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G-I HOLDINGS INC. ASBESTOS PERSONAL INJURY SETTLEMENT TRUST

Special-Purpose Financial Statements
and
Report of Independent Auditors

Years Ended December 31, 2020 and 2019

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G-I HOLDINGS INC. ASBESTOS PERSONAL INJURY SETTLEMENT TRUST

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REPORT OF INDEPENDENT AUDITORS

To the Trustees of
G-I Holdings Inc. Asbestos Personal Injury Settlement Trust

We have audited the accompanying special-purpose financial statements of the G-I Holdings Inc. Asbestos Personal Injury Settlement 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 (collectively, the "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; this includes determining that the special-purpose basis of accounting is an acceptable basis for the preparation of the Financial Statements in these circumstances. 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.

Auditor's 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 auditor's 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 auditor considers internal control relevant to the entity'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 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 Financial Statements.

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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 Financial Statements referred to above present fairly, in all material respects, the net claimants' equity of the 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.

Emphasis of Matter

We draw attention to Note 2 of the 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 to the Trust. Our opinion is not modified with respect to this matter.

Restriction on Use

This report is intended solely for the information and use of the management of the Trust, the Trustees, the beneficiaries of the Trust and the United States Bankruptcy Court for the District of New Jersey ("Bankruptcy Court") 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 Bankruptcy Court, is a matter of public record.

BKM Dowan Horan, LLP

Addison, Texas
April 19, 2021

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G-I HOLDINGS INC. ASBESTOS PERSONAL INJURY SETTLEMENT TRUST

Special-Purpose Statements of Net Claimants' Equity

	December 31, 2020	2019
ASSETS		
Cash and cash equivalents	$ 10,742,839	$ 20,386,668
Investments in marketable securities	363,791,507	374,259,212
Accrued interest and dividend income	2,746,476	3,065,023
Prepaid expenses and other assets	174,501	115,118
Prepaid federal income taxes	151,166	103,630
Total assets	$ 377,606,489	$ 397,929,651
LIABILITIES AND NET CLAIMANTS' EQUITY		
Accrued expenses	$ 285,375	$ 712,935
Deferred tax liability	6,780,620	322,134
Accrued payments to claimants	11,923,344	16,821,086
Payable on pending investment purchases	1,220,585	1,836,432
Total liabilities	20,209,924	19,692,587
Net claimants' equity	$ 357,396,565	$ 378,237,064

See accompanying notes to special-purpose financial statements.

G-I HOLDINGS INC. ASBESTOS PERSONAL INJURY SETTLEMENT TRUST

Special-Purpose Statements of Changes in Net Claimants' Equity

	Years Ended December 31, 2020	2019
Additions		
Interest and dividend income	$ 12,392,975	$ 14,025,246
Gain on investments in marketable securities, net	12,622,281	25,406,359
Total additions	25,015,256	39,431,605
Deductions		
Payments to claimants	37,077,852	37,275,001
Income tax expense	6,555,950	11,374,851
Claims processing fees	712,362	834,858
Financial consulting	295,000	295,879
Trustee fees and expenses	252,086	296,113
Legal fees	200,257	450,087
Accounting fees	173,198	168,931
Foreign tax expense	164,023	195,246
Trustee fiduciary fees	132,364	129,388
Future Claimants' Representative fees and expenses	94,937	180,682
Insurance expense	77,543	76,961
Custody fees	43,998	44,326
Trust Advisory Committee fees and expenses	36,146	55,594
Audit fees	29,756	39,735
Consulting fees	5,783	286,535
Delaware Trustee fees and expenses	4,500	4,500
Total deductions	45,855,755	51,708,687
Net decrease in net claimants' equity	(20,840,499)	(12,277,082)
Net claimants' equity, beginning of year	378,237,064	390,514,146
Net claimants' equity, end of year	$ 357,396,565	$ 378,237,064

See accompanying notes to special-purpose financial statements.

