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

In re:	)	
	)	Chapter 11
PITTSBURGH CORNING CORPORATION	)	
	)	Case No. 00-22876 TPA
	)	
Reorganized Debtor.	)	Doc. No. ____

NOTICE OF FILING ANNUAL REPORT AND ACCOUNT OF THE PITTSBURGH CORNING CORPORATION ASBESTOS PERSONAL INJURY SETTLEMENT TRUST FOR THE FISCAL YEAR ENDING DECEMBER 31, 2017

The Pittsburgh Corning Corporation Asbestos Personal Injury Settlement Trust (the "Trust") hereby files its Audited Financial Statements for the fiscal year ending December 31, 2017 and an Annual Report for the period covered by the Audited Financial Statements. The Annual Report and Financial Statements are attached hereto as Exhibit 1.

Pursuant to the provisions of the Asbestos PI Trust Agreement, the Trust is providing copies of the Annual Report and the Financial Statements to the Trust Advisory Committee, the Futures Claimants Representative, and Reorganized PCC as well as the United States Trustee.

Dated: April 27, 2018

Respectfully submitted,

CAMPBELL & LEVINE, LLC

s/Douglas A. Campbell
Douglas A. Campbell (PA I.D. No. 23143)
Stanley E. Levine (PA I.D. No. 19819)
Philip E. Milch (PA I.D. No. 53519)
310 Grant Street, Suite 1700
Pittsburgh, PA 15219
Tel.: 412-261-0310/ Fax: 412-261-5066
Email: dac@camlev.com

-and-

Mark T. Hurford (No. 3299)
Kathleen Campbell Davis (No. 4229)
222 Delaware Avenue, Suite 1620
Wilmington, DE 19801
Tel. 302.426.1900/ Fax 302.426.9947
Counsel to the Trust

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Exhibit 1

Annual Report and Account

Of the
Pittsburgh Corning Corporation Asbestos Personal Injury Settlement Trust

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

In re:	)	
	)	Chapter 11
PITTSBURGH CORNING	)	
CORPORATION	)	Case No. 00-22876 TPA
	)	
Reorganized Debtor.		

ANNUAL REPORT AND ACCOUNT
OF THE PITTSBURGH CORNING CORPORATION
ASBESTOS PERSONAL INJURY SETTLEMET TRUST
FOR THE FISCAL YEAR ENDING DECEMBER 31, 2017

Jack Marionneaux, Andrew MacQueen, and Philip Pahigian, the Trustees of the Pittsburgh Corning Corporation Asbestos Personal Injury Settlement Trust (the "Trust"), created pursuant to the Modified Third Amended Plan of Reorganization of Pittsburgh Corning Corporation (the "Plan"), submit this Annual Report, Financial Statements, and Claims Summary for the period from January 1, 2017 through December 31, 2017.

I. INTRODUCTION

The purpose of this Annual Report is to fulfill the reporting requirements of the Asbestos PI Trust Agreement (the "Trust Agreement") and to report to the Court on the actions taken by the Trustees on behalf of the Trust during the period January 1, 2017 to December 31, 2017 (the "Reporting Period").

Section 2.2(c) of the Trust Agreement provides:

The Trustees shall timely account to the Bankruptcy Court as follows:

> (i) The Trustees shall cause to be prepared and filed with the Bankruptcy Court, as soon as available, and in any event within one hundred and twenty (120) days following the end of each fiscal year, an annual report containing *inter alia* financial statements of the Asbestos PI Trust (including, without limitation, a balance sheet of the Asbestos PI Trust as of the end of such fiscal year and a

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statement of operations for such fiscal year) audited by a firm of independent certified public accountants selected by the Trustees and accompanied by an opinion of such firm as to the fairness of the financial statements' presentation of the cash and investments available for the payment of claims and as to the conformity of the financial statements with generally accepted accounting principles. The Trustees shall provide a copy of such report to the TAC[1], the Future Claimants' Representative, and Reorganized PCC when such reports are filed with the Bankruptcy Court.

(ii) Simultaneously with delivery of each set of financial statements referred to in Article 2.2(c)(i) above, the Trustees shall cause to be prepared and filed with the Bankruptcy Court a report containing a summary regarding the number and type of claims disposed of during the period covered by the financial statements. The Trustees shall provide a copy of such report to the TAC, the Future Claimants' Representatives, and Reorganized PCC when such report is filed.

(iii) All materials required to be filed with the Bankruptcy Court by this Section 2.2(c) shall be available for inspection by the public in accordance with procedures established by the Bankruptcy Court and shall be filed with the Office of the United States Trustee for the Western District of Pennsylvania.

The Trust Agreement further provides for the inclusion of a description of the amounts paid to the Trustees, TAC, and FCR in the accounts filed with the Bankruptcy Court and a description of any modification or amendments to the Trust Agreement or Trust Distribution Procedures (the "TDP"). See Sections 4.5(c), 5.6, 6.5, and 7.3.

II. BACKGROUND

On April 16, 2000, Pittsburgh Corning Corporation (the "Debtor"), filed a voluntary petition for relief under Chapter 11 of Title 11 of the United States Code. On May 24, 2013, the Court entered an order in these cases confirming the Plan. On September 30, 2014, the United States District Court for the Western District of Pennsylvania affirmed the Bankruptcy Court's

[1] Trust Advisory Committee

confirmation order. Certain parties appealed the judgment of the District Court to the United States Court of Appeals for the Third Circuit. Those appeal were voluntarily withdrawn and the District Court's affirmation of the Confirmation Order became final in January, 2016. On April 27, 2016 (the "Effective Date"), the Plan became effective and the Trustees began to manage the affairs of the Trust.

On or after the Effective Date, the Trust was funded as provided for in Section 9.1.3 of the Plan. The purpose of the Trust is to assume the liabilities of the Debtor and the Asbestos Protected Parties for all Channeled Asbestos PI Trust Claims, as defined in the Plan, and to use the assets and income of the Trust to pay both present and future asbestos claimants in accordance with the Trust Agreement and the Trust Distribution Procedures in such a way that holders of Channeled Asbestos PI Trust Claims are treated fairly, equitably, and reasonably in light of the finite assets available to satisfy such claims. See Trust Agreement, Section 1.2.

III. TRUST ADMINISTRATION

A. Trustees

Jack Marionneaux, Andrew MacQueen, and Philip Pahigian served as the Trustees of the Trust during the Reporting Period. Jack Marionneaux served as the Managing Trustee during the Reporting Period.

During the Reporting Period, the Trustees held formal meetings in accordance with the requirements of the Trust Agreement. These meetings were designated as "regular meetings" under the Trust's By-laws. Each meeting was in person and was attended by representatives of the TAC and the FCR. In addition to these formal meetings, the Trustees held regularly scheduled weekly teleconferences, met individually with Trust advisors, held executive session and special purpose meetings, and devoted considerable time to Trust matters outside of

scheduled meetings. Activities included monitoring and exercising oversight over the investment of Trust assets, preparation for the processing of claims pursuant to the Trust Distribution Procedures, and communicating with claimants regarding operations of the Trust.

B. Trust Officers

B. Thomas Florence served as the Trust's Executive Director and John Brophy served as the Trust's Assistant Executive Director during the Reporting Period.

