IN THE UNITED STATES BANKRUPTCY COURT
FOR THE WESTERN DISTRICT OF PENNSYLVANIA

IN RE:	)	**Jointly Administered at**
	)	**Case No. 02-20198-TPA**
NORTH AMERICAN REFRACTORIES, COMPANY, *ET AL.*,	)	**Chapter 11**
	)	
Reorganized Debtors.	)	
	)	

NOTICE OF FILING ANNUAL REPORT, FINANCIAL STATEMENTS AND RESULTS OF OPERATIONS OF THE NORTH AMERICAN REFRACTORIES COMPANY ASBESTOS PERSONAL INJURY SETTLEMENT TRUST FOR FISCAL YEAR ENDED DECEMBER 31, 2025

PLEASE TAKE NOTICE that, on April 16, 2026, the Trustees of the North American Refractories Company Asbestos Personal Injury Settlement Trust (the "Trust") filed the Annual Report, Financial Statements and Results of Operations of the Trust for Fiscal Year Ended December 31, 2025 (the "Annual Report") and its audited financial statements for the same period (the "Audited Financial Statements"). The Annual Report and the Audited Financial Statements are attached hereto as Exhibits "A" and "A-1," respectively.

Respectfully submitted,

Dated: April 16, 2026

BERNSTEIN-BURKLEY, P.C.

By: */s/ David W. Ross*
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ATTORNEYS FOR THE
NORTH AMERICAN REFRACTORIES
COMPANY ASBESTOS PERSONAL INJURY
SETTLEMENT TRUST

EXHIBIT A

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE WESTERN DISTRICT OF PENNSYLVANIA

IN RE:	)	**Jointly Administered at**
	)	**Case No. 02-20198-TPA**
NORTH AMERICAN REFRACTORIES,	)	
COMPANY, *ET AL.*,	)	**Chapter 11**
	)	
Reorganized Debtors.	)	
	)	

ANNUAL REPORT, FINANCIAL STATEMENTS AND RESULTS OF OPERATIONS OF THE NORTH AMERICAN REFRACTORIES COMPANY ASBESTOS PERSONAL INJURY SETTLEMENT TRUST FOR FISCAL YEAR ENDED DECEMBER 31, 2025

D. LeAnne Jackson, the Hon. Clare E. McWilliams, Ret., and David J. Hickton, as Trustees[1] of the North American Refractories Company Asbestos Personal Injury Settlement Trust (the "Trust"), submit this Annual Report, Financial Statements and Results of Operations for Fiscal Year Ended December 31, 2025 (the "Annual Report"), pursuant to the Third Amended Plan of Reorganization of North American Refractories, Company, e*t al.,* dated December 28, 2005 (the "Plan") and the Second Amended and Restated North American Refractories Company Asbestos Personal Injury Settlement Trust Agreement (the "Trust Agreement").

I. General

On January 4, 2002, North American Refractories Company ("NARCO") and its affiliated debtors (collectively, the "Debtors") filed their petitions for relief under Chapter 11 of the United States Bankruptcy Code. The Debtors' bankruptcy cases were jointly administered as Case No. 02-20198. At the time the Debtors filed their petitions for relief, NARCO and Honeywell International Inc. ("Honeywell") had been named as defendants in personal injury

[1] Richard B. Schiro and Mark M. Gleason served as Trustees until their terms ended on December 31, 2025. Effective February 5, 2026, the Hon. Clare E. McWilliams, Ret., and David J. Hickton were appointed as Trustees of the Trust, succeeding Richard B. Schiro and Mark M. Gleason.

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and wrongful death actions seeking recovery for damages caused by the presence of, or exposure to, asbestos or asbestos-containing NARCO Product Line products. By order entered on November 13, 2007, the United States Bankruptcy Court for the Western District of Pennsylvania (the "Bankruptcy Court") confirmed the Plan (the "Confirmation Order"), and on July 25, 2008, the United States District Court for the Western District of Pennsylvania entered an order affirming the Confirmation Order and the NARCO Channeling Injunction.

The Plan provides for the establishment of the Trust to pay all valid NARCO Asbestos Trust Claims pursuant to the North American Refractories Company Asbestos Personal Injury Settlement Trust Distribution Procedures (as may be amended from time to time, the "TDP") in settlement and satisfaction of the liabilities of the Debtors and Honeywell for all NARCO Asbestos Trust Claims.