G-I HOLDINGS INC. ASBESTOS PERSONAL INJURY SETTLEMENT TRUST

Notes To Special-Purpose Financial Statements

Note 1 - Nature of Trust

Description of Trust

The G-I Holdings Inc. Asbestos Personal Injury Settlement Trust (the "Trust") was established in accordance with the Eighth Amended Joint Plan of Reorganization (the "Plan"), of G-I Holdings Inc. and ACI Inc., ("G-I") pursuant to Chapter 11 of the United States Bankruptcy Code. The purpose of the Trust is:

i) to assume liability for all asbestos personal injury claims ("Claims") against G-I;

ii) to use the Trust's assets and income to pay holders of valid Claims in such a way that all holders of similar asbestos claims, both current and future, are treated in a substantially equivalent manner; and

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

The Trust was established on November 17, 2009, the Effective Date of the Plan ("Effective Date"), and is a Qualified Settlement Fund under Internal Revenue Code (the "Code") Section 468B for holders of Claims ("Qualified Settlement Fund"). The Trust operates as the G-I Holdings Inc. Asbestos Personal Injury Settlement Trust.

Pursuant to the Plan, G-I Holdings Inc. paid $210,050,000 in cash to the Trust at the date of formation. In addition, the Trust received a Note Receivable from G-I Holdings Inc. (the "Note) in the amount of $560,000,000. The Note was redeemed and paid in full by G-I Holdings Inc. on August 3, 2012 for the negotiated sum of $525,000,000.

The Trust is governed by a Trust Agreement and Trust Distribution Procedures ("TDP") that establish the framework and criteria for allowance and payment of Claims by the Trust. The Trust Agreement and TDP were approved by the United States District Court as part of the Plan. There are eight disease levels specified in the TDP. Each claimant who meets the medical and exposure requirements of the TDP for a particular disease level may apply for expedited review and a specified payment amount. Claimants also have an alternative, under the TDP, to submit additional documentation and request a more expansive review of their Claim ("Individual Review Process") in which case claims may be paid within a range of amounts.

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G-I HOLDINGS INC. ASBESTOS PERSONAL INJURY SETTLEMENT TRUST

Notes To Special-Purpose Financial Statements

Note 1 - Nature of Trust – (Continued)

Description of Trust – continued

The Trust's assets consist primarily of cash and cash equivalents and investments in marketable securities, which, with the earnings (or losses) on such investments, are intended to be totally consumed by the allowance and payment of claims and operation of the Trust. The percentage amount of each allowed claim that will actually be paid will be determined by projections of total allowed Claims and operational expense of the Trust, on the one hand, and total assets and net earnings (or losses), on the other. Effective January 1, 2012, the Trust amended the TDP. The Payment Percentage, initially set at 8.6%, was adjusted to 7.4% by the Trust pursuant to the consent of the Trust Advisory Committee (the "TAC") and the Legal Representative for Future Claimants (the "Futures Representative"). This payment percentage is subject to periodic review and adjustment. The Trustees are fiduciaries to the beneficiaries of the Trust and are responsible for administering the Trust and the Trust's assets in accordance with the Trust Agreement, the Trust Distribution Procedures and the Plan.

Termination

The Trust Agreement (Section 7.2) provides that the Trust shall automatically dissolve on the date (the "Dissolution Date") ninety (90) days after the first to occur of the following events:

- The Trustees, in their discretion, decide to terminate the Trust because (A) they deem it unlikely that new Claims will be filed against the Trust , (B) all Claims duly filed with the Trust have been liquidated and paid to the extent provided in the Trust Agreement and TDP, or have been disallowed by a final, non-appealable order, to the extent possible based upon the funds available through the Plan, and twelve (12) consecutive months have elapsed during which no new Claims have been filed with the Trust;

- If the Trustees have procured and have in place irrevocable insurance policies and have established claims handling agreements and other necessary arrangements with suitable third parties adequate to discharge all expected remaining obligations and expenses of the Trust in a manner consistent with the Trust Agreement and the TDP, the date on which the Bankruptcy Court enters an order approving such insurance and other arrangements and such order becomes a final order; or to the extent that a rule against perpetuities shall be deemed applicable to the Trust, twenty-one (21) years less ninety-one (91) days after the death of the last survivor of all the descendants of the late Joseph P. Kennedy, Sr., father of the late President John F. Kennedy, living on the Effective Date of the Plan.