C. Trust Advisory Committee

Steven Baron, Bryan Blevins, John D. Cooney, Bruce Mattock, Joseph F. Rice, Perry Weitz and Steven Kazan served as Members of the Trust Advisory Committee (the "TAC Members") during the Reporting Period.

D. Futures Claimants' Representative

Lawrence Fitzpatrick served as the Futures Claimants' Representative (the "FCR") during the Reporting Period.

E. Claims Processing

During the Reporting Period, the Delaware Claims Processing Facility was engaged to process the Trust's claims. The terms of the Trust's ownership interest in the Delaware Claims Processing Facility are detailed in the Audited Financial Statements[2].

F. Investment Management

Cambridge Associates, LLC of Boston, Massachusetts served as the Trust's investment advisor. Cambridge Associates represents other asbestos settlement trusts and has experience advising such trusts regarding investment management. Cambridge Associates advises the Trustees on asset allocation, meeting liquidity needs, and the selection and oversight of

[2] Audited Financial Statements at Note 4.

individual investment managers for the investable portions of the Trust's portfolio. The Trust Agreement sets forth certain general investment guidelines, primarily addressing credit quality and asset diversification. In accordance with the recommendation of Cambridge Associates, the currently anticipated liquidity needs, and the Trust's status as a "Qualified Settlement Fund" under Section 468B of the Internal Revenue Code, the Trust's investable assets are generally allocated among investment categories in the following approximate percentages at year-end 2017: 43% of the Trust's invested assets are allocated to intermediate-term municipal bonds, 27.1% are allocated to short-term municipal bonds, 17% to variable-rate demand notes, 3.6% to U.S. equities, 4.3% to non-U.S. equities, 0.9 to global equity, and 4% to hedge funds. The Trust also had assets in cash or equivalents (short-term U.S. Treasuries or U.S. money market fund).

After consultation with Cambridge Associates, in 2017 the Trust incepted Goldman Sachs as municipal bond managers; Marathon-London as non-U.S. equity manager and Ownership Capital as global equity manager; and Fir Tree Special Opportunities Fund VII, First Principles Structured Income Fund II, Parametric Volatility Risk Premium, and Cape May Investments as hedge fund managers. Broadly speaking, the hedge fund program is intended to generate, over a full market cycle, close to equity-like returns with lower volatility and lower correlation to the rest of the Trust's portfolio. The other expected benefits of the hedge fund program are diversification (e.g., access to specialized strategies not otherwise available in the other equity or fixed income investments), superior performance (versus long-only equities) in down equity markets, and access to some of the most talented investment managers.

During the reporting period, the Trustees regularly met with Cambridge Associates to review investment performance and strategy, as well as to receive an update on the current market environment.

H. Counsel

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

IV. ANNUAL REPORT AND ACCOUNTING

The Trust began accepting and processing Unliquidated claims on March 21, 2017.

As of December 31, 2017, the Trust had paid a total of 3,313 Pre-Petition Liquidated PI Trust Claims. Of the claims paid, there were 256 malignancy claims and 3,057 non-malignancy claims. After application of the payment percentage and applicable sequencing adjustment, the Trust paid approximately $31.87 million to asbestos victims in settlement of their Pre-Petition Liquidated PI Trust Claims. The malignant to non-malignant ratio of the Pre-Petition Liquidated PI Trust Claims paid in number was 1/12 and the malignant to non-malignant ratio of the Pre-Petition Liquidated Trust Claims in dollars paid was 5/9.

As of December 31, 2017, the Trust had received 410,209 Unliquidated PI Trust Claims and paid a total of 31,658 claims since the date of inception of the Trust. Of the claims paid, there were 4,741 malignancy claims and 26,917 non-malignancy claims. After application of the payment percentage and applicable sequencing adjustment, the Trust paid approximately $137.84 million to asbestos victims in settlement of their Unliquidated PI Trust Claims since the date of inception of the Trust. The malignant to non-malignant ratio of the Unliquidated PI Trust Claims paid in number was 1/6 and the malignant to non-malignant ratio of the Unliquidated Trust Claims in dollars paid was 1.25/1.

During the Reporting Period, the Trust paid a total of 3,313 Pre-Petition Liquidated PI Trust Claims. Of the claims paid, there were 256 malignancy claims and 3,057 non-malignancy claims. After application of the payment percentage and applicable sequencing adjustment, the

Trust paid approximately $31.87 million to asbestos victims in settlement of their Pre-Petition Liquidated PI Trust Claims. The malignant to non-malignant ratio of the Pre-Petition Liquidated PI Trust Claims paid in number was 1/12 and the malignant to non-malignant ratio of the Pre-Petition Liquidated Trust Claims in dollars paid was 5/9.

During the Reporting Period, the Trust received 410,209 Unliquidated PI Trust Claims. Out of the Trust's pending claims filed since inception, the Trust paid a total of 31,658 claims during the reporting period. Of the claims paid, there were 4,741 malignancy claims and 26,917 non-malignancy claims. After application of the payment percentage and applicable sequencing adjustment, the Trust paid approximately $137.84 million to asbestos victims in settlement of their Unliquidated PI Trust Claims. The malignant to non-malignant ratio of the Unliquidated PI Trust Claims paid in number was 1/6 and the malignant to non-malignant ratio of the Unliquidated Trust Claims in dollars paid was 1.25/1.

A summary of the claims processing procedures and policies may be found at the Trust website at www.pccasbestostrust.com.

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V. FINANCIAL INFORMATION

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

Date: April 27, 2018

CAMPBELL & LEVINE, LLC

s/Douglas A. Campbell
Douglas A. Campbell (PA I.D. No. 23143)
Stanley E. Levine (PA I.D. No. 19819)
Philip E. Milch (PA I.D. No. 53519)
310 Grant Street, Suite 1700
Pittsburgh, PA 15219
Telephone: 412-261-0310
Facsimile: 412-261-5066
Email: dac@camlev.com
Email: sel@camlev.com
Email: pem@camlev.com

Counsel to the Trust

Exhibit A

Audited Financial Statements

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The Pittsburgh Corning Corporation Asbestos Personal Injury Settlement Trust

Special-Purpose Financial Statements with Supplementary Information

For the Year Ended December 31, 2017 and for the Period from April 27, 2016 (Inception) Through December 31, 2016

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

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The Pittsburgh Corning Corporation
Asbestos Personal Injury Settlement Trust

Special-Purpose Financial Statements
with Supplementary Information
For the Year Ended December 31, 2017 and for the Period from
April 27, 2016 (Inception) Through December 31, 2016

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The Pittsburgh Corning Corporation
Asbestos Personal Injury Settlement Trust

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Tel: 703-893-0600
Fax: 703-893-2766
www.bdo.com

8401 Greensboro Drive
Suite 800
McLean, VA 22102

Independent Auditor's Report

Trustees
The Pittsburgh Corning Corporation
Asbestos Personal Injury Settlement Trust
Pittsburgh, Pennsylvania

We have audited the accompanying special-purpose financial statements of The Pittsburgh Corning Corporation Asbestos Personal Injury Settlement Trust (the Trust) (a common law trust created under the laws of the Commonwealth of Pennsylvania), which comprise the special-purpose statements of assets, liabilities, and net assets available for the payment of claims as of December 31, 2017 and 2016, and the related special-purpose statements of changes in net assets available for the payment of claims and the special-purpose statements of cash flows for the year ended December 31, 2017 and for the period from April 27, 2016 (inception) through December 31, 2016, and the related notes to the special-purpose financial statements.

