

C. E. Thurston & Sons Asbestos Trust

Payments Percentage Increase

January 1, 2011

Pursuant to Section 6.2 of the Asbestos Related Claims and Demands Trust Distribution Procedures (“the TDP”), the Trustee has recently completed a re-evaluation of the Payment Percentage. As a result of this re-evaluation, the Trustee – with the consent of the Trust Advisory Committee and the Legal Representative – has decided to increase the Payment Percentage from 40% to 80% effective January 1, 2011. The Trustee based his determination of the Payment Percentage change on current estimates of the number, types, and values of present and future Asbestos Claims, the value of the assets available to the Trust for their payment, all anticipated administrative and legal expenses, and other matters that are reasonably likely to affect the sufficiency of funds to pay a comparable percentage of full liquidation value to all holders of Asbestos Claims.

The Trustee – with the consent of the Trust Advisory Committee and Legal Representative – has also decided, pursuant to TDP section 6.2, that this increase in the Payment Percentage is to be applied retroactively to all claims which were previously liquidated and paid by the Trust. The Trust has adopted policies and procedures requiring each previously paid claimant or the claimant’s counsel to affirmatively accept the supplemental payment before a check will be issued. Please refer to the “Supplemental Payments Policies and Procedures” memo posted on this website for further details.

The Trustee will continue to review the Payment Percentage at the intervals set forth in the TDP.