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Notes To Special-Purpose Financial Statements

Note 1 - Nature of Trust – (Continued)

Termination – continued

On the Dissolution Date or as soon as reasonably practicable, after the wind-up of the Trust's affairs by the Trustees and payment of all the Trust's liabilities have been provided for as required by applicable law, all remaining assets shall be applied to such charitable purposes, if practicable, shall be related to the treatment of, research on, or the relief of individuals suffering from asbestos related lung disease or disorders.

Note 2 - Summary of Significant Accounting Policies

Basis of accounting

The Trust's special-purpose financial statements ("Financial Statements") are prepared using special-purpose accounting methods that differ from accounting principles generally accepted in the United States of America ("GAAP"). The special-purpose accounting methods are being used to better communicate the equity available to satisfy current and future claims. Since the accompanying Financial Statements and transactions are not based upon GAAP, accounting treatment by other parties for these same transactions may differ as to timing and amount. These special-purpose accounting methods and the differences from GAAP are summarized as follows:

- The Financial Statements are prepared using the accrual basis of accounting, except as otherwise described herein.
- The statement of net claimants' equity is not classified, resulting in no separation between current and noncurrent assets.
- These Financial Statements do not include a statement of cash flows.
- Cash and cash equivalents are recorded at cost with accrued income shown separately.
- The funding received from G-I Holdings Inc. 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 tax deductible expenses of the Trust.

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Notes To Special-Purpose Financial Statements

Note 2 - Summary of Significant Accounting Policies – (Continued)

Basis of accounting – continued

- A claims liability is recorded once an offer is made to the claimant at an amount equal to the liquidated value multiplied by the applicable payment percentage. No liability is recorded for future claims filings and filed claims on which no offer has been made. Net claimants' equity represents funding available to pay present and future claims on which no liability has been recorded. At December 31, 2020 and 2019, the liability for accrued payments to claimants reflected in the statement of net claimants' equity represents unpaid outstanding ($10,855,836 and $14,849,234, respectively) and accepted ($636,414 and $1,537,301, respectively) offers. Also included in the liability for accrued payments to claimants at December 31, 2020 and 2019, ($431,094 and $434,551, respectively) is an accrual for the second installment on all previously paid offers. Prior to October 1, 2013, the Trust paid claims in two installments to the claimant with the final installment based on the then applicable payment percentage. During 2013, the Trustees amended the TDP to make all outstanding installment payments, eliminate future installment payments, and settle claims in a single payment equal to the liquidated value of the claim times the payment percentage in effect at the time of the payment. At December 31, 2020 and 2019, certain second installment payments remained unpaid due to an Ohio Worker's Compensation subrogation issue.

- At December 31, 2020 and 2019, the Trust's investments in marketable debt securities were considered as available for sale. The unrealized holding gains (losses) on these investments are included in net gain on investments in marketable securities, net of management fees, bond amortization and trading expenses on the accompanying statements of changes in net claimants' equity. Under GAAP, 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 (loss).

Use of estimates

The preparation of 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 Financial Statements and the reported amounts of additions and deductions to net claimants' equity during the reporting periods. Significant items subject to such estimates and assumptions include the carrying value of financial instruments, current and deferred income taxes, and the accrued payments to claimants. Actual results could differ from those estimates.

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G-I HOLDINGS INC. ASBESTOS PERSONAL INJURY SETTLEMENT TRUST

Notes To Special-Purpose Financial Statements

Note 2 - Summary of Significant Accounting Policies – (Continued)

Financial instruments

The Trust's financial instruments are cash and cash equivalents, accrued interest and dividend income, investments in marketable securities, and accrued expenses and payments to claimants. The carrying amount of cash and cash equivalents, accrued interest and dividend income and accrued expenses approximate their fair values based on their short-term nature. The carrying amount of payments to claimants approximate fair value based upon management's estimates and history of payments. The carrying amount of investments in marketable securities is based on fair value.

