularity the grounds therefor, and shall be filed with this Court and served upon and received by the undersigned counsel for the Trust and the Trustees on or before August 4, 2022. The Notice of Filing will further notify the recipients that a hearing on this amended motion, the Account, and annexed proposed order and objections thereto, if any, shall be held via Zoom on the 18<sup>th</sup> day of August, 2022 at 9 o'clock in the morning of said day pursuant to the Court's procedures for Zoom appearances.

10. Also pursuant to this Court's Order of August 21, 2020 [ECF No. 4384], the Trust will no later than July 21, 2022 serve complete copies of the Account, this motion, the annexed proposed order, and the Notice of Filing to the individuals listed in that August 21, 2020 Order or their successors. The Trust will also make complete copies of all such documents on its website, and will make them available upon request in writing, and the Trust will serve a Certificate of Service with this Court prior to August 11, 2022 certifying that these actions have been performed.

WHEREFORE, the Trust and the Trustees respectfully request that, pursuant to the foregoing, the Court enter the annexed proposed order judicially settling, approving and




allowing the Account and discharging the Trustees and for such further and different relief as the Court may deem just and proper.

Respectfully submitted,

Manville Personal Injury  
Settlement Trust

Dated: June 29, 2022  
Fall Church, Virginia

By   
\_\_\_\_\_  
Jared S. Garelick  
General Counsel  
3120 Fairview Park Dr.  
Suite 200  
Falls Church, Virginia 22042

Order Approving  
Account of Trustees  
(EXHIBIT D)

UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK

In re

JOHNS-MANVILLE CORPORATION,  
et al.,

Debtors.

In Proceedings For A  
Reorganization Under  
Chapter 11

Case Nos. 82 B 11656 (CGM)  
Through 82 B 11676 (CGM)  
Inclusive

**ORDER APPROVING ACCOUNT OF TRUSTEES  
AND FINANCIAL STATEMENTS  
OF MANVILLE PERSONAL INJURY SETTLEMENT TRUST  
FOR THE PERIOD JANUARY 1, 2021 THROUGH DECEMBER 31, 2021**

Upon the Amended Motion dated June 29, 2022 [ECF no. 4408] of Edward D. Robertson, Jr., Mark A. Peterson, and Kirk P. Watson, Trustees of the Manville Personal Injury Settlement Trust (the "Trustees"), and the Manville Personal Injury Settlement Trust (the "Trust"), by their counsel, to Approve Account of Trustees and Financial Statements of the Manville Personal Injury Settlement Trust for the Period January 1, 2021 through December 31, 2021 (the "Motion"), and the Account of Trustees and Financial Statements of the Trust for the Year Ending December 31, 2021 (the "Account") [ECF No. 4405].

IT APPEARING THAT, proper notice of the Motion and Account was given as set forth in the Order of this Court dated August 21, 2020 [ECF No. 4384] as evidenced by the Certificate of Service filed on September 13, 2022 [ECF No. 4415] which notice directed that objections, if any, to the Motion, Account, and Proposed Order shall be made in writing, and shall be filed with the Court and served upon and received by the Trust on or before September 12, 2022.

AND IT FURTHER APPEARING THAT, no objection to the Motion was filed,

AND IT FURTHER APPEARING THAT, a hearing on the Motion and Account was held by this Court via Zoom on the 15<sup>th</sup> day of September, 2022,

AND after due deliberation and sufficient cause appearing therefor, it is NOW, on motion of counsel for the Trust and Trustees, it is hereby ORDERED, that the Motion is, in all respects, hereby granted; and it is further ORDERED, that the Account be and the same hereby is judicially settled, approved and allowed as filed; and it is further

ORDERED, that the Trustees be and each of them is hereby released and discharged from any and all liability or responsibility as to all matters embraced in the Account, Motion, or in this Order.