On April 30, 2013, the Effective Date[2] of the Plan, the Trust was created in accordance with the First Amended North American Refractories Company Asbestos Personal Injury Settlement Trust Agreement. Pursuant to the Plan, the Trust was funded by an initial cash contribution by Honeywell, by stock in ANH Refractories Company (n/k/a HarbisonWalker International) ("HWI"), and by the obligation of Honeywell to make future payments.

On November 20, 2022, pursuant to the terms of the Amended and Restated Buyout Agreement (the "Buyout Agreement") entered into between the Trust and Honeywell, the terms of which were agreed to by the TAC and the FCR, and approved by the Bankruptcy Court in its Order of December 8, 2022 (the "Buyout Order"), Honeywell agreed to pay to the Trust, and the Trust agreed to accept from Honeywell, a lump sum, one-time payment in the amount of $1,325,000,000 (subject to adjustment in accordance with the terms of the Buyout Agreement),

[2] Capitalized terms not otherwise defined herein shall have the meaning ascribed to them in the Plan or the Trust Agreement.

in exchange for, among other things, the release of Honeywell from all further and future monetary and/or other obligations of any kind (except as, and solely to the extent, set forth in the Buyout Agreement) to the Trust, including but not limited to the Honeywell Obligations (as defined in the Buyout Agreement). On January 30, 2023, Honeywell paid $1,327,153,783 to the Trust in conjunction with closing the Buyout Agreement.

In connection with the Buyout, the Bankruptcy Court also approved the Third Amended Trust Distribution Procedures and Second Amended and Restated Trust Agreement (referred to herein as the "Trust Agreement").

Under the Trust Agreement, the NARCO Trust Advisory Committee (the "TAC") represents all holders of present NARCO Asbestos Trust Claims, and the NARCO Asbestos Future Claimants Representative (the "FCR") represents the holders of NARCO Asbestos Trust Claims yet to accrue. *See* Trust Agreement, Art. 6.1 and 7.1. Pursuant to the Trust Agreement, John A. Baden, Perry Weitz, Steven Kazan, Steven T. Baron, Bruce E. Mattock, and Robert J. Cooney Jr. are the members of the TAC, and Edwin J. Harron is the FCR.

The Trust Agreement, at Article 3.2(f), provides that the "Trustees shall meet with the [TAC] and/or the [FCR] … no less frequently than quarterly at the discretion of the Trustees or as requested by the [TAC] or the [FCR]." The Trust's Amended and Restated Bylaws specify that the foregoing requirement will be satisfied by the Trustees meeting at least four times each calendar year with the TAC and the FCR. In 2025, the Trustees held Trust meetings with the TAC and the FCR on February 11, 2025; May 20, 2025; September 16, 2025; and November 11, 2025.

The Trustees generally held weekly executive session meetings throughout the year, usually by telephone.

Effective May 1, 2024, the Trustees named Richard B. Schiro, Managing Trustee for a one-year term ending on April 30, 2025. Effective May 1, 2025, the Trustees named Mark M. Gleason Managing Trustee to serve as Managing Trustee, commencing on May 1, 2025, and ending on December 31, 2025.

In 2025, the principal office of the Trust was located at 1100 N. Market Street, 4th Floor, Wilmington, Delaware 19890, and its administrative office was at c/o Lain Faulkner & Co., Attention: Brian Crisp, 400 N. Saint Paul, Suite 600, Dallas, Texas 75201.

In 2025, the Trustees entered into or continued service agreements with the following: Stutzman, Bromberg, Esserman & Plifka, A Professional Corporation (general counsel); Fried, Frank, Harris, Shriver & Jacobson LLP (counsel to the Trust); Bernstein Burkley (W.D. Pa counsel); Lain Faulkner & Co., P.C. (accountants); EAG Great Lakes, LLC (tax advisors); BDO USA, LLP (auditor); Gleason & Associates, P.C. (consultants);[3] Claims Resolution Management Corporation (claims processing); Delaware Claims Processing Facility, LLC (claims processing); Prof. Abraham J. Wyner (consultant); Alvarez & Marsal Disputes and Investigations (claims auditing services); ExamWorks Compliance Solutions, LLC (MMSEA reporting); AON Risk Services Central, Inc. (insurance broker); Wells Fargo Bank, N.A. (banking); JP Morgan Private Bank (investment advisor and custodian); and Veristar LLC (document retention services).

The TAC retained Caplin & Drysdale as its counsel. The FCR retained Young Conaway Stargatt & Taylor, LLP as his counsel.

The Trust obtained liability insurance for the Trustees and indemnified persons as provided under Section 5.6 of the Trust Agreement. In addition, the Trust obtained cyber security protection insurance.

