IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE

In re:	)	Chapter 11
	)	
Specialty Products Holding Corp., *et al.*,	)	Case No. 10-11780 (LSS)
	)	
Reorganized Debtors.	)	Jointly Administered

NOTICE OF FILING ANNUAL REPORT AND CLAIMS SUMMARY

The Bondex Asbestos Personal Injury Trust (the "Trust") hereby files its Audited Financial Statements for the fiscal year ending December 31, 2016 and an Annual Report for the period covered by the Audited Financial Statements. The Annual Report and Financial Statements are attached hereto as Exhibit 1.

Pursuant to the provisions of the Bondex Asbestos Personal Injury Trust, the Trust is providing copies of the Annual Report and the Financial Statements to the Trust Advisory Committee and the Future Claimants Representatives.

Date: April 27, 2017

CAMPBELL & LEVINE, LLC

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EXHIBIT 1

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE

In re:	)	Chapter 11
	)	
Specialty Products Holding Corp., *et al.*,	)	Case No. 10-11780 (LSS)
	)	
Reorganized Debtors.	)	Jointly Administered

REPORT OF THE
BONDEX ASBESTOS PERSONAL INJURY TRUST

The Honorable James McMonagle (Ret.), The Honorable Nancy Gertner (Ret.), and The Honorable William D. Maddux (Ret.) the Trustees of the Bondex Asbestos Personal Injury Trust (the "Trust"), created pursuant to the Joint Plan of Reorganization of Specialty Products Holding Corp., Bondex International, Inc., Republic Powdered Metals, Inc. and NMBFiL, Inc. (the "Plan"), submit this Report regarding the Trust's actions through December 31, 2016.

I. INTRODUCTION

The purpose of this Report is to provide information to interested parties and to report to the Court on the actions taken by the Trustees on behalf of the Trust during the period from January 1, 2016 through December 31, 2016 (the "Reporting Period").

Section 2.2(b) of the Trust Agreement provides:

> The Trustees shall timely account to the Bankruptcy Court as follows:
>
> (i) The Trustees shall cause to be prepared and filed with the Bankruptcy Court, as soon as available and in any event within one hundred twenty (120) days following the end of each fiscal year of the Trust, an annual report containing non-consolidated financial statements of the Trust (including a balance sheet of the Trust as of the end of such fiscal year and a statement of operations for such fiscal year) audited by a firm of independent certified public accountants selected by the Trustees and accompanied by an opinion of such firm as to the fairness of the financial statements' presentation of the cash and investments available for the payment of Trust Claims and as to the conformity of the financial statements with generally accepted accounting principles. The Trustees shall provide a copy of such report to the TAC and the FCR when such reports are filed with the Bankruptcy Court.

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(ii) Simultaneously with delivery of each set of financial statements referred to in Section 2.2(b)(i) above, the Trustees shall cause to be prepared and filed with the Bankruptcy Court a report containing a summary regarding the number and type of Trust Claims disposed of during the period covered by the financial statements. The Trustees shall provide a copy of such report to the TAC and FCR when such report is filed.

(iii) All materials required to be filed with the Bankruptcy Court by this Section 2.2(b) shall be available for inspection by the public in accordance with procedures established by the Bankruptcy Court.

The Trust Agreement further provides for the inclusion of a description of the amounts paid to the Trustees, Trust Advisory Committee (the "TAC"), and Futures Representative (the "FCR") in the accounts filed with the Bankruptcy Court and a description of any modification or amendments to the Trust Agreement or Trust Distribution Procedures (the "TDP"). See Sections 5.5(d), 6.6, and 7.6.

II. BACKGROUND

On May 31, 2010, Specialty Products Holding Corp. and Bondex International, Inc. each commenced a reorganization case by filing a voluntary petition for relief under chapter 11 of the Bankruptcy Code in the Bankruptcy Court. On August 15, 2014, NMBFiL filed a voluntary petition for relief under chapter 11 of the Bankruptcy Code. On August 31, 2014 Republic commenced a chapter 11 case. The Reorganization Cases are being jointly administered as In re Specialty Products Holding Corp., Case No. 10-11780 (PJW). On December 10, 2014, the United States Bankruptcy Court for the District of Delaware entered an order (the "Confirmation Order") confirming the Joint Plan of Reorganization of Specialty Products Holding Corp., Bondex International, Inc., Republic Powdered Metals, Inc. and NMBFiL, Inc., dated December 9, 2014 (the "Plan"). On December 23, 2014 (the "Effective Date"), the Plan became effective and the Trustees began to manage the affairs of the Trust.

