IN THE UNITED STATES BANKRUPTCY COURT
FOR THE EASTERN DISTRICT OF MISSOURI

In re:	)	Case No. 05-51754
	)	
BRAUER SUPPLY COMPANY,	)	Chapter 11
	)	
Debtor.	)	Honorable Kathy Surratt-States

NOTICE OF FILING

PLEASE TAKE NOTICE that, on April 24, 2012, the **Brauer 524(g) Asbestos Trust Audited Financial Statements for the Year Ended December 31, 2011 and Related Information** were filed electronically by FrankGecker LLP with the United States Bankruptcy Court for the Eastern District of Missouri, Thomas F. Eagleton United States Courthouse, 111 South 10th Street, St. Louis, Missouri 63102.

Dated: April 24, 2012

BRAUER 524(G) ASBESTOS TRUST

By: */s/ Joseph D. Frank*
One of its attorneys

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CERTIFICATE OF SERVICE

I, Joseph D. Frank, an attorney, hereby certify that, on **April 24, 2012**, a true and correct copy of the foregoing **Notice of Filing of the Brauer 524(g) Asbestos Trust Audited Financial Statements for the Year Ended December 31, 2011 and Related Information** was filed electronically. Notice of the filing was automatically sent to all parties who are currently on the Court's Electronic Mail Notice List by operation of the Court's Electronic Filing System. In addition, a copy was served this day upon the parties listed on the attached Service List via first-class United States mail, postage prepaid.

/s/ Joseph D. Frank

Mailing Information for Case 05-51754

Electronic Mail Notice List

The following is the list of **parties** who are currently on the list to receive email notice/service for this case.

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BRAUER 524(g) ASBESTOS TRUST

SPECIAL-PURPOSE FINANCIAL STATEMENTS
AND
REPORT OF INDEPENDENT AUDITORS

DECEMBER 31, 2011

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Topel Forman L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

REPORT OF INDEPENDENT AUDITORS

To the Trustee of
Brauer 524(g) Asbestos Trust

We have audited the accompanying special-purpose statement of net claimants' equity of the Brauer 524(g) Asbestos Trust (the "Trust", organized in the State of Delaware) as of December 31, 2011, and the related special-purpose statement of changes in net claimants' equity for the year then ended. These special-purpose financial statements are the responsibility of the Trust's management. Our responsibility is to express an opinion of these special-purpose financial statements based on our audit.

We conducted our audit 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 financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing 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 over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 2, the accompanying special-purpose financial statements were prepared on a special-purpose basis of accounting and are not intended to be a presentation in conformity with accounting principles generally accepted in the United States of America. The special-purpose basis of accounting has been used in order to present the amount of equity presently available to current and future claimants, and the changes in equity during the period.

In our opinion, the special-purpose financial statements referred to above present fairly, in all material respects, the net claimants' equity of the Brauer 524(g) Asbestos Trust as of December 31, 2011, and the changes in net claimants' equity for the year then ended in conformity with the special-purpose basis of accounting.

This report is intended solely for the information and use of the management of the Trust, the Trustee, the beneficiaries of the Trust and the United States Bankruptcy Court for the Eastern District of Missouri 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 for the Eastern District of Missouri, is a matter of public record.

Topel Forman, L.L.C.

Certified Public Accountants

April 18, 2012

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BRAUER 524(g) ASBESTOS TRUST

SPECIAL-PURPOSE STATEMENT OF NET CLAIMANTS' EQUITY
DECEMBER 31, 2011

ASSETS

Cash and cash equivalents	$ 1,068,422
Investments in marketable securities	5,335,373
Accrued dividend income	8
Total assets	$ 6,403,803

LIABILITIES AND NET CLAIMANTS' EQUITY

Accrued expenses	
Legal fees	$ 12,822
Accounting fees	1,267
File storage and retrieval fees	35
Total accrued expenses	$ 14,124
Net claimants' equity	$ 6,389,679

The accompanying notes are an integral part of this special-purpose financial statement

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BRAUER 524(g) ASBESTOS TRUST