Cash and cash equivalents

The Trust invests in short-term securities with maturities of less than one year. At December 31, 2020 and 2019, the Trust had $10,742,839 and $20,386,668, respectively, invested in Northern Trust Treasury money market funds.

Concentrations of credit risk

Financial instruments, which potentially subject the Trust to concentrations of credit risk, consist primarily of cash and cash equivalents and investments in marketable securities. The Trust maintained its cash and cash equivalents in accounts that are not federally insured but considers them to be of high credit quality. The Trust has not experienced any losses in such accounts, and it does not believe it is exposed to any significant credit risk.

The Trust's investments are exposed to various risks, such as interest rate, market and credit risk. Due to the level of risk associated with investments, 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. However, the Trust has a formal investment policy of placing investments in high-quality financial institutions.

Investments in marketable securities and related income (loss)

Investments in marketable securities are reported at fair value in the special-purpose statements of net claimants' equity and changes in the fair value of investments, as well as realized gains and losses, bond amortization, management fees, and trading expenses are included in gain or loss on investments in marketable securities, net, reported in the special-purpose statements of changes in net claimants' equity. Purchases and sales of marketable securities are recorded on the trade date.

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Note 2 - Summary of Significant Accounting Policies – (Continued)

Investments in marketable securities and related income (loss) – continued

Included in investments in marketable securities on the special-purpose statements of net claimants' equity at December 31, 2020 and 2019, are foreign equity funds. These investments do not have quoted market prices. The fair value is estimated by using pricing models and quoted prices of the publicly traded international securities in the funds.

Realized gains and losses on disposals of investments are determined by the specific identification method. Interest and dividend income 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.

Net claimants' equity

The Trust, under the adopted special-purpose accounting convention, does not record the liability for future claims expected to be filed over the life of the Trust. The net claimants' equity is available for (i) the payments of allowed asbestos-related claims and (ii) operational expenses of the Trust.

Income taxes

Deferred tax assets and liabilities are recorded based on temporary differences between the carrying amounts of assets and liabilities for financial reporting and income tax purposes using the enacted tax rates and laws. A valuation allowance is established when it is likely that the deferred tax assets may not be realized. 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 G-I Holdings Inc. and disbursements paid to settle asbestos claims are not taxable or deductible by the Trust.

The amount of income taxes the Trust pays is subject to potential audits by federal authorities. The Trustees' estimate of the potential outcome of any uncertain tax issues is subject to management's assessment of relevant risks, facts, and circumstances existing at that time. The Trust uses a more likely than not threshold for financial statement recognition and measurement of tax positions taken or expected to be taken in a tax return.

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Notes To Special-Purpose Financial Statements

Note 2 - Summary of Significant Accounting Policies – (Continued)

Income taxes – continued

To the extent that the Trustees' assessment of such tax position changes, the change in estimate is recorded in the period in which the determination is made. The Trust reports tax-related interest and penalties as a component of income tax expense and operating expenses, respectively. The Trust has no unrecognized tax benefits.

Subsequent events

The Trust has evaluated events and transactions subsequent to the date of the Financial Statements for matters requiring recognition or disclosure in the Financial Statements. The accompanying Financial Statements consider events through April 19, 2021, the date on which the Financial Statements were available to be issued.

Note 3 - Investments in Marketable Securities

Fair value of investments

The Trust measures its investments, at fair value, according to a hierarchy of valuation techniques. The following are the levels of the hierarchy and a brief description of the type of valuation information ("inputs") that qualifies an investment for each level:

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

Level 2 – Pricing inputs are other than quoted market prices included in Level I, however, are observable indirectly for the investment. The Trust includes its corporate and municipal bonds, asset and commercial mortgage backed securities, foreign equity funds and other fixed income in Level 2, because these pricing inputs are indirectly evident through interest rates for commonly quoted credit risks.