[3] During the period covered herein, Trustee Gleason abstained from reviewing and approving invoices from Gleason & Associates.

II. NARCO Asbestos Trust Claims[4]

The TDP and claims materials for all NARCO Asbestos Trust Claims, including both Pre-Established Claims (as that term is defined in the TDP) and Annual Contribution Claims,[5] consisting of claim forms, claim form instructions, and release forms, may be accessed via the Trust's website at www.narcoasbestostrust.org.

The Initial Claims Filing Date (as that term is defined in the TDP) was April 1, 2014.

Article 3.3(b) of the Trust Agreement requires the Trustees to file with the Bankruptcy Court a report containing a summary regarding the number and types of claims disposed of during the period covered by the financial statements.

In 2025, the Trust paid 50 Pre-Established Claims totaling $239,542.

In 2025, the Trust paid 2,534 Annual Contribution Claims totaling $75,939,131.

Pursuant to Section 6.10 of the TDP, the Trust reports the claims by Disease Levels that have been resolved and paid[6] by the Trust under Expedited Review, Individual Review, and arbitration from inception of the Trust through December 31, 2025:

[4] Claims information reported herein may differ from the audited financial statements due to the timing of payments.

[5] Annual Contribution Claims refer to NARCO Asbestos Trust Claims other than Pre-Established Claims.

[6] As of December 31, 2025, no claims have been resolved by trial. Pre-Established Claims liquidated by Honeywell before April 30, 2013, and not by the Trust, although paid by the Trust, are not included in the TDP Sec. 6.10 report of claims resolved by the Trust. The Trust notes, however, that from inception of the Trust through the period ending December 31, 2025, the Trust has paid $128,664,750 for Pre-Established Claims liquidated by Honeywell.

Disease Level	Number of Claims			Total Amounts Paid
	Expedited Review	Individual Review	Arbitration	
Other Asbestos Disease (Level I)	13,194	2,602	1	$18,951,252
Asbestosis/Pleural Disease (Level II)	10,375	2,023	0	$92,861,222
Severe Asbestosis (Level III)	807	339	0	$30,741,321
Other Cancer (Level IV)	1,685	342	1	$22,503,650
Lung Cancer 2 (Level V)	0	885	2	$15,266,679
Lung Cancer 1 (Level VI)	3,991	910	2	$116,913,063
Mesothelioma (Level VII)	3,765	902	6	$478,099,567
Other – Asbestos Related Significant Medial Condition	0	2	0	$18,000
TOTAL	**33,817**	**8,005**	**12**	**$775,354,754**

III. Compensation and Expenses of Trustees, TAC and FCR[7]

A. Trustees

Under Article 5.5(c) of the Trust Agreement, the Trust reports to the Bankruptcy Court the amount of compensation and expenses paid to the Trustees. The Trustees received compensation and reimbursement for out-of-pocket costs and expenses during the fiscal year ending December 31, 2025, as follows:

Trustees (3) $1,880,816

[7] The Trust's audited financial statements and the compensation and expenses reported herein are presented on an accrual basis.

Delaware Trustee	$4,688

B. TAC

Under Article 6.6 of the Trust Agreement, the Trust reports to the Bankruptcy Court the amount of compensation and expenses paid to the TAC. The TAC received compensation and reimbursement for out-of-pocket expenses during the fiscal year ending December 31, 2025, as follows:

TAC	$0

C. FCR

Under Article 7.5 of the Trust Agreement, the Trust reports to the Bankruptcy Court the amount of compensation and expenses paid to the FCR. The FCR received compensation and reimbursement for out-of-pocket expenses during the fiscal year ending December 31, 2025, as follows:

FCR	$64,162

[REMAINDER OF PAGE INTENTIONALLY LEFT BLANK]

V. Financial Statements

A copy of the Trust's audited financial statements for the year ending December 31, 2025, is attached hereto as Exhibit "A-1."

Dated: April 16, 2026

Respectfully submitted,

BERNSTEIN-BURKLEY, P.C.

By: */s/ David W. Ross*
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ATTORNEYS FOR THE NORTH AMERICAN REFRACTORIES COMPANY ASBESTOS PERSONAL INJURY SETTLEMENT TRUST

EXHIBIT A-1

North American Refractories Company Asbestos Personal Injury Settlement Trust

Audited Special-Purpose Financial Statements with Supplementary Information

Years Ended December 31, 2025 and 2024

The report accompanying these financial statements was issued by BDO USA, P.C., a Virginia professional corporation, and the U.S. member of BDO International Limited, a UK company limited by guarantee.