SPECIAL-PURPOSE STATEMENT OF CHANGES IN NET CLAIMANTS' EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2011

Net Claimants' Equity, Beginning of Year	$ 3,145,679
Additions to Net Claimants' Equity	
Investment income	$ 96,612
Realized gains on investments	131,912
Decrease in net unrealized gains on invesments	(13,400)
Decrease in note receivable - Brauer Supply Company	(150,000)
Decrease in insurance settlements receivable	(1,000,000)
Received from Brauer Supply Company	
Payments on promissory note	
Principal	150,000
Interest	7,500
Insurance settlements received	5,000,000
Total additions	$ 4,222,624
Deductions from Net Claimants' Equity	
Legal fees	$ 917,439
Expert witness fees	18,219
Accounting fees	22,230
Consulting fees	11,922
Trustee expenses	686
FCR fees and expenses	2,821
File storage and retrieval fees	906
Delaware Trustee fees and expenses	3,250
Miscellaneous - account fees	1,151
Total deductions	$ 978,624
Net Increase in Net Claimants' Equity	$ 3,244,000
Net Claimants' Equity, End of Year	$ 6,389,679

The accompanying notes are an integral part of this special-purpose financial statement

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BRAUER 524(G) ASBESTOS TRUST

NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
DECEMBER 31, 2011

NOTE 1 - Nature of trust

Description of trust

The Brauer 524(g) Asbestos Trust (the "Trust") was established in accordance with the Fourth Amended Plan of Reorganization (the "Plan"), under Chapter 11 of the United States Bankruptcy Code, of Brauer Supply Company. The purpose of the Trust is:

i) to assume liability for all asbestos personal injury claims against Brauer Supply Company;

ii) to use the Trust's assets and income to pay holders of valid asbestos personal injury claims; and

iii) to comply in all respects with the requirements for a trust set forth in Section 524(g)(2)(B)(i) of the Bankruptcy Code.

The Trust was established on February 28, 2007, the Effective Date of the Plan ("Effective Date"), and is a Qualified Settlement Fund under Internal Revenue Code Section 468B for holders of asbestos personal injury claims ("Qualified Settlement Fund"). The Trust operates as the Brauer 524(g) Asbestos Trust.

Funding of the Trust

Pursuant to the Plan, Brauer Supply Company agreed to pay $1,000,000 to the Trust and assigned its rights under insurance policies to the Trust. The Trust is pursuing its rights under assigned insurance policies. During the year ended December 31, 2011, the Trust received $5,000,000 from certain insurers. An insurance settlement in the amount of $1,000,000 received in January, 2011, was recorded as an insurance settlement receivable in the statement of net claimants' equity at December 31, 2010.

Acceptance and payment of claims

The Trust has not accepted or paid claims pending a determination of what assets will be available from insurance and otherwise. The Trust expects to begin accepting and paying claims in 2012.

Compensation of Trustee, Future Claims Representative and Trust Advisory Committee

Prior to 2010, the Trustee, the Future Claims Representative and the members of the Trust Advisory Committee agreed to waive their compensation. During 2010, the Trust began reimbursing the Trustee for expenses and the Future Claims Representative for fees and expenses. The Trust expects to begin compensating the Trustee in 2012. Members of the Trust Advisory Committee are not reimbursed for any fees or expenses.

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BRAUER 524(G) ASBESTOS TRUST

NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
DECEMBER 31, 2011

NOTE 2 - Summary of significant accounting policies

Basis of accounting

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. The special-purpose accounting methods are being used to better communicate the equity available to satisfy current and future claims. These special-purpose accounting methods and the differences from accounting principles generally accepted in the United States of America are summarized as follows:

i) The special-purpose financial statements are prepared using the accrual basis of accounting, except as otherwise described herein.

ii) The statement of net claimants' equity is not classified, resulting in no separation between current and noncurrent assets.

iii) These special-purpose financial statements do not include a statement of cash flows.

iv) Cash and cash equivalents are recorded at cost with accrued interest shown separately.

v) The funding received from Brauer Supply Company and insurance settlements has been recorded directly to net claimants' equity. These funds do not represent taxable income to the Trust. No liability for asbestos claims is recorded under the special-purpose basis since the balance of net claimants' equity represents funding available to pay present and future claims.

vi) The Trust's investments in marketable securities are considered as available for sale. The unrealized holdings gains/losses on these investments are included in net gain on investments on the accompanying statement of changes in net claimants' equity. Under accounting principles generally accepted in the United States of America, the unrealized holding gains/losses on available for sale investments would be included as a component of net claimants' equity reported as accumulated other comprehensive income on the statement of changes in net claimants' equity.

