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 30, 2021, the **Brauer 524(g) Asbestos Trust Special-Purpose Financial Statements and Report of Independent Auditors for the Years Ended December 31, 2020 and 2019 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 30, 2021

BRAUER 524(G) ASBESTOS TRUST

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

Joseph D. Frank (IL No. 6216085)
FRANKGECKER LLP
1327 W. Washington Blvd., Suite 5 G-H
Chicago, Illinois 60607
Phone: (312) 276-1400
Fax: (312) 276-0035
jfrank@fgllp.com

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CERTIFICATE OF SERVICE

I, Joseph D. Frank, an attorney, hereby certify that, on **April 30, 2021**, a true and correct copy of the **Brauer 524(g) Asbestos Trust Special-Purpose Financial Statements and Report of Independent Auditors for the Years Ended December 31, 2020 and 2019 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 non-ECF parties 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.

- Bartholomew J. Baumstark baumstark@obrienlawfirm.com, thornton@obrienlawfirm.com
- David C. Christian dchristian@seyfarth.com
- Brian T. Fenimore bfenimore@lathropgage.com, mdscott@lathropgage.com
- Joseph D. Frank jfrank@fgllp.com, ccarpenter@fgllp.com;rheiligman@fgllp.com
- Elizabeth V. Heller elizabeth@ghalaw.com, jens@ghalaw.com
- Patrick M. Jones pmj@greensfelder.com, je@greensfelder.com
- Peter D. Kerth pkerth@jenkinskling.com, mdarner@jenkinskling.com
- Joel A Kunin jkunin@kuninlaw.com
- Bruce D. LeMoine blemoine@armstrongteasdale.com
- Peter Lumaghi Peter.Lumaghi@usdoj.gov
- Robert Brian McMaster rb_bank@riezmanberger.com
- Sheryl L. Moreau edmoecf@dor.mo.gov
- Office of U.S. Trustee USTPRegion13.SL.ECF@USDOJ.gov
- Lisa A. Pake lpake@haar-woods.com, LHERRINGTON@CHOATE.COM
- Robert Woods Phillips rphillips@simmonscooper.com
- Randall F. Scherck rscherck@lathropgage.com
- Steven M. Wallace swallace@kuninlaw.com

BRAUER 524(g) ASBESTOS TRUST SERVICE LIST

ECF

Peter D. Kerth
JENKINS & KLING, P.C.
150 North Meramec Avenue
Suite 400
St. Louis, Missouri 63105

ECF

Peter Lumaghi
OFFICE OF THE UNITED STATES TRUSTEE
Thomas F. Eagleton U.S. Courthouse
11 South 10th Street, Suite 6353
St. Louis, Missouri 63102

Via Email

Ken M. Kawaichi
14 Mesa Avenue
Piedmont, California 94611
kkawaichi@sbcglobal.net

Via Email

Hon. Dean M. Trafelet (Ret.)
1242 N. Lake Shore Dr., Apt. 9S
Chicago, IL 60610
dean@trafeletltd.com

Via Email

Andrew Kress
Arnold & Porter
250 W. 55th Street
New York, NY 10019-9710
Andrew.kress@arnoldporter.com

U.S. Mail

Thomas M. Strauss, Director, Client Services
WILMINGTON TRUST SP SERVICES, INC.
1105 North Market Street, Suite 1300
Wilmington, Delaware 19801

Via Email

John D. Cooney
Timothy Martin
COONEY AND CONWAY
120 North LaSalle Street, 30th Floor
Chicago, Illinois 60602
jcooney@cooneyconway.com
tmartin@cooneyconway.com

Via Email

Barry Julian
Beth Gori
GORI, JULIAN & ASSOCIATES, P.C.
156 North Main Street
Edwardsville, Illinois 62025-1972
barry@gorijulian.com
beth@gorijulianlaw.com

Via Email

Andrew A. O'Brien
O'Brien Law Firm, P.C.
815 Geyer Ave.
St. Louis, Missouri 63104
obrien@obrienlawfirm.com