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North American Refractories Company
Asbestos Personal Injury Settlement Trust

Audited Special-Purpose Financial Statements
with Supplementary Information
Years Ended December 31, 2025 and 2024

North American Refractories Company
Asbestos Personal Injury Settlement Trust

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Independent Auditor's Report

Trustees
North American Refractories Company Asbestos Personal Injury Settlement Trust
Dallas, Texas

Opinion

We have audited the accompanying special-purpose financial statements of the North American Refractories Company Asbestos Personal Injury Settlement Trust (the Trust) which comprise the special-purpose statements of assets, liabilities and net claimants' equity as of December 31, 2025 and 2024, and the related special-purpose statements of changes in net claimants' equity and special-purpose statements of cash flows for the years then ended and the related notes to the special-purpose financial statements.

In our opinion, the accompanying special-purpose financial statements present fairly, in all material respects, the financial position of the Trust as of December 31, 2025 and 2024, and the results of its changes in net claimants' equity and its cash flows for the years then ended, in accordance with the basis of accounting described in Note 2 to the special-purpose financial statements.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Special-Purpose Financial Statements* section of our report. We are required to be independent of the Trust and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter - 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, the accompanying special-purpose financial statements were prepared using a special-purpose basis of accounting adopted by the Trust which is a basis of accounting other than accounting principles generally accepted in the United States of America. The special-purpose basis of accounting has been used in order to present the net assets presently available for current and future claims and operating expenses. As a result, the special-purpose financial statements may not be suitable for another purpose. Our opinion is not modified with respect to this matter.

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

Responsibilities of Management for the Special-Purpose Financial Statements

Management is responsible for the preparation and fair presentation of the special-purpose financial statements in accordance with the basis of accounting described in Note 2 to the special-purpose financial statements, and 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.

In preparing the special-purpose financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern within one year after the date that the special-purpose financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Special-Purpose Financial Statements

Our objectives are to obtain reasonable assurance about whether the special-purpose financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the special-purpose financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the special-purpose financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the special-purpose financial statements.
- Obtain an understanding of internal control relevant to the audit 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, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the special-purpose financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for a reasonable period of time.

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We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Other Matter - Restriction of Use

Our report is intended solely for the information and use of the Trust and is not intended to be and should not be used by anyone other than the specified party. This restriction is not intended to limit the distribution of this report which, upon filing with the United States Bankruptcy Court for the Western District of Pennsylvania, is a matter of public record.

Other Information Included in the Annual Report

Management is responsible for the other information included in the annual report. The other information comprises the annual report and account of the Trust for the year ended December 31, 2025, but does not include the special-purpose financial statements and our auditor's report thereon. Our opinion on the special-purpose financial statements does not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the special-purpose financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the special-purpose financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

BDO USA, P.C.

April 15, 2026

Special-Purpose Financial Statements

North American Refractories Company
Asbestos Personal Injury Settlement Trust

Special-Purpose Statements of Assets, Liabilities and Net Claimants' Equity

December 31,	**2025**	2024
Assets		
Cash, cash equivalents, and investment securities	**$1,323,775,820**	$ 1,297,323,340
Accrued interest and dividend receivable	**8,873,041**	8,646,585
Due from Honeywell	**22,845**	66,728
Prepaid taxes	**131,000**	-
Total Assets	**1,332,802,706**	1,306,036,653
Liabilities		
Accrued expenses and accounts payable	**2,492,093**	1,290,912
Accrued claims	**8,933,578**	6,388,500
Income taxes payable	**-**	557,000
Deferred tax liability	**59,964,243**	33,026,414
Stockholder Representative Fund liability	**1,000,000**	1,000,000
Total Liabilities	**72,389,914**	42,262,826
Net Claimants' Equity	**$1,260,412,792**	$ 1,263,773,827

See accompanying notes to the special-purpose financial statements.