**Dated: September 16, 2022**  
**Poughkeepsie, New York**



**/s/ Cecelia G. Morris**

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**Hon. Cecelia G. Morris**  
**U.S. Bankruptcy Judge**

**Notice of Continued Hearing**  
**(EXHIBIT E)**

UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK

In re )  
 )  
JOHNS-MANVILLE CORPORATION, )  
et al., )  
 )  
Debtors. )

In Proceedings For A Reorganization Under  
Chapter 11

Case Nos. 82 B 11656 (CGM)  
Through 82 B 11676 (CGM) Inclusive

**NOTICE OF CONTINUED HEARING REGARDING FILING**

TO: All persons and entities interested in the Manville Personal Injury Settlement Trust, including all holders and potential holders of claims for death, personal injuries or personal damages caused or allegedly caused, directly or indirectly, by exposure to asbestos and arising or allegedly arising, directly or indirectly, from acts or omissions prior to October 28, 1988 of one or more of Manville Corporation and certain affiliated corporations.

PLEASE TAKE NOTICE that the Manville Personal Injury Settlement Trust (the "Trust") and Edward D. Robertson, Jr., Mark A. Peterson, and Kirk P. Watson, Trustees of the Trust, (the "Trustees") have filed with this Court a Motion to Approve the Account of Trustees and Financial Statements of the Manville Personal Injury Settlement Trust ("Motion") for the Period January 1, 2021 through December 31, 2021. Copies of the Motion, Account of the Trustees and Financial Statements of the Manville Personal Injury Settlement Trust for such period ("Account"), and a proposed order approving the Account and discharging the Trustees from all liability as to all matters embraced in the Account of Trustees and Financial Statements ("Proposed Order") are available on the Trust's website ([www.mantrust.org](http://www.mantrust.org)) or may be requested from the General Counsel for the Trust at the address indicated below.

A list, by state, of the number and total value of payments the Trust made to Beneficiaries during the period covered by the Account is included as Exhibit B to the Account.

PLEASE TAKE FURTHER NOTICE that objections, if any, to the Account, the Motion, and the Proposed Order shall be made in writing, shall state with particularity the grounds therefor, and shall be filed with the Court, Cecelia G. Morris, United States Bankruptcy Judge, and served upon and received by the undersigned counsel for the Trust and the Trustees on or before September 12, 2022. A hearing, continued from a previous date, on the Motion, Account, and Proposed Order and objections thereto, if any, shall be held by Zoom on the 15th day of September 2022 at 9 o'clock in the morning of said day pursuant to the Court's procedures for Zoom appearances.

MANVILLE PERSONAL INJURY SETTLEMENT TRUST

Dated: Falls Church, Virginia  
August 18, 2022

By: /s/ Jared S. Garelick  
Jared S. Garelick, General Counsel  
3120 Fairview Park Dr., Ste. 200  
Falls Church, Virginia 22042  
(703) 204-9300

**EXHIBIT F**

**Certificate of Service**

UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK

\_\_\_\_\_  
In re

JOHNS-MANVILLE CORPORATION,  
et al.,

Debtors.  
\_\_\_\_\_

)  
) In Proceedings For A  
) Reorganization Under  
) Chapter 11  
)  
) Case Nos. 82 B 11656 (CGM)  
) Through 82 B 11676 (CGM)  
) Inclusive

**CERTIFICATE OF SERVICE AND OF NO OBJECTION  
REGARDING THE CONTINUED HEARING OF THE ACCOUNT OF TRUSTEES OF  
THE MANVILLE PERSONAL INJURY SETTLEMENT TRUST  
FOR THE PERIOD JANUARY 1, 2021 THROUGH DECEMBER 31, 2021**

JARED S. GARELICK, being duly sworn, deposes and says:

1. On June 22, 2022, the Trustees of the Manville Personal Injury Settlement Trust (the "Trust"), by their counsel, filed with this Court their Account of Trustees and Financial Statements for the period January 1, 2021 through December 31, 2021 [ECF No. 4405] (the "Account").
2. On June 29, 2022, the Trust filed an Amended Motion to Approve the Account (the "Motion") together with a proposed order approving the Account (the "Order") [ECF No. 4408].
3. Pursuant to this Court's Order of August 21, 2020 [ECF No. 4384] (the "Notice Order"), which provided instructions for the service of the Account of Trustees for the year 2019 as well as for any *future* Account of the Trustees, on or before August 25, 2022 I supervised the service by email or by U.S. mail of the Notice of Continued Hearing Regarding Filing attached hereto as Exhibit A (the "Notice") upon all persons and entities who had claims then pending with the Trust, consisting of *pro se* claimants or their personal representatives and attorneys for personal injury claimants, codefendants and distributors with pending claims. That list of those so served is attached hereto as Exhibit B, with the names of the *pro se* claimants served withheld to protect their privacy.
4. Also pursuant to the Notice Order, on or before August 25, 2022, I supervised the service by email or by U.S. mail of complete copies of the Account, the Motion, the proposed order annexed to the Motion, and the Notice to the individuals listed in the Notice Order or their successors,



namely:

Caplin & Drysdale, Chartered  
Attorneys for Selected Counsel  
for the Beneficiaries  
1 Thomas Circle, NW  
Washington, DC  
Attn: Ann C. McMillan, Esq.

Johns Manville Corporation  
P.O. Box 5108  
717 17th Street, 12th Floor  
Denver, Colorado 80202  
Attn: Cindy Meyer, Esq.

Davis, Polk & Wardwell  
Attorneys for Johns Manville Corporation  
450 Lexington Avenue  
New York, New York 10017  
Attn: L. Gordon Harriss, Esq.

Debevoise & Plimpton  
919 Third Avenue  
New York, New York 10022  
Attn: Roger Podesta, Esq.

Paul, Weiss, Rifkind, Wharton  
& Garrison  
1285 Avenue of the Americas  
New York, New York 10019-6064  
Attn: Maria Keane, Esq.

Office of the United States Trustee  
Attn: Victor Abriano  
U.S. Federal Office Building  
201 Varick Street, Suite 1006  
New York, New York 10004

Francis J. Lawall, Esq.  
Pepper Hamilton, LLP  
3000 Two Logan Square  
Eighteenth & Arch Streets  
Philadelphia, Pennsylvania 19103

5. Further pursuant to the Notice Order, the Trust made available on its website complete copies of the Account, the Motion, the proposed order annexed to the Motion, and the Notice, and offered to make them available upon request in writing.

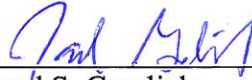
6. The Notice provided notice of the Motion, and stated that objections, if any, to the Account, the Motion, and the proposed order annexed to the Motion shall be made in writing, shall state with particularity the grounds therefor, and shall be filed with this Court and served upon and received by the undersigned counsel for the Trust and the Trustees on or before September 12, 2022. The Notice further notified the recipients that a continued hearing on the Account, the Motion, and proposed order annexed to the Motion and objections thereto, if any, shall be held via Zoom on the 15th day of September at 9 o' clock in the morning of said day pursuant to the Court's procedures for Zoom appearances.

7. No objections were filed with this Court or were served on counsel for the Trust on or before the September 12, 2022 deadline. A single filing [ECF No. 4411] was received in response to notice of a previously scheduled hearing on this matter, which previous hearing was continued. On August 8, 2022, the undersigned telephoned the claimant who made that single earlier filing. The claimant stated in that telephone conversation that she does not object to the Court's approval of the Account and that she did not intend to participate in the previously scheduled hearing. Just as she had indicated, the claimant did not attend the previously scheduled hearing.

8. There are therefore no timely objections to the Court's approval of the Account.

I declare under penalty of perjury that the foregoing is true and correct.

Executed on: September 13, 2022



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Jared S. Garelick