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On or after the Effective Date, the Trust was funded as provided for in Article IV.I of the Plan. The purpose of the Trust is to assume the liabilities of the Debtors, their predecessors and successors in interest, for all Asbestos Personal Injury Claims, as defined in the Plan, and to use the assets and income of the Trust to pay both present and future asbestos claimants in accordance with the Trust Agreement and the Trust Distribution Procedures in such a way that holders of Asbestos Personal Injury Claims are treated fairly, equitably, and reasonably in light of the finite assets available to satisfy such claims. See Trust Agreement, Section 1.2.

III. TRUST ADMINISTRATION

A. Trustees

The Honorable James McMonagle (Ret.), The Honorable Nancy Gertner (Ret.), and The Honorable William D. Maddux (Ret.) served as the Trustees of the Trust during the Reporting Period. Trustee McMonagle served as the Managing Trustee during the Reporting Period.

1. Meetings

During the Reporting Period, the Trustees held formal meetings in accordance with the requirements of the Trust Agreement. These meetings were designated as "regular meetings" under the Trust's By-laws. Each meeting was in person and was attended by representatives of the Trust Advisory Committee and the Future Claims Representative. In addition to these formal meetings, the Trustees held regularly scheduled weekly teleconferences, met individually with Trust advisors, held executive session and special purpose meetings, and devoted considerable time to Trust matters outside of scheduled meetings. Activities included deploying trust assets with investment managers, communicating with claimants, determining the initial payment percentage, and designing processes to receive, process, and pay claims pursuant to the Trust Distribution Procedures.

B. Trust Officer

B. Thomas Florence served as the Trust's Executive Director during the Reporting Period.

C. Trust Advisory Committee

Perry J. Browder, John Cooney, Ethan J. Early, Peter Kraus, Maura Kolb, Brent Coon, and Brian T. Fitzpatrick served as Members of the Trust Advisory Committee.

D. Futures Representative

Eric D. Green served as the Futures Representative.

E. Investment Management

Cambridge Associates LLC of Boston, Massachusetts continues to serve as the Trust's investment advisor. Cambridge Associates represents other asbestos settlement trusts and has significant experience advising such trusts on investment management. Cambridge Associates advises the Trustees on asset allocation, meeting liquidity needs, and the selection and oversight of individual investment managers for the Trust's portfolio. The Trust's invested assets are allocated in compliance with the Trust's investment guidelines. The asset allocation at the end of the reporting period is as follows: 85% of the Trust's invested assets are committed to fixed income (27% is allocated to short-term municipal bonds and 58% to intermediate-term municipal bonds); 15% of the Trust's invested assets are committed to equities (8% of the Trust's assets are allocated to U.S. equity managers and 7% are allocated to non-U.S. equity managers).

The Trust retains the following investment managers: Northern Trust, Johnston Asset Management and McDonald Capital as equity managers; Breckinridge Capital, First Principles Capital Management and Income Research & Management as bond managers.

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The Bank of New York Mellon serves as custodian for the Trust's separately-managed investment accounts. The Trust's actively managed portfolios are invested through a separate account or a limited partnership whose investment vehicles have a custodian (selected by the investment manager). The Trust utilizes custodian accounts, wire transfers and zero-balance banking accounts to reduce its exposure to systemic banking system risk.

During the Reporting Period, the Trustees regularly met with Cambridge Associates for updates and reports on the Trust's investments.

F. General Counsel

Campbell & Levine, LLC of Pittsburgh, Pennsylvania and Wilmington, Delaware served as general counsel to the Trust.

