

November 08, 2016

Dear Manville Trust Beneficiaries and Their Counsel,

With the consent of the Selected Counsel for the Beneficiaries and the Legal Representative of Future Claimants, the Trustees of the Manville Personal Injury Settlement Trust (the “Manville Trust” or “Trust”) have determined that the Trust’s *pro rata* payment percentage be revised to **5.1%**. Previously it was 6.25%. The Trust completed a re-estimate of the values of the Trust’s total assets and its total liabilities pursuant to Section H.1(d) of the Manville Trust Distribution Process (“TDP”). Everyone the Trustees consulted concurred that the payment percentage of 6.25% could not be maintained.

To determine the proper payment percentage, the Trustees engaged a respected actuarial firm to provide forecasts of future claims. These forecasts were then reviewed by independent experts representing the interests of future claimants and by a firm that has historically worked with representatives of present claimants among other clients. These experts all agreed that the claims forecast the Trustees relied upon, which supported a 5.1% payment percentage, is reasonable.

The Trustees also obtained independent estimates from its financial advisers and others regarding likely rates of return on Trust assets over the next five to ten years, and used historic long-term rates of return among asset classes as reported by Ibbotson Associates for period 1926-2013 and McKinsey and Company for period 1915-2015, for projecting annual returns beyond the next ten years.

Sincerely,

The Manville Trustees