Level 3 – Pricing inputs are unobservable for the investment and include 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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Notes To Special-Purpose Financial Statements

Note 3 - Investments in Marketable Securities – (Continued)

Fair value of investments – continued

The valuations of the Trust's investments in marketable securities by the above fair value hierarchy levels and the corresponding cost of the investments are as follows:

		December 31, 2020		
	Level	Fair Value	Cost	Unrealized Gains (Losses)
Equity securities				
Common stocks	1	$ 87,973,852	$ 83,569,505	$ 4,404,347
Preferred stock	1	234,595	393,330	(158,735)
Foreign equity funds	2	11,880,927	10,292,744	1,588,183
Total equity securities		100,089,374	94,255,579	5,833,795
Debt securities				
Other fixed income	2	4,711,180	4,620,437	90,743
Asset backed securities	2	3,399,358	3,309,676	89,682
Commercial mortgage-backed securities	2	5,150,930	5,005,034	145,896
Corporate bonds	2	11,630,702	10,840,067	790,635
Municipal bonds	2	238,809,963	224,233,983	14,575,980
Total debt securities		263,702,133	248,009,197	15,692,936
Total		$ 363,791,507	$ 342,264,776	$ 21,526,731

G-I HOLDINGS INC. ASBESTOS PERSONAL INJURY SETTLEMENT TRUST

Notes To Special-Purpose Financial Statements

Note 3 - Investments in Marketable Securities – (Continued)

Fair value of investments – continued

		December 31, 2019		
	Level	Fair Value	Cost	Unrealized Gains (Losses)
Equity securities				
Common stocks	1	$ 92,028,041	$ 96,340,884	$ (4,312,843)
Preferred stock	1	498,991	537,292	(38,301)
Foreign equity funds	2	5,643,565	4,902,562	741,003
Total equity securities		98,170,597	101,780,738	(3,610,141)
Debt securities				
Other fixed income	2	4,590,988	4,596,002	(5,014)
Asset backed securities	2	4,189,815	4,160,699	29,116
Commercial mortgage-backed securities	2	4,344,667	4,292,242	52,425
Corporate bonds	2	16,376,294	16,082,868	293,426
Municipal bonds	2	246,586,851	236,896,311	9,690,540
Total debt securities		276,088,615	266,028,122	10,060,493
Total		$ 374,259,212	$ 367,808,860	$ 6,450,352

Maturities of the Trust's debt securities at December 31, 2020 are as follows:

	Fair Value	Cost	Unrealized Gains
Due in one year or less	$ 9,780,543	$ 9,690,255	$ 90,288
Due after one year through five years	87,905,482	84,366,405	3,539,077
Due after five years through ten years	61,541,677	56,577,500	4,964,177
Due after ten years through twenty years	77,117,061	70,929,096	6,187,965
Due after twenty years	27,357,370	26,445,941	911,429
Total	$ 263,702,133	$ 248,009,197	$ 15,692,936

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Notes To Special-Purpose Financial Statements

Note 3 - Investments in Marketable Securities – (Continued)

Fair value of investments – continued

At December 31, 2020 and 2019, the notional and fair value amounts of the Trust's equity options were zero. For the year ended December 31, 2020 and 2019, the net realized capital loss relating to the Trust's equity options was nil and $9,450,136.

Investment income (loss)

The gain on investments in marketable securities, net, is calculated as follows for the years ended December 31:

	2020	2019
Realized gains (losses)	$ 2,415,030	$ (3,644,405)
Unrealized gains	15,076,379	33,753,143
Management fees and trading expenses	(580,235)	(602,339)
Bond amortization	(4,288,893)	(4,100,040)
Gain on investments in marketable securities, net	$ 12,622,281	$ 25,406,359

Note 4 - Taxation

The Trust reports its income to the Internal Revenue Service as a Qualified Settlement Fund which is taxed at the highest rate applicable to trusts under Section 1(e) of the Code, which was 37% for the years ending December 31, 2020 and 2019.