IV. ANNUAL REPORT AND ACCOUNT

The Trust began accepting and processing Unliquidated PI Trust claims on July 1, 2016. As of December 31, 2016, the Trust had received 18,580 Unliquidated PI Trust Claims and paid 973 claims since inception of the Trust and during this reporting period. All of the 973 claims paid were mesothelioma malignancy injury claims. After application of the payment percentage and applicable sequencing adjustment, the Trust paid approximately $17,278,112 million to asbestos mesothelioma victims in settlement of their Unliquidated PI Trust Claims since the date of inception of the Trust and during this reporting period

A summary of the claims processing procedures and policies may be found at the Trust websites at www.bondexasbestostrust.com or www.cpf-inc.com.

V. FINANCIAL STATEMENTS

The Trust's audited financial statements for the Reporting Period are attached hereto as Exhibit "A." The financial statements were audited by BDO USA, LLP.

Date: April 27, 2017

CAMPBELL & LEVINE, LLC

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EXHIBIT A

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Bondex Asbestos Personal Injury Trust

Audited Special-Purpose Financial Statements with Supplementary Information

Period from December 23, 2014 (Inception) through December 31, 2015 and for the year ended December 31, 2016

The report accompanying these financial statements was issued by BDO USA, LLP, a Delaware limited liability partnership and the U.S. member of BDO International Limited, a UK company limited by guarantee.

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Bondex Asbestos Personal Injury Trust

Audited Special-Purpose Financial Statements with Supplementary Information

Period from December 23, 2014 (Inception) through December 31, 2015 and for the year ended December 31, 2016

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Bondex Asbestos Personal Injury Trust

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Independent Auditor's Report

Trustees
Bondex Asbestos Personal Injury Trust
Wilmington, Delaware

We have audited the accompanying special-purpose financial statements of Bondex Asbestos Personal Injury Trust (the Trust) (a statutory trust created under the laws of the State of Delaware), which comprise the special-purpose statement of assets, liabilities, and net assets available for the payment of claims as of December 31, 2016 and 2015, and the related special-purpose statement of changes in net assets available for the payment of claims and the special-purpose statement of cash flows for the year ended December 31, 2016 and for the period from December 23, 2014 (Inception) through December 31, 2015, and the related notes to the special-purpose financial statements.

Management's Responsibility for the Special-Purpose Financial Statements

Management is responsible for the preparation and fair presentation of these special-purpose financial statements in accordance with the basis of accounting as described in Note 2 to the special-purpose financial statements. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of special-purpose financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these special-purpose financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the special-purpose financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the special-purpose financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the special-purpose financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the special-purpose financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the special-purpose financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

BDO USA, LLP, a Delaware limited liability partnership, is the U.S. member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.

BDO is the brand name for the BDO network and for each of the BDO Member Firms.

Opinion

In our opinion, the special-purpose financial statements referred to above present fairly, in all material respects, the assets and liabilities of Bondex Asbestos Personal Injury Trust as of December 31, 2016 and 2015, and the additions, deductions, and cash flows for the year ended December 31, 2016 and for the period from December 23, 2014 (inception) through December 31, 2015, in accordance with the basis of accounting described in Note 2 to the special-purpose financial statements.

Basis of Accounting

We draw attention to Note 2 of the special-purpose financial statements, which describes the basis of accounting. As described in Note 2 of the special-purpose financial statements, these 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 in order to communicate the amount of net assets presently available to fund current and future claimants.

Restriction of Use

Our report is intended solely for the information and use of the management of the Trust, the Trustees, the Future Claimants' Representative, the Trust Advisory Committee, the beneficiaries of the Trust, and the United States Bankruptcy Court for the District of Delaware and is not intended to be and should not be used by anyone other than these specified parties. This restriction is not intended to limit the distribution of this report which, upon filing with the United States Bankruptcy Court of Delaware, is a matter of public record.