Management's Responsibility for the Special-Purpose Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the special-purpose financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the special-purpose financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the special-purpose financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the special-purpose financial statements.

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

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Opinion

In our opinion, the special-purpose financial statements referred to above present fairly, in all material respects, the assets and liabilities of The Pittsburgh Corning Corporation Asbestos Personal Injury Settlement Trust as of December 31, 2017 and 2016, and the additions, deductions and cash flows for the year ended December 31, 2017 and for the period from April 27, 2016 (inception) through December 31, 2016, in accordance with the basis of accounting described in Note 2 to the special-purpose financial statements.

Basis of Accounting

We draw attention to Note 2 of the special-purpose financial statements, which describes the basis of accounting. As described in Note 2, these special-purpose financial statements were prepared on a special-purpose basis of accounting which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter. The special-purpose basis of accounting has been used in order to communicate the amount of net assets presently available to fund current and future claims.

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.

BDO USA, LLP

McLean, Virginia
April 20, 2018

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Special-Purpose Financial Statements

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The Pittsburgh Corning Corporation
Asbestos Personal Injury Settlement Trust

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

December 31,	2017	2016
Assets		
Cash and cash equivalents	$ 868,994,560	$ 1,354,608,152
Funds held in escrow	7,900,000	-
Investments		
Bonds	2,445,610,773	1,334,964,087
Equity securities	182,490,537	314,806,600
Alternative investments	187,582,665	45,436,026
Investment in Pittsburgh Corning Corporation	-	381,000,000
Investment in Pittsburgh Corning Europe	-	213,854,875
Interest and dividends receivable	19,824,704	9,862,580
Total assets	3,712,403,239	3,654,532,320
Liabilities		
Accrued expenses and accounts payable	1,885,392	964,487
Settled but unpaid claims	7,222,852	-
Total liabilities	9,108,244	964,487
Net assets available for the payment of claims	$ 3,703,294,995	$ 3,653,567,833

See accompanying notes to the special-purpose financial statements.

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The Pittsburgh Corning Corporation
Asbestos Personal Injury Settlement Trust

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

Year/Period Ended December 31,	2017	2016
Additions		
Initial funding	$ 70,007,718	$ 1,257,938,077
Contributed value of Pittsburgh Corning Corporation	-	444,000,000
Contributed value of Pittsburgh Corning Europe	-	446,200,000
Gain on sale of Pittsburgh Corning Corporation	2,088,237	-
Gain on sale of Pittsburgh Corning Europe	30,158,646	-
Insurance recoveries	32,679,250	1,586,399,221
Interest and dividend income	65,655,445	13,257,495
Net appreciation in fair value of investment securities	52,367,175	-
Net appreciation in fair value of alternative investments	10,996,639	436,026
Total additions	263,953,110	3,748,230,819
Deductions		
Personal injury claims expense	176,879,825	-
Operating expenses	12,070,715	7,241,903
Claims processing expenses	8,775,408	300,569
Net depreciation in fair value of investment securities	-	75,686,014
Income tax expense	16,500,000	11,434,500
Total deductions	214,225,948	94,662,986
Increase in net assets available for the payment of claims	49,727,162	3,653,567,833
Net assets available for the payment of claims		
Beginning of the year/period	3,653,567,833	-
End of the year/period	$ 3,703,294,995	$ 3,653,567,833

See accompanying notes to the special-purpose financial statements.

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The Pittsburgh Corning Corporation
Asbestos Personal Injury Settlement Trust

Special-Purpose Statements of Cash Flows

Year/Period Ended December 31,	2017	2016
Cash flows from operating activities:		
Increase in net assets available for the payment of claims	$ 49,727,162	$ 3,653,567,833
Adjustments to reconcile increase in net assets available for the payment of claims to net cash (used in) provided by operating activities:		
Gain on sale of Pittsburgh Corning Corporation (PCC)	(2,088,237)	-
Gain on sale of Pittsburgh Corning Europe (PCE)	(30,158,646)	-
Trust funding received in stocks	-	(1,198,394,469)
Net (appreciation) depreciation in fair value of investment securities	(52,367,175)	75,686,014
Net appreciation in fair value of alternative investments	(10,996,639)	(436,026)
Accretion of discounts on bonds, net	-	(44,624)
Changes in operating assets and liabilities:		
Interest receivable	(9,962,124)	(9,862,580)
Accrued expenses and accounts payable	920,905	964,487
Settled but unpaid claims	7,222,852	-
Total adjustments	(97,429,064)	(1,132,087,198)
Net cash (used in) provided by operating activities	(47,701,902)	2,521,480,635
Cash flows from investing activities:		
Return of capital from Pittsburgh Corning Corporation	47,885,850	63,000,000
Return of capital from Pittsburgh Corning Europe	-	232,345,125
Sale of investments in PCC and PCE	571,315,908	-
Sales and maturities of bonds	1,093,061,394	557,854,243
Purchases of bonds	(2,215,733,649)	(1,924,959,851)
Sales of equity securities	364,603,439	3,740,092
Purchases of equity securities	(167,894,632)	(53,852,092)
Return of excess capital called for alternative investments	1,150,000	-
Purchases of alternative investments	(132,300,000)	(45,000,000)
Net cash used in investing activities	(437,911,690)	(1,166,872,483)
Net (decrease) increase in cash and cash equivalents	(485,613,592)	1,354,608,152
Cash and cash equivalents at the beginning of the year/period	1,354,608,152	-
Cash and cash equivalents at the end of the year/period	$ 868,994,560	$ 1,354,608,152
Supplemental Schedule of Non-Cash Investing Activities		
Funds held in escrow	7,900,000	-

See accompanying notes to the special-purpose financial statements.

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1. Description of the Trust

On April 16, 2000, Pittsburgh Corning Corporation ("PCC" or the "Debtor") filed a voluntary petition for reorganization under Chapter 11 of the United States Bankruptcy Code ("Bankruptcy Code") in the United States Bankruptcy Court for the Western District of Pennsylvania (the "Bankruptcy Court"). As of the filing date, PPG Industries, Inc. ("PPG") and Corning Incorporated ("Corning") each owned 50% of the common stock of PCC.

On January 29, 2009, following the filing of two previously unconfirmed plans, the Debtor filed its Modified Third Amended Plan of Reorganization jointly proposed by the Debtor, the Official Committee of Asbestos Creditors and the Future Claimants Representative (the "Joint Plan"). On May 24, 2013, the Bankruptcy Court entered an order confirming the Joint Plan (the "Confirmation Order"). On September 30, 2014, the United States District Court for the Western District of Pennsylvania adopted, issued and affirmed the Confirmation Order (which Confirmation Order is now final and unappealable). On April 27, 2016, the Joint Plan became effective (the "Effective Date").