Use of estimates

The preparation of special-purpose financial statements in conformity with the special-purpose accounting method requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the 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.

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BRAUER 524(G) ASBESTOS TRUST

NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
DECEMBER 31, 2011

NOTE 2 - Summary of significant accounting policies (continued)

Financial instruments

The Trust's financial instruments are cash and cash equivalents, investments in marketable securities and accrued expenses. The carrying amount of cash and cash equivalents and accrued expenses approximate their fair values based on their short-term nature. The fair values of the investments in marketable securities are based on quoted market prices.

Cash and cash equivalents

The Trust invested in short-term securities with maturities of less than one year. As of December 31, 2011, the Trust had $1,068,422 invested in Northern Trust money market funds.

The Trust maintained its cash and cash equivalents in accounts that are not federally insured. The Trust has not experienced any losses in such accounts, and management does not believe it is exposed to any significant credit risk on cash and cash equivalents.

Insurance settlements receivable

The Trust records insurance settlements as a receivable after all conditions are met in connection with the related signed settlement agreements.

Investments in marketable securities and related income

Investments in marketable securities, consisting of mutual funds, are reported at fair value in the statements of net claimants' equity. All marketable securities are deemed by management to be available for sale and are reported at fair value based on their quoted market prices with net holding unrealized gains or losses reported as net gain (loss) on investments in the statement of changes in net claimants' equity. Realized gains and losses on disposals of investments are determined by the long-term high cost method and are included in net gain (loss) on investments in the statement of changes in net claimants' equity. Interest and dividends are recognized on the accrual basis.

Investments considered to be permanently impaired in value are written down to their estimated net realizable value and the write down is recorded as a realized loss on investments. Unrealized losses that are other-than-temporary based upon management's estimates using quantitative and qualitative criteria are recognized as realized investment losses. Actual results could differ from those estimates.

The Trust's investments are exposed to various market risks. Due to the level of risk associated with investments in marketable securities, it is at least reasonably possible that significant changes in risks in the near term may materially affect the amounts reported in the financial statements.

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BRAUER 524(G) ASBESTOS TRUST

NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
DECEMBER 31, 2011

NOTE 2 - Summary of significant accounting policies (continued)

Net claimants' equity

The Plan provides for procedures for the distribution of the Trust's assets.

Income taxes

The Trust is subject to federal income taxes. At December 31, 2011, no current provision for federal income taxes was due or recorded. The Trust had available at December 31, 2011, an unused federal net operating loss carryforward of approximately $159,100, which will be fully expired in the year 2030.

Temporary differences between financial reporting income and taxable income generate deferred tax assets related to net operating loss carryforwards. Temporary differences between financial reporting income and taxable income generate deferred tax assets/liabilities related to unrealized gains/losses on investments. The Trust established a valuation allowance of $23,399 at December 31, 2011, a decrease of $15,400 during the year, to reduce its net deferred tax assets to zero, since the Trust's realization of the related income tax benefits is uncertain.

No provision for state income taxes was recorded because, as a Delaware trust, the Trust has no state income tax return filing obligation and is not obligated to pay state income taxes.

Funds received by the Trust from Brauer Supply Company and from insurance settlements and disbursements paid to settle asbestos claims are not taxable or deductible by the Trust.