BDO USA, LLP

McLean, Virginia
April 19, 2017

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Audited Special-Purpose Financial Statements

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Bondex Asbestos Personal Injury Trust

Special-Purpose Statements of Assets, Liabilities and Net Assets Available for the Payment of Claims

December 31,	2016	2015
Assets		
Cash and cash equivalents	$ 172,015,545	$ 85,247,946
Investments, at fair value		
Bonds	305,675,699	309,919,294
Equity securities	45,786,852	41,841,688
Investment in international equities fund	11,223,300	11,158,244
Interest and other receivables	3,657,463	3,718,182
Total assets	$ 538,358,859	$ 451,885,354
Liabilities		
Accrued expenses and accounts payable	$ 403,125	$ 227,159
Settled but unpaid claims	1,387,353	-
Total liabilities	1,790,478	227,159
Net assets available for the payment of claims	$ 536,568,381	$ 451,658,195

See accompanying notes to the special-purpose financial statements.

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Bondex Asbestos Personal Injury Trust

Special-Purpose Statements of Changes in Net Assets Available for the Payment of Claims

Year/Period Ended December 31,	2016	2015
Additions		
Initial funding	$ 102,500,000	$ 450,000,000
Net (depreciation) appreciation in fair value of investment securities	(3,451,882)	2,737,450
Net change in fair value of international equities fund	65,056	(841,756)
Amortization of premiums on bonds, net	(5,740,059)	(2,022,885)
Interest and dividend income	14,260,678	5,429,801
Total additions	107,633,693	455,302,610
Deductions		
Operating expenses	3,330,134	3,644,415
Claims expenses	19,031,061	-
Claims processing expense	362,412	-
Total deductions	22,723,607	3,644,415
Increase in net assets available for the payment of claims	84,910,076	451,658,195
Net assets available for the payment of claims		
Beginning of the year/period	451,658,195	-
End of the year/period	$ 536,568,381	$ 451,658,195

See accompanying notes to the special-purpose financial statements.

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Bondex Asbestos Personal Injury Trust

Special-Purpose Statements of Cash Flows

Year/Period Ended December 31,	2016	2015
Cash flows from operating activities:		
Increase in net assets available for the payment of claims	$ 84,910,186	$ 451,658,195
Adjustments to reconcile the increase in net assets available for the payment of claims to net cash provided by operating activities:		
Amortization of premiums on bonds, net	5,740,059	2,022,885
Net depreciation in fair value of investment securities	3,451,882	(2,737,450)
Net change in fair value of international equities fund	(65,056)	841,756
Changes in operating assets and liabilities:		
Interest and other receivables	60,719	(3,718,182)
Accrued expenses and accounts payable	175,966	227,159
Settled but unpaid claims	1,387,353	-
Total adjustments	10,750,923	(3,363,832)
Net cash provided by operating activities	95,661,109	448,294,363
Cash flows from investing activities:		
Sales and maturities of fixed income securities	64,312,97	4,260,061
Purchases of fixed income securities	(71,898,727)	(310,382,941)
Purchases of equity securities	(13,476,131)	(49,980,626)
Sales of equity securities	12,168,372	5,057,089
Purchases of international equities fund	-	(12,000,000)
Net cash used in by investing activities	(8,893,510)	(363,046,417)
Net increase in cash and cash equivalents	86,767,599	85,247,946
Cash and cash equivalents at the beginning of the period	85,247,946	-
Cash and cash equivalents at the end of the period	$ 172,015,545	$ 85,247,946

See accompanying notes to the special-purpose financial statements.

Bondex Asbestos Personal Injury Trust

Notes to the Special-Purpose Financial Statements

1. Description of the Trust

Bondex International, Inc., Specialty Products Holding Corp., Republic Powdered Metals, Inc. and NMBFiL, Inc. (collectively, the Debtors), voluntarily filed petitions for reorganizing under Chapter 11 of the United States Bankruptcy Code with the United States Bankruptcy Court for the District of Delaware (the Bankruptcy Court). On December 10, 2015, the District Court entered an order (the Confirmation Order) confirming the Joint Plan of Reorganization (the Confirmed Plan) proposed and filed by the Debtors, the Asbestos Personal Injury Committee, the Future Claimants Representative, and RPM International, Inc. The Confirmed Plan became effective on December 10, 2015 (the Effective Date or the Effective Date of the Plan of Reorganization).