The essential elements of the Confirmed Plan included the creation of the Pittsburgh Corning Corporation Asbestos Personal Injury Settlement Trust (the "Trust") to assume all liabilities for and with respect to all Channeled Asbestos PI Trust Claims (hereafter, "Asbestos Trust Claims"), and to use (a) the assets contributed to the Trust pursuant to the Joint Plan by PCC, PPG, the PPG Participating Insurers, the PCC Settled Insurers and Corning, (b) any other assets that may be contributed or acquired by the Trust from time to time, and (c) the proceeds and income from such assets (collectively, the "Asbestos Trust Assets") to resolve all Asbestos Trust Claims in accordance with the Trust Agreement and the Trust Distribution Procedures in such a way that holders of such claims are treated fairly, equitably and reasonably in light of the limited assets available to satisfy such claims, and to otherwise comply in all respects with the requirements of a trust set forth in Section 524(g)(2)(B) of the Bankruptcy Code. The Asbestos Trust Assets, as they relate to contributions from PPG, the PPG Participating Insurers and Corning, are limited to the contributions set forth in the PPG Trust Funding Agreement and the Corning Trust Funding Agreement, respectively.

The Trustees of the Trust are responsible for supervising and administering the Trust and utilizing the Trust's assets and income to pay the holders of all Asbestos Trust Claims in accordance with the terms of and the purposes set forth in the Trust Agreement and the Trust Distribution Procedures (TDP).

2. Summary of Significant Accounting Policies

Basis of presentation

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

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

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

- The full amounts of claims will be expensed in the period in which the confirmed claims are settled. A settled claim is a claim that has been allowed by the Trust and accepted by the claimant, with an approved release. Under GAAP, a liability would be recorded for an estimate of the amount to be paid for claims that have been incurred but not yet reported, and for those claims that have been submitted but not yet approved for payment by the Trust. There were settled but unpaid claims as of $7,222,852 and $0 as of December 31, 2017 and 2016, respectively. Total claims paid during the year ended December 31, 2017 and for the period from April 27, 2016 (inception) through December 31, 2016, aggregated $169,656,973 and $0, respectively.

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

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

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

- Insurance recoveries are not recorded until the funds are received from the insurance carriers. These recoveries come from various insurance settlements, which were obtained by the Trust and related entities including Debtors and other affiliates and assigned to the Trust. The insurance policies cover, among other things, products and general liability claims. Future recoveries under such settlements have been assigned to the Trust pursuant to the Confirmed Plan. Under GAAP, asbestos insurance recoveries are recorded upon settlement and assurance of collectability.

- Under GAAP, for financial statement disclosure purposes all investments would be categorized based on the priority of inputs used to measure fair value. Under GAAP, inputs used in measuring fair value are categorized into three levels. Level 1 includes inputs that are based upon quoted prices for identical instruments traded in active markets. Level 2 includes inputs that are based upon quoted prices for similar instruments in active markets, quoted prices for identical or similar investments in markets that are not active, or models based on valuation techniques for which all significant assumptions are observable in the market or can be

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corroborated by observable market data for substantially the full term of the investment. Level 3 includes inputs that are generally unobservable and typically reflect management's estimates of assumptions that market participants would use in pricing the asset or liability. The fair values are therefore determined using model-based techniques that include option pricing models, discounted cash flow models, and similar techniques. The accompanying special-purpose financial statements do not categorize all investments into these levels.

- The investments in PCC and PCE are recorded at the value contributed to the Trust less any cash dividends that reduce the initial contributed value. Under GAAP, the assets, liabilities, equity, revenues and expenses of PCC and PCE would be consolidated with the activities of the Trust.

Use of estimates

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

Cash equivalents

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

Investments

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

Accrued expenses and accounts payable

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

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Operating expenses

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

Claims processing expenses

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

Income taxes

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

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

The Trust records income tax expense (or benefit) associated with amounts payable (or receivable) under current federal income taxes, and does not record a provision for (or benefit from) deferred taxes. Accordingly, there is no provision for deferred taxes associated with changes in cumulative unrealized gains and losses on investments (see Note 5). The income taxes associated with gains on investments will be recorded in the Trust's special-purpose financial statements when the net gains are realized (i.e. the securities are sold) and the taxes become currently payable.

Reclassifications

Certain amounts in the special-purpose financial statements for the period from April 27, 2016 (inception) through December 31, 2016, have been reclassified to conform to the 2017 presentation. These reclassifications have no effect on the previously reported change in net assets available for the payment of claims.

Risks and uncertainties

The Trust's assets that are exposed to credit risk consist primarily of cash and cash equivalents and investments in equity securities, municipal bonds, and alternative investments. 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, 2017 approximate $163.2 million.

The Trust invests in a professionally managed portfolio that contains common shares of publicly traded companies in the United States of America and internationally, U.S. government obligations, money market funds, and alternative investments. Such investments are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated

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with certain investments securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the Trust's account balance and the amounts reported in the special-purpose statements of assets, liabilities and net assets available for the payment of claims.

3. Related Parties

On July 19, 2016, pursuant to an agreement with several other Qualified Settlement Trusts, the Trust became a member of the Delaware Claims Processing Facility (DCPF), a Delaware limited liability company whose purpose is to operate a claims processing facility for the processing of asbestos and other mass tort claims. In accordance with a Master Claims Processing Agreement, the Trust has engaged DCPF as the Trust's claims processor, and on March 20, 2017, DCPF began processing the Trust's Asbestos Claims. As a Member Trust, the Trust pays DCPF for claims processing services under a cost-sharing arrangement. Expenses charged to the Trust under this arrangement include start-up fees, direct labor expense, other direct expenses, and an allocation of common costs.

During the year ended December 31, 2017, and for the period from April 27, 2016 (inception) through December 31, 2016, the Trust paid DCPF $8,775,408 and $280,000, respectively.

4. Funding Under Joint Plan of Reorganization

In accordance with the Joint Plan and the Confirmation Order, the Trust was funded with the Asbestos Trust Assets as follows:

(a) On December 19, 2000, the Bankruptcy Court authorized the establishment of the Interim Qualified Settlement Fund pursuant to Treasury Regulations issued under 26 U.S.C. 468B into which insurance proceeds would be deposited and maintained pending confirmation of a plan of reorganization. On the Effective Date, in accordance with Section 9.1.1 of the Joint Plan, the Debtor transferred all amounts in the Interim Qualified Settlement Fund to the Trust, which totaled $157,036,622.

(b) The Debtor and PPG received an insurance-related settlement with the KWELM Management Services Limited, as appointed run-off agent for Kingscroft Insurance Company Limited, Walbrook Insurance Company Limited, El Paso Insurance Company Limited, Lime Street Insurance Company Limited, Mutual Reinsurance Company Limited and Bermuda Fire & Marine Insurance Company Limited (collectively, the "KWELM Companies"). By order dated December 10, 2004, the Bankruptcy Court, in accordance with Treasury Regulations issued under 26 U.S.C. 468B, authorized the establishment of a qualified settlement fund (the "KWELM QSF") into which insurance proceeds were deposited and maintained until confirmation of a plan of reorganization. On May 2, 2016, in accordance with Section 9.1.3 of the Joint Plan, the Debtor transferred all amounts in the KWELM QSF to the Trust, which totaled $28,824,595.

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(c) In accordance with Section 8.2.6 of the Joint Plan, the Debtor executed all instruments necessary and provided the Trust with 10,000 shares of common stock of PCC (PCC Shares), representing all of the outstanding equity interests of PCC. The Treasury Regulations issued pursuant to 486B require the Debtor to obtain a qualified appraisal with respect to the transfer of certain property, including the PCC Shares. The appraisal was used to determine the basis in the PCC Shares for Pittsburgh Corning Corporation as well as the contributed value of the PCC Shares for the Trust. The initial contributed value of the PCC Shares to the Trust was $444,000,000.