North American Refractories Company
Asbestos Personal Injury Settlement Trust

Special-Purpose Statements of Changes in Net Claimants' Equity

Year ended December 31,	**2025**	2024
Additions		
Net change in unrealized gain on investment securities	**$ 72,795,924**	$ 43,771,713
Net realized gain on investment securities	**18,635,427**	6,824,726
Interest and dividend income, net	**37,558,458**	39,354,264
Total Additions	**128,989,809**	89,950,703
Deductions		
Operating expenses	**11,773,638**	8,864,800
Direct investment expenses	**1,934,661**	2,399,777
Current federal income tax expense	**12,980,965**	10,824,074
Deferred income tax expense	**26,937,829**	33,026,414
Total Deductions	**53,627,093**	55,115,065
Increase in Net Claimants' Equity	**75,362,716**	34,835,638
Net Claimants' Equity, beginning of year	**1,263,773,827**	1,338,048,924
Distributions from net claimants' equity	**(78,723,751)**	(109,110,735)
Net Claimants' Equity, end of year	**$1,260,412,792**	$ 1,263,773,827

See accompanying notes to the special-purpose financial statements.

North American Refractories Company
Asbestos Personal Injury Settlement Trust

Special-Purpose Statements of Cash Flows

Year ended December 31,	**2025**	2024
Cash Inflows		
Investment income	**$ 59,823,220**	$ 49,793,892
Net proceeds from HWI sale	**1,448,540**	1,987,263
Total Cash Inflows	**61,271,760**	51,781,155
Cash Outflows		
Distributions to claimants	**(76,178,673)**	(111,176,035)
Trust operating expenses	**(12,480,739)**	(10,634,649)
Federal income tax deposit	**(15,100,000)**	(13,050,000)
Total Cash Outflows	**(103,759,412)**	(134,860,684)
Net Cash Outflows	**(42,487,652)**	(83,079,529)
Non-Cash Changes		
Net change in unrealized gain on investment securities	**72,795,924**	43,771,713
Amortization/accretion	**(3,855,792)**	(2,961,960)
Total Non-Cash Changes	**68,940,132**	40,809,753
Net Increase (Decrease) in Cash, Cash Equivalents, and Investment Securities	**26,452,480**	(42,269,776)
Cash, Cash Equivalents, and Investment Securities, beginning of year	**1,297,323,340**	1,339,593,116
Cash, Cash Equivalents and Investment Securities, end of year	**$1,323,775,820**	$ 1,297,323,340

See accompanying notes to the special-purpose financial statements.

1. Description and Funding of the Trust

The North American Refractories Company Asbestos Personal Injury Settlement Trust (the Trust), organized pursuant to the laws of the State of Delaware, was established pursuant to the Third Amended Plan of Reorganization of North American Refractories Company, et al. dated December 28, 2005 (the Plan) and became effective on April 30, 2013. The Trust was formed to assume all liabilities of Honeywell International, Inc. (Honeywell), any Honeywell Affiliate, North American Refractories Company (NARCO) and its affiliates with respect to any and all NARCO Asbestos Trust Claims, (whether now existing at the effective date or arising thereafter) and to use the Trust assets and income to pay holders of valid claims in accordance with the First Amended North American Refractories Company Asbestos Personal Injury Settlement Trust Agreement (the Trust Agreement) and the First Amended North American Refractories Company Asbestos Personal Injury Settlement Trust Distribution Procedures. The Trust's funding is dedicated solely to the settlement of asbestos personal injury claims and the related costs thereto, as defined in the Plan. The Trust's principal office is in Wilmington, Delaware and its administrative office is located in Dallas, Texas. Defined terms have the meanings assigned to them in the Plan.

The Trust was initially funded with cash contributions from Honeywell in the amount of $7,353,880 (an amount estimated to be sufficient to pay all pre-effective date expenses as well as the Trust's operating expenses until December 31, 2013) and a 79% interest in the equity of Post-Effective Harbison Walker International (HWI), formerly known as ANH Refractories Company, valued at $370,194,000, and an obligation by Honeywell to fund claims payments as specified in the Trust Agreement.

On November 20, 2022, the Trust, Honeywell, the NARCO Asbestos Trust Advisory Committee, and the NARCO Asbestos Future Claimants' Representative entered into an Amended and Restated Buyout Agreement (Amended Buyout Agreement) under which Honeywell agreed to make a lump-sum cash payment of $1.325 billion to the Trust, subject to certain adjustments set forth in the Amended Buyout Agreement, in exchange for (a) the elimination of, and Honeywell's full release from, any future obligations to fund (i) claims against the Trust, and (ii) the Trust's annual operating expenses, and (b) the net realized value of the Trust's interest in HWI. On November 21, 2022, the Trust filed a motion with the Western District of Pennsylvania Bankruptcy Court (Bankruptcy Court) to approve the Amended Buyout Agreement (Buyout Motion), and on December 8, 2022, the Bankruptcy Court entered an order approving the Buyout Motion. On January 30, 2023, Honeywell paid $1,327,153,783 to the Trust in conjunction with closing the Amended Buyout Agreement (Buyout).