The Trust follows FASB ASC 740-10, the accounting standard regarding "Accounting for Uncertain Tax Positions". This accounting standard provides detailed guidance for financial statement recognition, measurement, and disclosure of uncertain tax positions recognized in the Trust's financial statements. It requires an entity to recognize the financial statement impact of a tax position when it is more likely than not that the position will be sustained upon examination. The Trust did not have any uncertain tax positions at December 31, 2011. The tax years of 2008 through 2010 remain subject to examination by the taxing authorities. When applicable, the Trust would record interest and penalties on uncertain tax positions in income tax expense.

NOTE 3 - Note receivable from Brauer Supply Company

Pursuant to the Plan, Brauer Supply Company agreed to pay $1,000,000 to the Trust. A cash payment of $250,000 was made at the inception of the Trust, and a note receivable in the amount of $750,000 was received for the balance. The note called for five annual principal payments in the amount of $150,000 each, commencing on January 2, 2008 and continuing each year until the note is paid in full. The interest rate on the note was 5% per annum. Final payments of principal and interest were received by the Trust during December 2011. The note was secured by 100% of the stock of Brauer Supply Company.

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BRAUER 524(G) ASBESTOS TRUST

NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
DECEMBER 31, 2011

NOTE 4 - Investments in marketable securities

Summary of cost and fair value of investments

The following is a summary of the cost and fair value of investments in marketable securities as of December 31, 2011:

	2011		
	Fair Value	Cost	Unrealized Gain (Loss)
Mutual funds			
Fixed income securities - corporate/ government			
Northern Trust Bond Index Fund	$ 2,263,544	$ 2,179,389	$ 84,155
Northern Trust Ultra-Short Fixed Income Fund	2,612,197	2,623,135	(10,938)
Vanguard Inflation Protected Securiites Fund Admiral	459,632	440,580	19,052
Total	$ 5,335,373	$ 5,243,104	$ 92,269

Fair value measurements

The Trust adopted Statement on Financial Accounting Standards ASC 820, "Fair Value Measurements and Disclosures", which among other matters, requires enhanced disclosures about investments that are measured and reported at fair value. ASC 820 establishes a hierarchical disclosure framework which prioritizes and ranks the level of market price observability used in measuring investments at fair value. Market price observability is affected by a number of factors, including the type of investment and the characteristics specific to the investment. Investments with readily available active quoted prices or for which fair value can be measured from actively quoted prices generally will have a higher degree of market price observability and a lesser degree of judgment used in measuring fair value. Investments measured and reported at fair value are classified and disclosed in one of the following categories.

Level I – Quoted prices are available in active markets for identical investments as of the reporting date. The type of investments in Level I include short-term investments.

Level II – Pricing inputs are other than quoted market prices included in Level I, however are observable indirectly for the investment. The Trust does not carry any Level II investments.

Level III – Pricing inputs are unobservable for the investment and includes situations where there is little, if any, market activity for the investment. The inputs into the determination of fair value require significant management judgment or estimation. The Trust does not carry any Level III investments.

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BRAUER 524(G) ASBESTOS TRUST

NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
DECEMBER 31, 2011

NOTE 4 - Investments in marketable securities (continued)

Fair value measurements
The valuations of the Trust's investments in marketable securities by the above ASC 820 fair value hierarchy levels as of December 31, 2011, are as follows:

	2011			
	Level I	Level II	Level III	Total
Investments, at fair value				
Mutual funds	$ 5,335,373	$ -	$ -	$ 5,335,373

NOTE 5 - Contingency – insurance settlement

The Trust executed a settlement agreement with an insurance company pending certain issues that have yet to be resolved. The Trust expects a net payment of approximately $891,482 after the payment of the contingency fee. Since certain provisions relating to the settlement agreement have not been met, no amount has been accrued at December 31, 2011.

NOTE 6 - Subsequent events

The Trust evaluated subsequent events through April 18, 2012, the date which the financial statements were available to be issued. There were no material subsequent events that required recognition or additional disclosure in these financial statements.

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Brauer 524(g) Asbestos Trust

Report of Compensation and Expense Reimbursement
(January 1, 2011 through December 31, 2011)

	Compensation	Expense Reimbursement
Ken M. Kawaichi (Trustee)	$-0-	$686
Dean M. Trafelet (Futures Representative)	$2,813	$8

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