(d) In accordance with Section 9.1.3 of the Joint Plan, the Trust was to receive the "PPG Trust Contribution" which is further defined as the contributions to the Trust made by and/or on behalf of the PPG Entities, the PPG Affiliates, the PPG-Affiliated Parties, the PPG Participating Insurer Entities and the PPG Non-Participating Insurer Entities, as set forth in the PPG Trust Funding Agreement. The PPG Trust Contribution fully resolves and satisfies the alleged and disputed liabilities of PPG Entities, the PPG Affiliates, and the PPG-Affiliated Parties for the Asbestos Trust Claims. However, it is not binding and does not have a collateral estoppel effect on the PPG Non-Participating Insurers in any insurance coverage litigation regarding the insurance coverage obligations of the PPG Non-Participating Insurers. The PPG Trust Funding Agreement contained certain conditions precedent that were satisfied or waived that ultimately required PPG to make the following contributions to the Trust:

i. PPG was required to make cash contributions to the Trust in accordance with the PPG Note Agreement between PPG and the Trust. The PPG Note Agreement was executed on April 27, 2016 and required annual payments through June 30, 2023 totaling $824,850,360. The PPG Note Agreement also allowed for prepayment of the Note at any time by paying to the Trust an amount equal to the net present value (determined using a discount rate of 5.5% per annum) of the then remaining unpaid payments. On June 9, 2016, the Trust received $763,882,391 representing payment in full for the PPG Note Agreement, after factoring in the allowed 5.5% discount rate.

ii. PPG was required to issue or transfer to the Trust either 1,388,889 restricted shares of PPG's common stock or the cash equal to the value of 1,388,889 shares of PPG common stock, calculated on the basis of the average daily closing price of such stock on the New York Stock Exchange for a 20-day trading period ending on the third business day prior to the Funding Effective Date. On June 9, 2016, the Trust received a contribution of 2,777,778 shares of PPG common stock (as a result of a stock split that occurred on June 12, 2015 at PPG Industries, Inc.). On the date of transfer to the Trust, the 2,777,778 shares of PPG common stock were valued at $308,194,469. During the period from April 27, 2016 (inception) through December 31, 2016, the Trust recorded a decrease in the value of the PPG common stock in the amount of $44,972,226 resulting in a valuation of the PPG common stock held by the Trust at December 31, 2016 of $263,222,243. The Trust received cash dividends on its investment in the PPG common stock on September 12, 2016 and December 12, 2016 totaling $2,222,222 as of December 31, 2016, which are recorded in interest and dividend income within the special-purpose statements of changes in net assets available for the payment of claims. During the year ended December 31, 2017, the Trust received additional cash dividends on its investment in PPG common stock totaling $2,222,222. On various dates in June 2017 and July

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2017, the Trust sold all of its shares of its investment in PPG stock such that as of December 31, 2017, the Trust's investment in PPG common stock was $0. The Trust recorded a realized gain on the sale of the PPG shares in the amount of $1,012,214, which is included in net appreciation in the fair value of investment securities within the special-purpose statements of changes in net assets available for the payment of claims.

iii. On the Funding Effective Date (June 9, 2016) in accordance with the PPG Trust Funding Agreement, PPG transferred to the Trust its 50% ownership interest in PCE. The initial contributed value of PPG's interest in PCE was $223,100,000 based on the value reported on PPG's §1.468B-3 Statement as is required to be filed under the Treasury Regulations.

(e) In accordance with Section 9.1.3 of the Joint Plan, the Trust was to receive the "Corning Trust Contribution", which is further defined as the contributions to the Trust made by and/or on behalf of the Corning Entities, the Corning Affiliates, the Corning-Affiliated Parties and/or the Corning Insurers, as set forth in the Corning Trust Funding Agreement. The Corning Trust Contribution fully resolves and satisfies the alleged and disputed liabilities of the Corning Entities, the Corning Affiliates, and the Corning-Affiliated Parties for the Asbestos Trust Claims; however, it is not binding and does not have a collateral estoppel effect on the Corning Insurers in any insurance coverage litigation regarding the insurance coverage obligations of the Corning Insurers. The Corning Trust Funding Agreement contained certain conditions precedent that were satisfied or waived that ultimately required Corning to make the following contributions to the Trust.

i. Corning is required to make contributions to the Trust in installments as outlined in the Corning Trust Funding Agreement. The installments may be made by Corning in cash or, at its sole and exclusive election, by transfer or issuance of the cash equivalent of such installment in restricted shares of Corning's common stock, the issuance and resale of which shall be subject to the terms and conditions set forth in the Corning Registration Rights Agreement. The number of shares to be issued to the Trust for any installment made in shares will be equal to the installment amount due on each date divided by the closing price of Corning common stock on the New York Stock Exchange two days prior to the relevant installment date. The Corning Trust Funding Agreement outlines the required installment payments as follows: $70,000,000 on June 9, 2017; $35,000,000 on June 9, 2018; $50,000,000 on June 9, 2019; $35,000,000 on June 9, 2020; $50,000,000 on June 9, 2021; and on June 9, 2022, $50,000,000 less any Direct Claim Costs and any Future Direct Claims Costs, which will be deposited into an escrow account. Prior to the six year anniversary of the Funding Effective Date (June 9, 2022), Corning is required to deposit an amount equal to the lesser of the Future Direct Claim Costs or $50,000,000 in an escrow account pursuant to the terms of the Escrow Agreement, and Corning and/or the Trust will be entitled to payment of the escrowed funds pursuant to the terms of the Escrow Agreement. With regard to the installment payments, the Corning Trust Funding Agreement allows for Corning to accelerate the payment of any installment in whole or in part at a per annum discount rate of 5.5% as of the accelerated payment date. As of December 31, 2016, no accelerated installment payments were made. During the year ended December 31, 2017, the Trust received the $70,000,000 required payment which is recorded as initial funding in the special-purpose statements of changes in net assets available for the

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payment of claims. In accordance with the special-purpose basis of accounting described in Note 2, the Trust has not recorded a receivable for the future installments. These amounts will be recorded as additions to net assets available for the payment of claims upon receipt of the cash payment.

ii. On the Funding Effective Date in accordance with the Corning Trust Funding Agreement, Corning transferred to the Trust its 50% ownership interest in PCE. The initial contributed value of Corning's interest in PCE was $223,100,000 based on the value reported on Corning's §1.468B-3 Statement as is required to be filed under the Treasury Regulations.

5. Investment Securities

Investments in bonds and equity securities consist of the following at December 31:

	2017			
Description	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
Bonds	$ 2,475,641,786	$ -	$ (30,031,013)	$ 2,445,610,773
Equity securities	158,084,188	24,406,349	-	182,490,537
	$ 2,633,725,974	$ 24,406,349	$ (30,031,013)	$ 2,628,101,310

	2016			
Description	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
Bonds	$ 1,359,001,350	$ -	$ (24,037,263)	$ 1,334,964,087
Equity securities	357,856,726	1,922,100	(44,972,226)	314,806,600
	$ 1,716,858,076	$ 1,922,100	$ (69,009,489)	$ 1,649,770,687

Net appreciation in the fair value of investment securities of $52,367,175 and net depreciation of $75,686,014 for the year ended December 31, 2017 and for the period from April 27, 2016 (inception) through December 31, 2016, respectively, consists of the net change in unrealized gains (losses) and net realized losses from investment sales.