In connection with the Buyout Motion, the Bankruptcy Court also approved the Third Amended Trust Distribution Procedures and Second Amended and Restated Trust Agreement. Prior to the Buyout, all assets of the Trust were segregated into multiple funds, each restricted to be used to fund either operating expenses or claims payments. Following the Buyout, all assets of the Trust are no longer restricted for specific use.

Claims are designated in the Trust Agreement as either Annual Contribution (AC) or Pre-Established (PE) claims.

The Trust continues to maintain three cash accounts. The Operating Expense account is maintained to pay only administrative expenses of the Trust. The AC Claim Distribution account is maintained to pay only AC claims. The PE Claim Distribution account is maintained to pay only PE claims.

2. 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 presently available for current and future claims and operating expenses. Since the accompanying special-purpose 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. The special-purpose accounting methods include the following:

a. The Trust's investments are recorded at fair value. Net realized and unrealized gains (losses) on investments are recorded as additions (deductions) in the special-purpose statements of changes in net claimants' equity.

b. For special-purpose accounting, a claim is deemed a liability of the Trust that reduces net claimants' equity when the claim is entered in the Payment Queue(s). The Trust reduces net claimants' equity by the amount of the claim when entered in the Payment Queue. Under GAAP, a liability for claims would be recorded based on offers extended and an estimate of the liability would be recorded for remaining claims.

c. 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.

Use of Estimates

The preparation of special-purpose 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 disclosure 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 net claimants' equity during the reporting period. Actual results could differ from those estimates and such differences could have a material effect on net claimants' equity.

Cash, Cash Equivalents, Investment Securities

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

All assets of the Trust are not restricted for specific use.

Investment securities are stated at fair value with changes in unrealized gains and losses recorded in the current period. Investment income is recognized when earned. Any unpaid interest and dividend income is recorded as accrued interest and dividends receivable. Realized gains and losses on sales are determined using the specific identification method. There is no restriction on the use of proceeds from the sales and maturities of investment securities.

Accrued Expenses and Accounts Payable

Accrued expenses and accounts payable consist of outstanding fees and expenses associated with investment securities and managing the Trust.

Accrued Claims

Accrued claims consist of certain claims that are settled but unpaid at December 31. A settled claim is a claim with a liquidated value determined by the Trustees that has been accepted by the claimant with an executed release submitted to the Trust and entered in the applicable payment queue. An unpaid settled claim is a claim that has not yet been paid.

Operating Expenses

Operating expenses of the Trust are recorded as deductions on the special-purpose statements of changes in net claimants' equity in the period in which the invoices are received and approved.

Income Taxes

The Trust is classified as a Qualified Settlement Fund pursuant to the Internal Revenue Code and Regulations (the Code) thereunder. As a result, the Trust is subject to federal income taxes based on modified gross income, as defined by the Code. 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.

Federal income taxes are accounted for under the asset and liability method. Deferred tax assets and liabilities are recognized for the future tax consequences attributable to differences between the special-purpose financial statement carrying amount of existing assets and liabilities and their respective tax bases. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect on deferred tax assets and liabilities of a change in tax rates is recognized in income in the period that includes the enactment date.

The Trust is generally no longer subject to income tax examinations by the Internal Revenue Service for the years ended December 31, 2021 and prior.

Risks and Uncertainties

The Trust's assets that are exposed to credit risk consist of cash and cash equivalents. 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, 2025 approximate $61 million.

The Trust invests in a professionally managed investment portfolio that may contain equities, mutual funds, bonds and term deposits. Such investments are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities (see Note 5), 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 affect the Trust's account balance and the amounts reported in the special-purpose statements of assets, liabilities and net claimants' equity.

3. Cash, Cash Equivalents and Investment Securities

Cash, cash equivalents and investment securities consist of the following:

December 31, 2025

	Cost	Fair Value	Unrealized Gain
Cash and cash equivalents	$ 61,605,806	$ 61,605,806	$ -
Equity securities	240,337,278	361,961,210	121,623,932
Fixed income securities	859,767,214	900,208,804	40,441,590
Total Cash, Cash Equivalents and Investment Securities	$ 1,161,710,298	$ 1,323,775,820	$ 162,065,522

December 31, 2024

	Cost	Fair Value	Unrealized Gain
Cash and cash equivalents	$ 70,324,860	$ 70,324,860	$ -
Equity securities	277,269,596	348,922,825	71,653,229
Fixed income securities	860,459,286	878,075,655	17,616,369
Total Cash, Cash Equivalents and Investment Securities	$ 1,208,053,742	$ 1,297,323,340	$ 89,269,598