The essential elements of the Confirmed Plan include, among other things: the utilization of a qualified settlement fund, in the form of an Asbestos Personal Injury Trust, to (1) resolve all asserted Asbestos Personal Injury Claims in accordance with the Confirmed Plan, the Asbestos Personal Injury Trust Agreement, the Asbestos Personal Injury Trust Distribution Procedures and the Confirmation Order, (2) preserve, hold, manage, maximize and liquidate the assets of the Asbestos Personal Injury Trust for use in resolving Asbestos Personal Injury Claims (as defined), and (3) qualify at all times as one or more qualified settlement funds.

The Specialty Products Holding Corp., Bondex International, Inc., Republic Powdered Metals, Inc., and NMBFIL, Inc. Asbestos Personal Injury Trust Agreement dated as of December 17, 2015 (the Trust Agreement) was entered in accordance with the Confirmed Plan. Subsequently, the Trustees resolved to amend the Trust Agreement, changing the name of the Specialty Products Holding Corp., Bondex International, Inc., Republic Powdered Metals, Inc., and NMBFIL, Inc. Asbestos Personal Injury Trust to Bondex Asbestos Personal Injury Trust (the Trust).

The Trust is comprised of two separate subfunds - each subfund related to a specific stream of liability from which its underlying Asbestos Personal Injury Claims arise. The two subfunds include the NMBFiL Subfund and the Specialty Products Holding Corp. (SPHC) Subfund, with claimants arising from each steams being referred to herein as NMBFiL Claimants and SPHC Claimants.

The NMBFiL Subfund will serve as the source of payment to holders of asbestos claims against NMBFiL, Inc. (NMBFiL Parties). Under the Plan, the NMBFiL Claimants have irrevocably appointed the Trust as their exclusive agent to assert claims against the NMBFiL Parties, have assigned the Trust the right to the proceeds of any such claims.

The SPHC Subfund will serve as the source of payment to holders of asbestos claims against (a) Speciality Products Holding Corp., (b) Bondex International, Inc., and (c) Republic Powdered Metals, Inc. (SPHC Parties). Under the Plan, the SPHC Claimants have irrevocably appointed the Trust as their exclusive agent to assert claims against the SPHC Parties, have assigned the Trust the right to the proceeds of any such claims.

The Trustees are responsible for supervising and administering the Trust and to use the Trust's assets and income to pay the holders of all Asbestos Personal Injury Claims in accordance with the Trust Agreement and the Trust Distribution Procedures agreement in such a way that holders of Asbestos Personal Injury Claims are treated fairly, equitably and reasonably in light of the limited assets available to satisfy such claims, and to otherwise comply in all respects with the Trust Agreement.

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2. Summary of Significant Accounting Policies

Basis of presentation

The Trust's financial statements are prepared using special-purpose accounting methods adopted by the Trustees, which differ from accounting principles generally accepted in the United States of America (GAAP). The special-purpose accounting methods were adopted in order to communicate to the beneficiaries of the Trust the net assets available for the payment of claims and the related operating expenses of the Trust. Since the accompanying special-purpose financial statements are not based upon GAAP, the accounting treatment by other parties for these same transactions may differ as to timing and amount. The special-purpose accounting methods include the following:

- Assets are generally recorded when they are received by the Trust and are available for the payment of asbestos claims.

- Future fixed liabilities under contractual obligations and other agreements entered into by the Trust are recorded as deductions from net assets available for the payment of claims in the same period that such contractual obligations or agreements are signed. Under GAAP, liabilities and contractual obligations are recorded over the period that is benefited by the underlying contract or agreement.

- The full amount of claims are expensed in the period in which the confirmed claims are settled. A settled claim is a claim that has been allowed by the Trust and accepted by the claimant, with an approved release. Under GAAP, a liability would be recorded for an estimate of the amount to be paid for claims that have been incurred but not yet reported, and for those claims that have been submitted but not yet approved for payment by the Trust. No claims were settled or paid during the period from December 23, 2014 (inception) through December 31, 2015.

- Payments for services to be received over an extended period in the future are expensed as paid because these amounts are no longer available for the payment of claims. Under GAAP, an asset would be recorded and amortized over the period in which the related benefits are received.