Via Email

Perry J. Browder
SIMMONS HANLY CONROY
One Court Street
Alton, Illinois 62002
pbrowder@simmonsfirm.com

ECF

J. Talbot Sant, Jr.
Bruce D. LeMoine
ARMSTRONG TEASDALE LLP
One Metropolitan Square, Suite 2600
St. Louis, Missouri 63102-2740

Via Email

Fred M. Brody
Julie Chiocca
MORRISON & MORRISON, LTD.
222 S. Riverside Plaza, Suite 2730
Chicago, Illinois 60606
fmb@morrmorr.com
jchiocca@morrmorr.com

Via Email

Phil Kosmala
Managing Director
Taiber Kosmala & Associates, LLC
141 W. Jackson Blvd., Suite 3540
Chicago, IL 60604
philk@taiberkosmala.com

Brauer Supply Asbestos Trust Annual Reports, 2020 annual report
ACL Doc 14256 · Page 4 of 22
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BRAUER 524(g) ASBESTOS TRUST

SPECIAL-PURPOSE FINANCIAL STATEMENTS
AND
REPORT OF INDEPENDENT AUDITORS

DECEMBER 31, 2020 AND 2019

TABLE OF CONTENTS

Independent Auditors' Report	1 - 2
Financial Statements	
Special-Purpose Statements of Net Claimants' Equity	3
Special-Purpose Statements of Changes in Net Claimants' Equity	4
Notes to Special-Purpose Financial Statements	5 -14



To the Trustee of
Brauer 524(g) Asbestos Trust

Independent Auditors' Report

Report on the Special-Purpose Financial Statements

We have audited the accompanying special-purpose financial statements of the Brauer 524(g) Asbestos Trust (the "Trust", organized in the State of Delaware), which comprise the special-purpose statements of net claimants' equity as of December 31, 2020 and 2019, and the related special-purpose statements of changes in net claimants' equity for the years then ended, and the related notes to the special-purpose financial statements.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express an opinion on these 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 audits to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Trust's preparation and fair presentation of the 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 Trust'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 financial statements.

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

Opinion

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, 2020 and 2019, and the changes in net claimants' equity for the years then ended in conformity with the special-purpose basis of accounting.

500 N. Michigan Avenue, Suite 1700
Chicago, IL 60611
312-642-0006

audit • tax • consulting
www.topelforman.com

999 18th Street, Suite 1605N
Denver, CO 80202
720-588-4707

Basis of Accounting

We draw attention to Note 2 of the special-purpose financial statements, which describes the basis of accounting. The financial statements are 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 periods.

Restriction on Use

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

Chicago, Illinois
April 29, 2021

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BRAUER 524(g) ASBESTOS TRUST

SPECIAL-PURPOSE STATEMENTS OF NET CLAIMANTS' EQUITY
DECEMBER 31, 2020 AND 2019

ASSETS

	2020	2019
Cash and cash equivalents		
Unrestricted	$ 172,548	$ 294,595
Restricted	11,520	12,040
Other receivable	450	-
Investments in marketable securities	7,985,375	7,761,085
Accrued dividend income	-	377
Prepaid expenses	5,047	4,965
Prepaid federal income taxes	178	-
Total assets	$ 8,175,118	$ 8,073,062

LIABILITIES AND NET CLAIMANTS' EQUITY

Accrued expenses	$ 32,140	$ 19,654
Accrued payments to claimants	84,511	34,183
Federal income tax payable	-	2,409
Deferred tax liability	118,860	42,231
Claims processing deposits	11,520	12,040
Total liabilities	$ 247,031	$ 110,517
Net claimants' equity	$ 7,928,087	$ 7,962,545

(The accompanying notes are an integral part of these special-purpose financial statements.)