The Trust's federal income tax expense is calculated as follows for the years ended December 31:

	2020	2019
Modified taxable income	$ 263,417	$ 658,126
Tax rate	37.0%	37.0%
Federal income tax expense	97,464	243,507
Deferred federal income tax expense	6,458,486	11,131,344
Income tax expense	$ 6,555,950	$ 11,374,851

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Notes To Special-Purpose Financial Statements

Note 4 - Taxation – (Continued)

During the years ended December 31, 2020 and 2019, the Trust made cash payments for income taxes of $145,000 and $205,000, respectively.

At December 31, 2020, the Trust has a capital loss carryforward of approximately $3,200,700 that expires in 2024. At December 31, 2019, the Trust had a capital loss carryforward of approximately $5,579,700, of which $1,911,200 was utilized in 2020 and $3,668,500 expires in 2024.

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

	2020	2019
Capital loss carryforward	$ 1,184,270	$ 2,064,497
Unrealized gain on investments	(7,964,890)	(2,386,631)
Deferred tax liability	$ (6,780,620)	$ (322,134)

Note 5 - Trust Advisory Committee and Legal Representative

The Trust Agreement sets forth the role and responsibility of the Trust Advisory Committee ("TAC") and Legal Representative ("LR"). The members of the TAC serve in a fiduciary capacity representing all holders of present Asbestos Claims ("Current Claimants"). The Trustees are required to consult with or obtain the consent of the TAC on certain matters identified in the Trust Agreement and the TDP. The TAC is comprised of eight attorneys who are engaged by Current Claimants.

The LR serves in a fiduciary capacity, representing the interests of the individuals who may file an Asbestos Claim in the future, but who at this time are unknown to the Trust ("Future Asbestos Claimants"). His role, in part, is to protect rights of the Future Asbestos Claimants. The Trustees are required to consult with or obtain the consent of the LR on certain matters identified in the Trust Agreement and the TDP.

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G-I HOLDINGS INC. ASBESTOS PERSONAL INJURY SETTLEMENT TRUST

Notes To Special-Purpose Financial Statements

Note 6 - Commitments and Contingencies

In September 2018, the United States Department of Justice ("DOJ") served a Civil Investigative Demand ("CID") on the Trust pursuant to the False Claims Act. Several other asbestos trusts were served with almost identical demands. The stated focus of this CID is to determine whether the Medicare Program has been reimbursed in accordance with Medicare Secondary Payer Act for payments made by asbestos settlement trusts. The Trust engaged counsel and responded to the CID in 2019. At this time, management does not believe this matter will have any financial implications to the Trust.

Note 7 - COVID-19

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 was no material adverse impact 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.

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G-I Holdings Inc. Asbestos
Personal Injury Settlement Trust

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

Pre-Petition Liquidated Asbestos PI Claims

Number of Claims Paid	Value of Claims Paid	Amount Paid on Claims after Application of Payment Percentage and Sequencing Adjustment
95	$355,006	$26,271

Other Asbestos PI Claims

Type of Claim	Number of Claims Filed	Number of Claims Approved for Payment	Number of Claims Withdrawn or Rejected	Value of Approved Claims	Number of Approved Claims Paid	Amount Paid on Approved Claims after Application of Payment Percentage
Category A Claims (Disease Levels IV – VIII)	7,588	5,131	4,851	$408,955,184	5,852	$36,816,641
Category B Claims (Disease Levels II and III)	12,538	11,322	6,026	$53,344,720	13,814	$5,116,171
Disease Level I Claims	514	94	291	$14,137	104	$16,899
Disease Level Not Specified	511	0	214	$0	0	$0

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G-I Holdings Inc. Asbestos Personal Injury Settlement Trust

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

	Compensation	Expense Reimbursement
Alan B. Rich (Managing Trustee)	$199,327	$979
Marina Corodemus (Trustee)	$184,144	$-0-
Trust Advisory Committee Members	$-0-	$145
Trust Advisory Committee Members - Counsel	$29,743	$100
Trust Advisory Committee Members - Consultant	$6,158	$-0-
Future Asbestos Claimants' Representative	$27,280	$589
Future Asbestos Claimants' Representative – Counsel	$46,105	$473
Future Asbestos Claimants' Representative - Consultant	$20,490	$-0-

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