- Payments for property and equipment are expensed as incurred. Under GAAP, payments for property and equipment are capitalized and depreciated over the useful lives of the assets. To date, the Trust has incurred no expenses related to purchases of property and equipment.

- Income tax expense is estimated and recorded as incurred in the period in which certain income and expense items affect current federal income taxes payable. Under GAAP, the provision for income taxes is recorded based upon income reported for financial statement purposes, and federal and state income taxes both currently payable and changes in deferred taxes due to differences between financial reporting and tax bases of assets and liabilities. Under GAAP, deferred taxes include a provision for taxes attributable to changes in unrealized gains and losses on investments.

- Funding pledged under the terms of notes receivable is not recorded as an asset of the Trust until the funds are received, as the assets are not yet available for the payment of claims. Future payments will be recorded in the statement of changes in net assets available for the payment of claims upon receipt by the Trust. Under GAAP, the principal balance of such

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promissory notes would be recorded as a receivable upon execution of the agreement and when collectability is reasonable assured.

- Under GAAP, for financial statement disclosure purposes all investments would be categorized based on the priority of inputs used to measure fair value. Under GAAP, inputs used in measuring fair value are categorized into three levels. Level 1 includes inputs that are based upon quoted prices for identical instruments traded in active markets. Level 2 includes inputs that are based upon quoted prices for similar instruments in active markets, quoted prices for identical or similar investments in markets that are not active, or models based on valuation techniques for which all significant assumptions are observable in the market or can be corroborated by observable market data for substantially the full term of the investment. Level 3 includes inputs that are generally unobservable and typically reflect management's estimates of assumptions that market participants would use in pricing the asset or liability. The fair values are therefore determined using model-based techniques that include option pricing models, discounted cash flow models, and similar techniques. The accompanying special-purpose financial statements do not categorize all investments into these levels.

Use of estimates

The preparation of financial statements in conformity with the special-purpose accounting methods described above requires the Trust to make estimates and assumptions that affect the reported amounts of certain assets and liabilities and the disclosures of contingent assets and liabilities at the date of the special-purpose financial statements, as well as the reported amounts of additions and deductions to the net assets available for the payment of claims during the reporting period. Actual results could differ from those estimates and such differences could have a material effect upon the net assets available for the payment of claims.

Cash equivalents

The Trust considers all highly liquid instruments with original maturities of three months or less to be cash equivalents.

Investments

Investment securities are stated at fair market value. Fair market value for investment securities, other than the international equity fund, are based on quoted market prices for identical or similar instruments traded in active markets as of the date of the special-purpose financial statements. The fair market value for the international equity fund is based on the Trust's proportionate share of the fund's net assets, as reported as of the date of the special-purpose financial statements. The net appreciation or depreciation in fair market value of investments in the accompanying special-purpose statements of changes in net assets available for the payment of claims consists of realized gains or losses on sales of investments and the changes in unrealized gains or losses on investments held. Investment income is recognized when earned. All interest and dividend income, net of investment expenses, are included in interest and dividend income in the accompanying special-purpose statement of changes in net assets available for the payment of claims. Gains and losses on sales of investment securities are determined using the specific identification method.

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Accrued expenses and accounts payable

Accrued expenses and accounts payable consist of accruals and outstanding invoices associated with managing the Trust.

Operating expenses

Operating expenses of the Trust are paid from the net assets available for the payment of claims when invoices are received.

Income taxes

The Trust is classified as a Qualified Settlement Fund pursuant to the Internal Revenue Code and Regulations thereunder (the Code). As a result, the Trust is subject to federal income taxes based on modified gross income, as defined by the Code. In the opinion of the Trustees and advisors, the Trust is not subject to state income taxes and, therefore, the special-purpose financial statements do not include any provision or liability for state income taxes.

Income tax expense is estimated and includes amounts payable or receivable under current federal income taxes.

The Trust records income tax expense (or benefit) associated with amounts payable (or receivable) under current federal income taxes, and does not record a provision for (or benefit from) deferred taxes.

Risks and uncertainties

The Trust's assets that are exposed to credit risk consist primarily of cash and cash equivalents, investments in equity securities, municipal bonds, and hedge funds. Cash and cash equivalents are maintained at financial institutions and, at times, balances may exceed federally insured limits. The Trust has never experienced any losses related to these balances. Amounts on deposit in excess of federally insured limits at December 31, 2016 approximate $42.3 million.