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BRAUER 524(g) ASBESTOS TRUST

SPECIAL-PURPOSE STATEMENTS OF CHANGES IN NET CLAIMANTS' EQUITY
FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019

	2020	2019
Revenues		
Investment income	$ 156,406	$ 233,819
Filing fees collected on withdrawn claims	1,340	7,240
Realized gain on investments	42,087	8,273
Increase in net unrealized gain on investments	196,302	256,460
Total additions	$ 396,135	$ 505,792
Operating Expenses		
Legal fees	$ 44,526	$ 35,215
Accounting fees	41,556	35,251
Claims processing fees	19,771	25,343
Audit fees	20,500	19,750
Trustee fees and expenses	31,545	33,390
Insurance expense	7,488	7,447
Financial consulting fees	4,000	-
Delaware Trustee fees and expenses	3,250	3,250
FCR fees and expenses	2,000	2,000
File storage and retrieval fees	1,103	1,049
Income tax expense	79,551	54,640
Northern Trust investment account fees	5,394	6,194
Total deductions	$ 260,684	$ 223,529
Net Increase in Net Claimants' Equity From Operations	$ 135,451	$ 282,263
Deductions from Net Claimants' Equity		
Claims settled - Trust Claims	$ 169,909	$ 814,299
Total deductions	$ 169,909	$ 814,299
Net Decrease in Net Claimants' Equity	$ (34,458)	$ (532,036)
Net Claimants' Equity, Beginning of Year	7,962,545	8,494,581
Net Claimants' Equity, End of Year	$ 7,928,087	$ 7,962,545

(The accompanying notes are an integral part of these special-purpose financial statements.)

Brauer Supply Asbestos Trust Annual Reports, 2020 annual report
ACL Doc 14256 · Page 10 of 22
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BRAUER 524(G) ASBESTOS TRUST

NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

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 pursued its rights under assigned insurance policies and has received $10,564,103 from these insurance policies through December 31, 2019. The Trust does not expect to receive any additional insurance policy receipts.

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 began compensating the Trustee for fees in 2012. Members of the Trust Advisory Committee are not reimbursed for any fees or expenses.

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

Brauer Supply Asbestos Trust Annual Reports, 2020 annual report
ACL Doc 14256 · Page 11 of 22
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BRAUER 524(G) ASBESTOS TRUST

NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

NOTE 2 - Summary of significant accounting policies (continued)

Basis of accounting (continued)

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 statements of net claimants' equity are not classified, resulting in no separation between current and noncurrent assets and liabilities.

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 presented 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. Payments to claimants are reported as deductions from net claimants' equity and do not represent expenses of the Trust for income tax purposes.

vi) Claims are expensed in the period in which the claims are approved for payment and an offer has been made. The settlement amount is multiplied by the applicable payment percentage, initially set at 2.6% and increasing to 5.5% effective September 1, 2017. No liability is recorded for future claims filings and filed claims which have not been approved for payment and an offer has not been made. Net claimants' equity represents funding available to pay present and future claims on which no liability has been recorded.

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.

Brauer Supply Asbestos Trust Annual Reports, 2020 annual report
ACL Doc 14256 · Page 12 of 22
Published by AsbestosClaims.Law
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BRAUER 524(G) ASBESTOS TRUST

NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

NOTE 2 - Summary of significant accounting policies (continued)

Financial instruments

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

Cash, cash equivalents and restricted cash

Cash and cash equivalents include demand deposit accounts and cash invested in money market funds. The Trust invested in short-term securities with maturities of less than one year. As of December 31, 2020, the Trust had $151,562 invested in TD Ameritrade money market funds and $19,646 invested in Northern Trust money market funds. As of December 31, 2019, the Trust had $287,355 invested in Northern Trust money market funds. At December 31, 2020 and 2019, the Trust had $1,340 and $7,240, respectively, of unrestricted cash in the filing fee account.

At December 31, 2020 and 2019, restricted cash represents filing fees received from claimants, which will be refunded if the claim is accepted and retained by the Trust if the claim does not qualify for payment.

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 based on their quoted market prices, in the statements of net claimants' equity, with net holding unrealized gains or losses reported as an increase or decrease in net unrealized gains or losses on investments in the statements 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 realized gains or losses on investments in the statements of changes in net claimants' equity. Interest and dividends are recognized on the accrual basis. Purchases and sales of marketable securities are recorded on the trade date.