4. Investment in HWI

In February 2023, HWI was acquired by a third party and the Trust received sale proceeds of approximately $270,118,000 and a pre-closing dividend from HWI of $25,833,000. In June 2023, certain post-closing adjustments were determined, and the Trust received approximately $30,845,000 of additional sales proceeds. In July and September 2023, the Trust received approximately $10,000 and $272,000, respectively, of additional sales proceeds. Under the Amended Buyout Agreement described in Note 1, net proceeds from the disposition of the Trust's interest in HWI will be paid to Honeywell. After deducting anticipated taxes and certain expenses, during 2023, the Trust remitted approximately $275,160,000 of the HWI pre-closing dividend and sale proceeds received to Honeywell. In March 2024, the Trust received approximately $5,359,000 of additional sales proceeds, and after deducting anticipated taxes and certain expenses, remitted approximately $3,372,000 to Honeywell in April 2024. In March 2025, the Trust received approximately $3,868,000 of additional sales proceeds, and after deducting anticipated taxes and certain expenses, remitted approximately $2,419,000 to Honeywell in March 2025.

In connection with the sale of HWI, the Trust was appointed as the Stockholder Representative under the merger agreement. In connection with its role as Stockholder Representative, the Trust received $1,000,000 to be held in an account established by or on behalf of the HWI Stockholders for the satisfaction of the Stockholder Representative's and the HWI Stockholders' expenses and liabilities as directed by the Stockholder Representative (on behalf of the HWI Stockholders) in accordance with the merger agreement. Once that role is completed, any excess funds will be distributed to the former stockholders of HWI, including the Trust for the benefit of Honeywell.

Accordingly, the Trust has recorded the receipt of the Stockholder Representative Fund and a corresponding liability in the amount of $1,000,000.

In March 2026, the Trust received approximately $7,900,000 of additional sales proceeds, and after deducting anticipated taxes and certain expenses, remitted approximately $4,948,000 to Honeywell in March 2026.

5. Fair Value Measurements

The Trust's investments are recorded at fair value. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability between market participants in an orderly transaction on the measurement date. The market in which the reporting entity would sell the asset or transfer the liability with the greatest volume and level of activity for the asset or liability is known as the principal market. When no principal market exists, the most advantageous market is used. This is the market in which the reporting entity would sell the asset or transfer the liability with the price that maximizes the amount that would be received or minimizes the amount that would be paid. Fair value is based on assumptions market participants would make in pricing the asset or liability. Generally, fair value is based on observable quoted market prices or derived from observable market data when such market prices or data are available. When such prices or inputs are not available, the Trust would use valuation models.

The Trust's assets recorded at fair value on a recurring basis are categorized based on the priority of the inputs used to measure fair value. The inputs used in measuring fair value are categorized into three levels, as follows:

Level 1 **-** Inputs that are based upon quoted prices for identical instruments traded in active markets.

Level 2 **-** 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 **-** 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 following section describes the valuation methodologies the Trust uses to measure its financial assets at fair value:

Level 1 - Equities and mutual funds are valued at the closing price reported on the active market on which the individual securities are traded.

Level 2 - Bonds are valued using a metrics system provided by the pricing vendors.

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Investments measured at fair value on a recurring basis are summarized below:

December 31, 2025

	Assets Measured at Fair Value	Fair Value Hierarchy Level		
		Level 1	Level 2	Level 3
Cash and cash equivalents	$ 61,605,806	$ 61,605,806	$ -	$ -
Equity securities	361,961,210	361,961,210	-	-
Fixed income securities	900,208,804	-	900,208,804	-
Total Assets at Fair Value	$ 1,323,775,820	$ 423,567,016	$ 900,208,804	$ -

December 31, 2024

	Assets Measured at Fair Value	Fair Value Hierarchy Level		
		Level 1	Level 2	Level 3
Cash and cash equivalents	$ 70,324,860	$ 70,324,860	$ -	$ -
Equity securities	348,922,825	348,922,825	-	-
Fixed income securities	878,075,655	-	878,075,655	-
Total Assets at Fair Value	$ 1,297,323,340	$ 419,247,685	$ 878,075,655	$ -

6. Income Taxes

During the years ended December 31, 2025 and 2024, the Trust generated taxable income of approximately $39,000,000 and $34,600,000, respectively. There were no net operating loss carryforwards or net capital loss carryforwards available to offset 2025 and 2024 taxable income of the Trust.