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Net unrealized gains and losses

The net change in unrealized gains and (losses) from market appreciation (depreciation) is comprised of the following investments for the year ended December 31, 2017 and for the period from April 27, 2016 (inception) through December 31, 2016:

	2017	2016
Bonds	$ (5,993,750)	$ (24,037,263)
Equity securities	67,456,475	(43,050,126)
	$ 61,462,725	$ (67,087,389)

Realized gains and losses

Net realized losses from investment sales consist of the following for the year ended December 31, 2017 and for the period from April 27, 2016 (inception) through December 31, 2016:

	2017	2016
Bonds	$ (6,031,819)	$ (8,148,882)
Equity securities	(3,063,731)	(449,743)
	$ (9,095,550)	$ (8,598,625)

Summary of changes in alternative investments

The table below sets forth a summary of changes in the fair value of the Trust's alternative investments for the year ended December 31, 2017 and for the period from April 27, 2016 (inception) through December 31, 2016:

	Alternative Investments	
	2017	2016
Balance at the beginning of year/period	$ 45,436,026	$ -
Purchases	132,300,000	45,000,000
Return of excess capital called	(1,150,000)	-
Net change in fair value	10,996,639	436,026
Balance at the end of year/period	$ 187,582,665	$ 45,436,026

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Alternative investment categories

The major categories of the Trust's alternative investments, including general information related to each category, are as follows:

	Fair Value 2017	Fair Value 2016	Redemption Frequency (if Currently Eligible)	First/Next Redemption	Notice Period (days)	Gate
(a) Risk arbitrage fund	$ 16,088,926	$ 15,244,464	Monthly	January 31, 2018	45	0%
(b) Multi-strategy fund	16,088,134	15,091,319	Semi-annually	June 30, 2018	65	10%
(b) Multi-strategy fund	16,128,060	15,100,243	Quarterly	March 31, 2018	90	0%
(c) Energy, commodities, special opportunities fund	8,854,485	-	Not eligible	Not eligible	N/A	None
(d) Periodic payment receivables fund	39,451,413	-	Not eligible	Not eligible	N/A	None
(e) Appraisal rights fund	2,794,892	-	Not eligible	Not eligible	N/A	None
(f) Total return mutual fund	15,990,048	-	Daily	January 2, 2018	N/A	None
(g) International equity fund	44,826,332	-	Daily	January 2, 2018	N/A	10%
(g) International equity fund	27,360,375	-	Monthly	February 1, 2018	5	25%
	$ 187,582,665	$ 45,436,026				

(a) The alternative investment in this category seeks to generate rates of return with a relatively low correlation to most major market indices. The investment strategy for this fund involves investing in the securities of companies involved in significant transactions, including mergers, acquisitions, tender offers, exchange offers, divestitures, spin-offs, and other corporate events. Using these strategies, the fund typically seeks to profit from the successful completion of a transaction by purchasing securities at a discount to the value that is expected to be realized if the transaction is completed. The fair value of the alternative investment in this category is estimated based on the Trust's proportionate share of the fund's net assets, as reported on the respective fund's financial statements as of December 31, 2017 and 2016.

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(b) Alternative investments within this category use a variety of strategies to diversify risks and reduce volatility. These strategies include seeking capital appreciation through event-driven investments that seek to exploit situations in which announced or anticipated events create opportunities to invest in securities and other financial instruments at a discount to their exit values. Other strategies of funds in this category include investing in mergers and acquisitions, initial public offerings, opportunistic refinancings, credit investing, real estate, direct investments, long/short investing, spinoffs, bankruptcies, and restructurings. The fair value of the alternative investments in this category was estimated based on the Trust's proportionate share of each funds' net assets, as reported on the respective funds' financial statements as of December 31, 2017 and 2016.

(c) The alternative investment in this category seeks to provide investors with risk-adjusted returns comprised of current income and appreciation by investing in fixed income securities, equities, derivatives and other public and private securities related to the distressed energy and commodity sector. Fund investments may also include various hedging strategies to mitigate commodity risk for the fund including indexes, individual positions, outright commodity prices and capital arbitrage trades. The fair value of the alternative investment in this category is estimated based on the Trust's proportionate share of the fund's net assets, as reported on the respective fund's financial statements for the year ended December 31, 2017.

(d) The alternative investment in this category seeks to generate risk-adjusted intermediate and long-dated cash flow producing returns by investing in period payment receivables. The assets permitted by the fund include: (1) period-certain and life-contingent structured settlement payment rights; (2) life insurance policies and/or other instruments that hedge the mortality risk of the lives of claimants related to life-contingent structured settlement payment rights; and (3) state lottery prize payments in certain states. The fair value of the alternative investment in this category is estimated based on the Trust's proportionate share of the fund's net assets, as reported on the respective fund's financial statements for the year ended December 31, 2017.

(e) This alternative investment's objective is to generate high risk-adjusted returns. The fund seeks to achieve its investment objective by constructing a portfolio of investments in companies involved in publicly announced mergers, acquisitions, or other corporation transactions where statutory "appraisal" or "dissent" rights will be triggered and where the investment manager determines that the proposed transaction consideration undervalues the target security. The fair value of the alternative investment in this category is estimated based on the Trust's proportionate share of the fund's net assets, as reported on the respective fund's financial statements for the year ended December 31, 2017.

(f) This alternative investment's objective is total return. The fund invests in a core portfolio generally comprised on an approximately equal mix of equity securities and cash equivalents. The Fund's equity investments will generally consist of a diversified portfolio of common stocks that seeks to approximate the pretax total return performance of the S&P500® Index. The fund's cash equivalent investments consist primarily of U.S. Treasury securities with a maximum remaining maturity of one year. The fund will write (sell) call options on the S&P 500® Index on substantially the full value of the fund's equity securities and write (sell) put options on the S&P 500® Index on substantially the full value of the Fund's cash equivalent holdings. The fair value of the investment in this category is estimated based on the net asset value per share of the fund and the number of shares held by the Trust at the valuation date, or December 31, 2017.

(g) The international equity funds within this category invest primarily in equity securities, including common stocks, preferred stocks, warrants, participation notes, depository receipts, convertible bonds, and other securities which are convertible into or exchangeable for equity securities. The objective of this fund is to achieve growth of capital through investment in a professionally managed portfolio of international securities comprising both equity securities traded in financial markets located in Europe, Australasia, and the Far East. The securities within the fund invest in securities listed or traded on a regulated market; however, up to ten percent of the net asset value of the fund may be invested in transferrable securities which are not listed or traded on a regulated market. The fair values of the alternative investments in this category are estimated based on the Trust's proportionate share of the funds' net assets, as reported on the respective funds' financial statements for the year ended December 31, 2017.

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Certain alternative investments are made through limited partnerships, limited liability companies, and subscriptions. Under the terms of these arrangements, the Trust is obligated to remit additional funding periodically as capital calls are exercised by the manager. These funds have a limited existence, and such arrangements may provide for annual extensions for the purposes of disposing of portfolio positions and returning capital to investors. However, depending on market conditions, the inability to execute the fund's strategy, and other factors, a manager may extend the term of a fund beyond its original anticipated existence or may wind the fund down prematurely. As a result, the timing and amount of future capital liquidity calls expected to be exercised in any particular future year is uncertain. Unfunded commitments will be funded either by cash available in the investment portfolio or by liquidating other investments based on the Trust's assessment. The aggregate amount of unfunded commitments as of December 31, 2017 was $68,850,000 across four different investments.