Brauer Supply Asbestos Trust Annual Reports, 2020 annual report
Published by AsbestosClaims.Law
ACL Doc 14256 · Page 13 of 22
asbestosclaims.law/library/14256/13

BRAUER 524(G) ASBESTOS TRUST

NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

NOTE 2 - Summary of significant accounting policies (continued)

Investments in marketable securities and related income (continued)

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.

Claims processing deposits

Claims processing deposits represent filing fees collected for each unliquidated claim, which will be refunded by the Trust if the claim is paid.

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, 2020, the Trust had $178 on deposit as prepaid federal income taxes . At December 30, 2019, $2,409 was due for federal income taxes. The Trust had available at December 31, 2019, a capital loss carryforward of approximately $10,800, which was fully utilized in 2020.

Temporary differences between financial reporting income and taxable income generate deferred tax assets related to net operating loss and capital loss carryforwards. Temporary differences between financial reporting income and taxable income generate deferred tax assets/liabilities related to unrealized gains/losses on investments.

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.

Brauer Supply Asbestos Trust Annual Reports, 2020 annual report
Published by AsbestosClaims.Law
ACL Doc 14256 · Page 14 of 22
asbestosclaims.law/library/14256/14

BRAUER 524(G) ASBESTOS TRUST

NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

NOTE 2 - Summary of significant accounting policies (continued)

Income taxes (continued)

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 had no unrecognized tax positions at December 31, 2020 or 2019. If applicable, the Trust would recognize penalties and interest related to income taxes in income tax expense.

For federal income tax purposes, the Trust is taxed as a Qualified Settlement Fund (QSF). Income and expenses associated with the Trust are taxed in accordance with Section 468B of the Internal Revenue Code. The statutory income tax rate for the Trust was 37% during the years ended December 31, 2020 and 2019.

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.

NOTE 3 - 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, 2020:

	2020		
	Fair Value	Cost	Unrealized Gain
Mutual funds			
Fixed income securities - corporate/ government			
Northern Trust Bond Index Fund	$ 4,275,648	$ 4,036,671	$ 238,977
Northern Trust Ultra-Short Fixed Income Fund	3,519,635	3,455,737	63,898
Fixed income securities - other bonds			
FlexShares iBoxx 3-Year Target Duration TIPS Index Fund	92,802	86,332	6,470
FlexShares iBoxx 5-Year Target Duration TIPS Index Fund	97,290	85,391	11,899
Total	$ 7,985,375	$ 7,664,131	$ 321,244

Brauer Supply Asbestos Trust Annual Reports, 2020 annual report
ACL Doc 14256 · Page 15 of 22
Published by AsbestosClaims.Law
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BRAUER 524(G) ASBESTOS TRUST

NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

NOTE 3 - Investments in marketable securities (continued)

Summary of cost and fair value of investments (continued)

The following is a summary of the cost and fair value of investments in marketable securities as of December 31, 2019:

	2019		
	Fair Value	Cost	Unrealized Gain
Mutual funds			
Fixed income securities - corporate/ government			
Northern Trust Bond Index Fund	$ 3,992,955	$ 3,911,603	$ 81,352
Northern Trust Ultra-Short Fixed Income Fund	3,590,732	3,552,819	37,913
Fixed income securities - other bonds			
FlexShares iBoxx 3-Year Target Duration TIPS Index Fund	87,894	86,330	1,564
FlexShares iBoxx 5-Year Target Duration TIPS Index Fund	89,504	85,391	4,113
Total	$ 7,761,085	$ 7,636,143	$ 124,942

Fair value measurements

The Trust follows 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

Brauer Supply Asbestos Trust Annual Reports, 2020 annual report
ACL Doc 14256 · Page 16 of 22
Published by AsbestosClaims.Law
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BRAUER 524(G) ASBESTOS TRUST

NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

NOTE 3 - Investments in marketable securities (continued)

Fair value measurements (continued)

fair value require significant management judgment or estimation. The Trust does not carry any Level III investments.