Deferred income taxes result from temporary differences between the special-purpose financial statement and tax reporting of additions and deductions to net assets. The entire amount of the deferred tax liability reported as of December 31, 2025 is attributed to the cumulative unrealized gains on investment securities times the applicable tax rate of 37%.

In accordance with the Amended Buyout Agreement, the Trust's tax liabilities related to the sale of HWI, described in Note 4, was paid from sale proceeds. During the year ended December 31, 2025, the Trust made estimated tax payments totaling $15,100,000.

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7. Net Claimants' Equity

The contributions to and deductions from net claimants' equity are comprised of the following:

Year ended December 31,	**2025**	2024
Net operating results	**$ 75,362,716**	$ 34,835,638
Distributions from net claimants' equity	**(78,723,751)**	(109,110,735)
Change in Net Claimants' Equity	**$ (3,361,035)**	$ (74,275,097)

8. Distributions from Net Claimants' Equity

For the years ended December 31, 2025 and 2024, the Trust settled and paid 2,534 and 3,158 AC claims totaling $75,939,131 and $110,700,465, respectively. In addition, the Trust settled and paid 50 and 88 PE claims totaling $239,542 and $476,000, respectively. For the year ended December 31, 2025, the Trust settled 207 AC claims totaling $8,933,578 which were accrued as of December 31, 2025.

9. Contingent Liabilities

The Plan Documents (as defined in the 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.

10. Liability for Asbestos Claims

Personal injury claims that were settled, but unpaid as of December 31, 2025 and 2024, have been accrued and included in accrued claims. These amounts have been included in distributions from net claimants' equity in the accompanying special-purpose statements of changes in net claimants' equity for the payment of claims for the years ended December 31, 2025 and 2024.

The ultimate number of Asbestos PI Trust Claims to be filed and the liability for all such claims are not determinable at this time. The net claimants' equity at December 31, 2025 and 2024 represents funding available for Asbestos PI Trust Claims for which no fixed liability has yet been established. However, prior to the Buyout described in Note 1, Honeywell was required to make contributions to the Trust to pay claims as provided in the Trust Agreement. Subsequent to the Buyout, all future claims and operating expenses of the Trust will be funded from the Buyout proceeds and income derived from these proceeds.

11. Related Party Transactions

Pursuant to Sections 3.1(c)(x) and 5.8 of the Trust Agreement, the Trust has engaged individuals at Gleason & Associates, P.C. (Gleason) for claims consulting and Trust administration services. Trustee Gleason is a principal of Gleason. Pursuant to Trust policy, Trustee Gleason abstained from the decision to engage the individuals at Gleason, and also abstained from reviewing and approving

invoices from Gleason. During the years ended December 31, 2025 and 2024, the Trust incurred $1,487,133 and $1,420,755, respectively, of consulting expenses with this related party, which is included within operating expenses in the accompanying special-purpose statements of changes in net claimants' equity, and in consulting expenses within the supplemental schedules of operating expenses.

Trustee Gleason's term as Trustee ended on December 31, 2025. The Trust anticipates continuing to use Gleason for claims consulting and Trust administration services.

12. Subsequent Events

The Trust has evaluated its December 31, 2025 special-purpose financial statements for subsequent events through April 15, 2026, the date the special-purpose financial statements were available to be issued. The Trust is not aware of any subsequent events which would require recognition or disclosure in the special-purpose financial statements, except as described in Note 4.

Supplementary Information

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Independent Auditor's Report on Supplementary Information

Trustees
North American Refractories Company Asbestos Personal Injury Settlement Trust
Dallas, Texas

Our audit of the special-purpose financial statements included in the preceding section of this report was conducted for the purpose of forming an opinion on those special-purpose 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 those special-purpose 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 audit 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, P.C.

April 15, 2026

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North American Refractories Company
Asbestos Personal Injury Settlement Trust

Schedules of Operating Expenses

Year ended December 31,	**2025**	2024
Operating expenses:		
Legal fees	**$ 3,391,856**	$ 2,719,239
Claims processing services	**4,083,373**	2,364,378
Trustee disbursements	**1,880,816**	1,499,887
Consulting	**1,678,919**	1,483,779
Accounting and financial statement audit	**267,709**	356,315
Insurance	**389,043**	397,857
Administrative costs	**4,688**	4,688
Other	**77,234**	38,657
Total Operating Expenses	**$ 11,773,638**	$ 8,864,800

See independent auditor's report on supplementary information.