The Trust invests in a professionally managed portfolio that contains equity securities, municipal bonds, and an international equities fund. Such investment securities 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 at least 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 and the amounts reported in the special-purpose statement of assets, liabilities and net assets available for the payment of claims.

3. Funding Under Joint Plan of Reorganization

On the effective date, the Trust was funded with (a) $447.5 million in cash received from Specialty Products Holding Corp. (SPHC), (b) $2.45 million in cash received from NMBFiL, Inc. (NMBFiL), (c) $50,000 due from NMBFiL on the first anniversary of the effective date of the Trust, and (d) $347,500,000 due in accordance with the schedule described below from RPM International, Inc., Specialty Products Holding Corp., Bondex International, Inc. (Bondex), Republic Metals, Inc.(RPM), (the SPHC Note) payable by (a) cash, (b) shares of common stock of RPM International at a price equal to the current market value, or (c) a combination of the foregoing.

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The $50,000 due under the NMBFil note was paid in full during the period from December 22, 2014 (inception) through December 31, 2015.

The first payment due under the SPHC note of $102,500,000 was collected on December 22, 2016 and is included in initial funding in the accompanying statement of changes in net assets available for the payment of claims for the year ended December 31, 2016. The second payment of $120,000,000 is due on December 22, 2017, and the third and final payment of $125,000,000 is due on December 22, 2018. As disclosed in Note 1 to these special-purpose financial statements, the principal payments due under these notes will be recorded as income when the payments are received by the Trust. The SPHC note is secured by 100% of the equity of SPHC, Bondex, and RPM.

4. Investment

Investment securities consist of the following at December 31:

	2016			
Description	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
Bonds	$ 306,394,696	$ 780,643	$ (1,499,640)	$ 305,675,699
U.S. equity securities	41,777,483	4,009,369	-	45,786,852
	$ 348,172,179	$ 4,790,012	$ (1,499,640)	$ 351,462,551

	2015			
Description	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
Bonds	$ 304,075,724	$ 6,020,419	$ (176,849)	$ 309,919,294
U.S. equity securities	43,847,612	118,057	(2,123,981)	41,841,688
	$ 347,923,336	$ 6,138,476	$ (2,300,830)	$ 351,760,982

Net depreciation in the fair value of investment securities of $3,451,882 for the year ended December 31, 2016 and net appreciation $2,737,450 for the period from December 22, 2014 (inception) through December 31, 2015 consists of the net change in unrealized gains (losses) and net realized gains (losses) from investment sales.

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Net unrealized gains and losses

Net change in unrealized gains (losses) from investment market appreciation (depreciation) is comprised of the following investment securities for the year ended December 31, 2016 and for the period from December 23, 2014 (inception) through December 31, 2015:

	2016	2015
Bonds	$ (6,562,567)	$ 5,843,570
U.S. equity securities	6,015,293	(2,005,924)
	$ (547,274)	$ 3,837,646

Realized gains and losses

Net realized gains (losses) from investment sales consist of the following for the year ended December 31, 2016 and for the period from December 23, 2014 (inception) through December 31, 2015:

	2016	2015
Bonds	$ 473,280	$ 24,546
U.S. equity securities	(3,377,888)	(1,124,742)
	$ (2,904,608)	$ (1,100,196)

Summary of changes in international equities fund

The table below sets forth a summary of changes in the fair value of the Trust's investment in the international equities fund the year ended December 31, 2016 and for the period of December 23, 2014 (inception) through December 31, 2015:

	2016	2015
Balance, beginning of year	$ 11,158,244	$ -
Purchases	-	12,000,000
Net change in fair value	65,056	(841,756)
Balance, end of year	$ 11,223,300	$ 11,158,244

5. Income Taxes

For the period from December 23, 2014 (inception) through December 31, 2015, The Trust paid no income taxes and recorded no income tax expense. Additionally, as of December 31, 2016, there was no income tax payable or receivable.