6. Investment in Pittsburgh Corning Europe, N.V.

As part of the Modified Third Amended Plan of Reorganization, the Trust became the sole holder of the common stock of Pittsburgh Corning Europe, N.V. ("PCE") when the Trust received PPG's 50% ownership interest in PCE and Corning's 50% ownership interest in PCE on the Funding Effective date. PCE is located in Tessenderlo, Belgium. The Chairman and Chief Executive Officer of the Debtor also is the Chairman and Chief Executive Officer of PCE and the members of the Board of Directors of the Debtor are also the members of the Board of Directors of PCE. As outlined in Note 3, the value of the Trust's Investment in PCE as of the Funding Effective Date was $446,200,000, the value contributed by PPG and Corning. The Board of Directors of PCE approved the distribution of an intermediary dividend to the Trust in the gross amount of 213,533,058 Euros. On October 24, 2016, the Trust received the cash dividend from PCE in the amount of $220,910,625, net of amounts withheld for tax payable to the Kingdom of Belgium. In accordance with the special-purpose basis of accounting described in Note 2, the Trust reduced the value of the investment in PCE by this amount. Additionally, the tax treaty between the United States and Belgium requires the Trust to pay tax on the dividends at the rate of 5% of the gross amount of the dividends. The cash dividend received by the Trust was the approved dividend less the 5% dividend tax. The tax expense associated with the cash dividend received by the Trust was $11,434,500 and is recorded as expense in the accompanying statements of changes in net assets available for the payment of claims.

7. Investment in Pittsburgh Corning Corporation

As part of the Modified Third Amended Plan of Reorganization, the Trust became the sole holder of the common stock of Pittsburgh Corning Corporation ("PCC") as of the Effective Date of the Plan. PCC is a Pennsylvania Corporation and is a global manufacturer of sustainable high-performance glass based products for the building, energy, and industrial markets. On the Effective Date, Amended and Restated Articles of Incorporation for the Reorganized Pittsburgh Corning Corporation were issued to prohibit the issuance of non-voting equity securities required by Section 1123(a)(6) of the Bankruptcy Code, to authorized the cancellation of existing Pittsburgh Corning Corporation Common Stock and the creation of shares of the Reorganized PCC Common Stock, which shares were issued to the Trust, and to effectuate the provisions of the Plan. The Board of Directors of the Reorganized PCC consists of the Chief Executive Officer and the Chief Financial Officer of Reorganized PCC and six other directors. As outlined in Note 3, the value of the Trust's Investment in PCC as of the Effective Date was $444,000,000, the value contributed by Pittsburgh Corning Corporation. The Board of Directors of PCC declared a dividend payable on September 8, 2016 in the amount of $45,100,000 that was received by the Trust the same day.

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The Board of Directors of PCC declared a second dividend payable on December 8, 2016 in the amount of $17,900,000 that was received by the Trust the same day. During the year ended December 31, 2017, the Board of Directors of PCC declared a dividend payable on May 10, 2017 in the amount of $47,885,850 that was received by the Trust the same day. In accordance with the special-purpose basis of accounting described in Note 2, the Trust reduced the value of the investment in PCC by the dividend amounts (Note 4).

8. Sale of Pittsburgh Corning Corporation and Pittsburgh Corning Europe, N.V.

On May 12, 2017, the Trust entered into a Stock Purchase Agreement for the sale of PCC and PCE to Owens Corning. The Stock Purchase Agreement contained customary terms and conditions for preliminary and final purchase price calculations, representations and warranties, covenants, closing conditions and post-closing liabilities.

On June 27, 2017, the Trust consummated the sale of PCC and PCE to Owens Corning. Upon closing, the Trust received $558,569,625 of which $322,401,691 was allocated to the sale of the shares of PCC and $236,167,934 was allocated to sale of the shares of PCE in accordance with the terms of the Stock Purchase Agreement.

In addition to payment of the Purchase Price to the Trust, Owens Corning also funded (a) an escrow account in the amount of $15,000,000 to secure payment by the Trust of any financial obligations, if any, due to post-closing adjustments of the Purchase Price and unpaid taxes of PCC and PCE that are attributable to pre-closing periods (the "Adjustment Escrow") and a separate escrow in the amount of $2,900,000 to secure liabilities incurred by the Trust with respect to breaches of the representations and warranties made by the Trust in the Stock Purchase Agreement (the "Indemnity Escrow").

On October 3, 2017, upon completion of the calculation of various balances as of the closing date in accordance with the Stock Purchase Agreement, the Trust and Owens Corning agreed to a final closing statement, pursuant to which the Purchase Price was adjusted upwards. The Trust subsequently received an additional payment in the amount of $3,946,345 from Owens Corning and $10,000,000 was released from the Adjustment Escrow to the Trust. Upon receipt of the funds in the aggregate amount of $12,746,284, after giving effect of related expenses, the Trust recorded a gain on the sale of $32,246,883. Of that gain, $2,088,237 was attributed to the sale of PCC and $30,158,646 was attributed to the sale of PCE.

As of December 31, 2017, $5,000,000 was held in the Adjustment Escrow and $2,900,000 was held in the Indemnity Escrow. The Stock Purchase Agreement provides that funds remaining in the escrow accounts after payment or reservation for claims, if any, are to be released to the Trust in December 2018. The Trust has recorded the $5,000,000 held in the Adjustment Escrow and the $2,900,000 held in the Indemnity Escrow as funds held in escrow in the statements of net assets available for the payment of claims. At the time the special-purpose financial statements were available to be issued, there were no known or estimable claims against the escrow accounts. In accordance with the special-purpose accounting basis of the Trust, a liability for any claims against the escrow accounts will be recorded when and if the funds held in escrow are determined to be no longer available for the payment of claims.

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9. Income Taxes

During the year ended December 31, 2017, the Trust made estimated federal income tax payments totaling $16,500,000. During the period from April 27, 2016 (inception) through December 31, 2016, the Trust paid $11,434,500 in taxes associated with the dividend received from Pittsburgh Corning Europe N.V. to the Government of the Kingdom of Belgium in accordance with Article 10 of the tax treaty between Belgium and the United States.

As of December 31, 2017, the Trust has approximately $5,000,000 of remaining net operating loss carryforwards available to offset future taxable income. The Trust's net operating losses will expire, if not utilized, at various dates through 2036. The Trust has approximately $17,000,000 in net capital loss carryforwards available to offset future capital gains. The net capital loss carryforwards will expire, if not utilized, in 2022.

The estimated deferred tax liability associated with cumulative unrealized gains on investments is approximately $2,100,000. As disclosed in Note 2 to the special-purpose financial statements, the Trust does not record a provision for (or benefit from) deferred taxes. Accordingly, there is no provision for deferred taxes associated with net operating loss carryforwards, net capital loss carryforwards, or cumulative unrealized gains and losses on investments.

10. Insurance Recoveries

During the year ended December 31, 2017, and for the period from April 27, 2016 (inception) through December 31, 2016, the Trust received insurance recoveries from insurers in the amount of $32,679,250 and $1,586,399,221, respectively. Under the terms of settlement agreements with certain insurance companies, the Trust may be entitled to future insurances recoveries. In accordance with the Trust's accounting policies, such insurance recoveries are recorded as additions to net assets available for the payment of claims when the funds are received from the insurance companies.