The valuations of the Trust's investments in marketable securities by the above ASC 820 fair value hierarchy levels as of December 31, 2020 and 2019 are as follows:

	2020			
	Level I	Level II	Level III	Total
Investments, at fair value				
Mutual funds	$ 7,985,375	$ -	$ -	$ 7,985,375

	2019			
	Level I	Level II	Level III	Total
Investments, at fair value				
Mutual funds	$ 7,761,085	$ -	$ -	$ 7,761,085

Sale of investments

The Trust had gross proceeds of $167,000 and recognized net gains of $1,657 from investments sold during 2020. The Trust had gross proceeds of $910,401 and recognized net gains of $4,727 from investments sold during 2019. The Trust also included capital gain distributions in realized gain on investments totaling $40,430 and $3.546 during the years ended December 31, 2020 and 2019, respectively.

NOTE 4 - Claim liabilities

The Trust distinguishes between claims that were resolved prior to the establishment of the Trust (Pre-petition Liquidated Claims) and claims received and processed using the Trust Documents after the creation of the Trust (Trust Claims).

The cases underlying the Pre-petition Liquidated Claims were stayed by the court until the Plan was confirmed. The Trust approved and immediately made offers to pay, subject to receiving a claimant release and the approved Payment Percentage of the liquidated value of each Pre-Petition Liquidated Claim. Certain Pre-petition Liquidated Claims were further reduced by payments made by the Debtors' insurers prior to the formation of the Trust. During the years ended December 31, 2020 and 2019, no Pre-petition Liquidated Claims were paid.

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BRAUER 524(G) ASBESTOS TRUST

NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

NOTE 4 - Claim liabilities (continued)

The liability for Pre-petition Liquidated Claims was $16,689 at December 31, 2020 and 2019.

For all Trust claims, a liability for unpaid claims is recorded at the time the offer is extended and the release authorization is mailed. Funds are mailed after the approved release is signed, received, and approved by the Trust. Unpaid claims liabilities remain on the Trust's books until the offer is accepted, rejected or expires after six months. Offers may be extended an additional six months upon written request and good cause. At December 31, 2020 and 2019, respectively, there were extended offers of $67,822 and $17,494. During the years ended December 31, 2020 and 2019, respectively, $119,581 and $796,805 of Trust claims were paid.

All claimants are entitled to the full liquidated value of their claim. Under the Amended and Restated Brauer 524(g) Asbestos Trust, Trust Distribution Procedures (the "TDP"), claimants receive an initial pro rata payment equal to the approved Payment Percentage of the claim's liquidated value. The remaining obligation for the unpaid portion of the liquidated amount is not recorded and is not a liability of the Trust, unless the Payment Percentage is increased. In that instance, the Trust would be obligated to retroactively pay the increased percentage to all previously paid claimants.

NOTE 5 - Net claimants' equity

The Trust was created pursuant to the Plan approved by the United States Bankruptcy Court for the Eastern District of Missouri. The TDP was adopted pursuant to the Plan. It is designed to provide fair and equitable treatment for all Trust claims that may presently exist or may arise in the future. 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 disease values, jurisdictions, and individual factual information concerning each claimant as set forth in the TDP.

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.

Based on research and testimony presented during the bankruptcy, the court approved an initial payment to claimants of 2.6% of the liquidated value of then current and estimated future claims (Payment Percentage). The TDP gives the Trustee, with the consent of the Trust Advisory Committee ("TAC") and the Futures Claims Representative, the power to periodically update its estimate of the Payment Percentage based on updated assumptions regarding its future assets and liabilities and, if appropriate, propose additional changes in the Payment Percentage.

Effective September 1, 2017, the Trust increased the payment percentage from 2.6% (initial payment percentage) to 5.5%. Claimants whose claims were liquidated and paid in prior periods received additional payments (supplemental payments) in November 2017, as provided in the TDP.

Brauer Supply Asbestos Trust Annual Reports, 2020 annual report
ACL Doc 14256 · Page 18 of 22
Published by AsbestosClaims.Law
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BRAUER 524(G) ASBESTOS TRUST

NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

NOTE 6 - Income taxes

The Trust reports its income to the Internal Revenue Service as a designated settlement fund which is taxed at the highest rate applicable to trusts under Section I (e) of the Internal Revenue Code, which was 37% for the years ended December 31, 2020 and 2019. For net operating losses (NOLs) created in years beginning after December 31, 2017, the carryforward of NOLs will be limited to a reduction of 80% of modified taxable income without expiration. NOLs prior to January 1, 2018 will carry forward 20 years, and there is no limitation in the reduction of modified taxable income.