The Trust has a net operating loss carry forward of approximately $6,600,000 that is available to offset future taxable income from operations. The Trust's net operating losses will expire, if not

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utilized, at various dates through December 31, 2036. If utilized, this net operating loss carryforward would result in a future deferred tax asset of approximately $2,600,000. The Trust has a net capital loss carry forward of approximately $4,000,000 that is available to offset future taxable capital income. If utilized, this net capital loss carryforward would result in a future deferred tax asset of approximately $1,600,000. Additionally, as of December 31, 2016, the estimated deferred tax liability associated with unrealized gains on investments is approximately $1,000,000. As disclosed in Note 2 to the financial statements, the Trust does not record a provision for (or benefit from) deferred taxes. Accordingly, there is no provision for deferred taxes associated with net operating loss carryforwards or cumulative unrealized gains and losses on investments.

6. Contingent Liabilities

The Plan Documents (as defined in the Confirmed Plan) subject the Trust to certain reimbursement and indemnification obligations that may result in future claims against the Trust.

The probability of such claims cannot be reasonably determined. Accordingly, no associated liability has been recorded in the accompanying special-purpose financial statements. Such claims, if any, are not expected to be material. The Trust has obtained insurance for purposes of supporting its obligation to indemnify the Trustees.

7. Trust Liability Insurance

The Trust purchased liability insurance requiring premiums of $216,112 and $122,750 during the year ended December 31, 2016 and the period from December 23, 2014 (inception) through December 31, 2015, respectively. The current policy term is from December 2015 through December 2016. The Trust's accounting policy is to expense in the current period any amounts that will not be available to pay future Asbestos Claims or expenses of the Trust. Accordingly, $216,112 and $122,750 was recorded as a deduction in net assets available for payment of claims during the year ended December 31, 2016 and the period of December 23, 2014 (inception) through December 31, 2015, respectively.

8. Subsequent Events

The Trust has evaluated its December 31, 2016 financial statements for subsequent events through April 19, 2017 the date the financial statements were available to be issued. The Trust is not aware of any subsequent events which would require recognition or disclosure in the financial statements.

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Bondex Asbestos Personal Injury Trust

Supplementary Information

For the Year Ended December 31, 2016 and the Period from December 23, 2014 (Inception) through December 31, 2015

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Suite 800
McLean, VA 22102

Independent Auditor's Report on Supplementary Information

Trustees
Bondex Asbestos Personal Injury Trust
Wilmington, Delaware

Our audits of the special-purpose financial statements included in the preceding section of this report were conducted for the purpose of forming an opinion on those 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 the financial statements. 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 special-purpose financial statements. The information has been subjected to the auditing procedures applied in the audits of the 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 special-purpose financial statements or to the 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 special-purpose financial statements as a whole.

BDO USA, LLP

April 19, 2017

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Bondex Asbestos Personal Injury Trust

Supplementary Schedule of Operating Expenses

Year/Period ended December 31,	2016	2015
Investment advisory service and investment management and bank fees	$ 1,147,754	$ 694,507
Trustee fees and expenses	636,311	724,562
General legal fees	438,406	311,323
Consulting Services	247,096	213,934
Trust Liability Insurance	216,112	122,750
Trust management fees	209,429	523,855
Accounting, finance and tax fees	195,397	130,969
Future claimants' representative counsel fees and expenses	126,439	513,509
Trust Advisory Committee counsel fees and expenses	99,690	345,786
Future Claimants' Representative	13,500	62,740
Miscellaneous operating expenses	-	480
Total operating expenses	$ 3,330,134	$ 3,644,415

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IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE

In re:	)	Chapter 11
	)	
Specialty Products Holding Corp., *et al.*,	)	Case No. 10-11780 (LSS)
	)	
Debtors.	)	Jointly Administered
	)	

CERTIFICATE OF SERVICE

I, Kathleen Campbell Davis, of Campbell & Levine, LLC, hereby certify that on April 27, 2017, I caused a copy of the *Notice of Filing of Annual Report and Claims Summary* to be served upon the attached service list via first-class.

CAMPBELL & LEVINE, LLC

Dated: April 27, 2017

/s/ Kathleen Campbell Davis
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