11. Contingent Liabilities

The Plan Documents (as defined in the Confirmed Plan) subject the Trust to certain reimbursement and indemnification obligations that may result in future claims against the Trust. The probability of such claims cannot be reasonably determined. Accordingly, no associated liability has been recorded in the accompanying special-purpose financial statements. Such claims, if any, are not expected to be material. The Trust has obtained insurance for purposes of supporting its obligation to indemnify the Trustees.

12. Trust Liability Insurance

The Trust purchased liability insurance requiring premiums of $12,369 and $622,688 during the year ended December 31, 2017 and for the period from April 27, 2016 (inception) through December 31, 2016, respectively. The current policy term is from April 26, 2016 through April 26, 2018. The Trust's accounting policy is to expense in the current period any amounts that will not be available to pay future Pittsburgh Corning Corporation Asbestos Trust Claims or expenses of the Trust. Accordingly, $12,369 and $622,688 was recorded as a deduction in net assets available for the payment of claims during the year ended December 31, 2017 and for the period from April 27, 2016 (inception) through December 31, 2016, respectively.

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13. Trustees, Trust Advisory Committee, and Future Claimants Representative

Fees and expenses of the Trustees, Trust Advisory Committee, Future Claimants' Representative, and related counsels for the year ended December 31, 2017 and for the period from April 27, 2016 (inception) through December 31, 2016 were:

	2017			
	Fees	Retainer	Expenses	Total
Trustees	$ 1,248,608	$ 180,000	$ 87,487	$ 1,516,095
Future Claimants' Representative	65,040	-	758	65,798
Future Claimants' Representative Counsel	732,778	-	39,021	771,799
Trust Advisory Committee	4,740	-	552	5,292
Trust Advisory Committee Counsel	622,478	-	26,224	648,702
	$ 2,673,644	$ 180,000	$ 154,042	$ 3,007,686

	2016			
	Fees	Retainer	Expenses	Total
Trustees	$ 1,209,605	$ 122,000	$ 53,511	$ 1,385,116
Future Claimants' Representative	23,250	-	89	23,339
Future Claimants' Representative Counsel	155,507	-	3,009	158,516
Trust Advisory Committee	3,450	-	435	3,885
Trust Advisory Committee Counsel	223,579	-	2,816	226,395
	$ 1,615,391	$ 122,000	$ 59,860	$ 1,797,251

The above amounts are included in operating expenses in the special-purpose statements of changes in net assets available for the payment of claims for the year ended December 31, 2017 and for the period from April 27, 2016 (inception) through December 31, 2016.

14. Subsequent Events

The Trust has evaluated its December 31, 2017 special-purpose financial statements for subsequent events through April 20, 2018, the date the special-purpose financial statements were available to be issued. Other than the funds committed for specific alternative investments to be funded in subsequent years as described in Note 5, the Trust is not aware of any subsequent events which would require recognition or disclosure in the special-purpose financial statements.

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The Pittsburgh Corning Corporation
Asbestos Personal Injury Settlement Trust

Supplementary Information

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BDO

Tel: 703-893-0600
Fax: 703-893-2766
www.bdo.com

8401 Greensboro Drive
Suite 800
McLean, VA 22102

Independent Auditor's Report on Supplementary Information

Trustees
The Pittsburgh Corning Corporation
Asbestos Personal Injury Settlement Trust
Pittsburgh, Pennsylvania

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 the 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, LLP

April 20, 2018

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The Pittsburgh Corning Corporation
Asbestos Personal Injury Settlement Trust

Supplementary Schedules of Operating Expenses

Year/Period Ended December 31,	2017	2016
Investment advisory and management fees	$ 3,935,572	$ 1,343,238
Consulting services	2,736,312	1,630,060
General legal fees	1,749,558	1,589,018
Trustee fees, retainer, and expenses	1,516,095	1,385,116
Future claimants' representative counsel fees and expenses	771,799	158,516
Trust advisory committee counsel fees and expenses	648,702	226,395
Accounting, finance and tax fees	467,251	190,304
Trust meeting fees and expenses	92,945	69,344
Future claimants' representative consulting services	69,022	-
Future claimants' representative	65,798	23,339
Trust liability insurance	12,369	622,688
Trust advisory committee fees and expenses	5,292	3,885
Total operating expenses	$ 12,070,715	$ 7,241,903

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

In re:	)	
	)	Chapter 11
PITTSBURGH CORNING	)	
CORPORATION	)	Case No. 00-22876 TPA
	)	
Reorganized Debtor.	)	Doc. No. ____

CERTIFICATE OF SERVICE

I certify under penalty of perjury that on April 27, 2018, the Notice of Filing of Annual Report and Account filed by the Pittsburgh Corning Corporation Asbestos Personal Injury Settlement Trust for Fiscal Year Ending December 31, 2017 was served on the parties below by first-class mail, postage prepaid:

Steven T. Baron, Esquire
Baron & Budd, PC
3102 Oak Lawn Avenue, Suite 1100
Dallas, TX 75219-4281

Bryan O. Blevins, Esquire
Provost & Umphrey Law Firm LLP
490 Park Street
Beaumont, TX 77701

John D. Cooney, Esquire
Cooney & Conway
120 N. LaSalle St.
30th Floor
Chicago, IL 60602

Bruce E. Mattock, Esquire
Goldberg, Persky & White PC
11 Stanwix Street
Suite 1800
Pittsburgh, PA 15222

Joseph F. Rice, Esquire
Motley Rice LLC
28 Bridgeside Blvd.
P.O. Box 1792
Mt. Pleasant, SC 29465

Perry Weitz, Esquire
Weitz & Luxenberg, P.C.
700 Broadway
New York, NY 10003-9536

Steven Kazan, Esquire
Kazan McClain Satterley & Greenwood PLC
55 Harrison Street
Suite 400
Oakland, CA 94607

Lawrence Fitzpatrick
100 American Metro Blvd., Suite 108
Hamilton, NJ 08619

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Ann McMillan, Esquire
Caplin & Drysdale, Chartered
One Thomas Circle, NW, Suite 1100
Washington, D.C. 20005-5802

James J. Patton, Esquire
Edwin J. Harron, Esquire
Young Conaway Stargatt & Taylor LLP
Rodney Square
1000 North King Street
Wilmington, DE 19801

Office of the United States Trustee
Attention: Norma L. Hildenbrand Esquire
970 Liberty Center
1001 Liberty Avenue
Pittsburgh, PA 15222

Rosalie J. Bell Esquire
Pittsburgh Corning Corporation
800 Presque Isle Drive
Pittsburgh, PA 15239-2799

Andrew Muha, Esquire
Reed Smith LLP
225 Fifth Avenue
Pittsburgh, PA 15219

Dated: April 27, 2018

Respectfully submitted,

CAMPBELL & LEVINE, LLC

s/Douglas A. Campbell
Douglas A. Campbell (PA I.D. No. 23143)
Stanley E. Levine (PA I.D. No. 19819)
Philip E. Milch (PA I.D. No. 53519)
310 Grant Street, Suite 1700
Pittsburgh, PA 15219
Telephone: 412-261-0310
Facsimile: 412-261-5066
Email: dac@camlev.com
Email: sel@camlev.com
Email: pem@camlev.com

Counsel to the Trust

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