On March 27, 2020, the Coronavirus Aid, Relief, and Economic Security Act (CARES Act) was enacted into law. The CARES Act made a number of changes to U.S. tax laws for tax years beginning before 2021. These changes include the removal of the limitation that NOLs could be used to offset no more than 80% of taxable income and the allowance for the carryback of losses arising in tax years 2018, 2019 and 2020 to each of the five tax years preceding the loss year. Unused losses from these years may be carried forward indefinitely.

The Trusts' federal income tax expense (benefit) is calculated as follows for the years ended December 31:

	2020	2019
Modified taxable income	$ 18,700	$ 72,170
Tax rate	37%	37%
Federal income tax expense	6,919	26,703
Utilization of net operating loss	-	(14,294)
Utilization of capital loss carryfoward	(3,997)	-
Change in valuation allowance	-	(71,657)
Change in tax position	-	1,643
Deferred federal income tax expense	76,629	112,245
Net income tax expense	$ 79,551	$ 54,640

During the years ended December 31, 2020 and 2019, respectively, the Trust made cash payments for income taxes of $5,509 and $10,000, respectively.

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BRAUER 524(G) ASBESTOS TRUST

NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

NOTE 6 - Income taxes (continued)

Temporary differences between financial reporting and taxable income generate deferred tax assets and liabilities, as follows for the years ended December 31:

	2020	2019
Capital loss carryforward	$ -	$ 3,998
Unrealized gain/loss on investments	(118,860)	(46,229)
Net deferred tax liability	$ (118,860)	$ (42,231)

NOTE 7 - Estimates

In early 2020, the World Health Organization declared the rapidly spreading coronavirus disease (COVID-19) outbreak a pandemic. This pandemic has resulted in governments worldwide enacting emergency measures to combat the spread of the virus. The Trust considered the impact of COVID-19 on the assumptions and estimates used and determined that there were no material adverse impacts on the Trust's financial condition, liquidity and operations at December 31, 2020. The Trust is not aware of any specific event or circumstance that would require an update to its estimates for judgments or a revision of the carrying value of its assets or liabilities as of the date of issuance of the financial statements. These estimates may change, as new events occur and additional information is obtained.

NOTE 8 - Subsequent events

The Trust evaluated subsequent events through April 29, 2021, which is when the financial statements were available to be issued and has concluded that no events or transactions have occurred or are pending that would have a material effect on the financial statements.

Brauer Supply Asbestos Trust Annual Reports, 2020 annual report
ACL Doc 14256 · Page 20 of 22
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Brauer Supply Company Asbestos Trust

Report of Asbestos Claim Activity and Disposition during Period from January 1, 2020 through December 31, 2020

Type of Claim	Number of Claims Filed	Number of Claims Approved for Payment	Number of Claims Withdrawn or Rejected	Liquidated Value of Approved Claims	Number of Approved Claims Paid	Amount Paid on Approved Claims after Application of Payment Percentage
Pre-Petition Liquidated Claims	0	0	0	$0	0	$0
Mesothelioma (Level IV)	165	17	100	$2,378,033	10	$80,914
Lung Cancer (Level III)	378	17	146	$684,724	16	$36,990
Other Cancer (Level II)	36	1	27	$22,500	1	$1,238
Other Asbestos Disease (Level I)	35	2	17	$4,000	4	$440
Unspecified Disease Level Claims	226	0	163	$0	0	$0

Brauer 524(g) Asbestos Trust

Report of Compensation and Expense Reimbursement
(January 1, 2020 through December 31, 2020)

	Compensation	Expense Reimbursement
Ken M. Kawaichi (Trustee)	$31,545	$-0-
Dean M. Trafelet (Futures Representative)	$2,000	$-0-

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