FILED
UNITED STATES BANKRUPTCY COURT
NORTHERN DISTRICT OF ILLINOIS
APR 29 2015
JEFFREY P. ALLSTEADT, CLERK
TEAM - CA

Plibrico 524(g) Asbestos Trust

ANNUAL REPORT FOR THE YEAR ENDING DECEMBER 31, 2014

Pursuant to Articles 6.5 and 6.6 of Debtors' Third Amended Joint Plan of Reorganization Dated January 30, 2006 (the "**Plan**"), and Section 3.2 of the Plibrico 524(g) Asbestos Trust Agreement (the "**Trust Agreement**"), the Trustee of the Plibrico 524(g) Asbestos Trust (the "**Trust**"), Marc E. Wolin (the "**Trustee**"), makes the following Annual Report for the year ending December 31, 2014 (the "**Annual Report**") to satisfy the reporting requirements of the Trust Agreement.

A. Financial Statements

Section 3.2(c)(i) of the Trust Agreement requires the Annual Report to include the following:

> [F]inancial statements of the . . . Trust (including, without limitation, a balance sheet of the . . . Trust as of the end of such fiscal year and a statement of operations for such fiscal year) audited by a firm of independent certified public accountants selected by the Trustee and accompanied by an opinion of such firm that such financial statements present fairly in all material respects the financial portion of the . . . Trust as of such year end and the results of its operations as of the year then ended in conformity conform with accounting principles generally accepted in the United States.

Attached as Exhibit 1.A is a copy of the financial statements with Independent Auditor's Report for the Trust (the "**Audited Financial Statements**") for the year ending December 31, 2014 (the "**Reporting Period**"). As required, the auditor for the Trust, Bederson LLP, has provided an opinion as to the fairness of the Audited Financial Statements' presentation and of their conformity with generally accepted accounting principles. The auditor's opinion expressly provides that it is intended for the use of this Court.

Published by AsbestosClaims.Law
asbestosclaims.law/library/14436/1

B. Claims Summary

Section 3.2(c)(ii) of the Trust Agreement requires the Annual Report to include "a summary regarding the number and type of Asbestos Personal Injury Claims, and the amount paid in respect of each such Asbestos Personal Injury Claim disposed of during the period covered by the financial statements." Verus Claims Services, LLC ("**Verus**") acts as the Trust's claims processing agent. Attached as Exhibit 1.B is a summary of claims processed and paid by the Trust during the Reporting Period.

Section 2.4 of the Trust Distribution Procedures ("**TDP**") provides for the determination of the Maximum Annual Payment ("**MAP**"). The MAP is one of the mechanisms employed by the Trust to ensure that funds will be available to pay present and future claimants as similarly as possible. The TDP directs the Trust to pay each year all the income earned by the Trust during that year, together with a portion of the principal, calculated so that distribution of the Trust's funds over the years will correspond to the anticipated flow of claims. The distribution of those funds to claimants in any given year may not exceed the MAP for that year. Section 2.5 of the TDP sets the Claims Payment Ratio at 65% percent for Category A claims and 35% for Category B claims, as those terms are defined in the TDP. Accordingly, 65% of the MAP for each year is available to pay Category A claimants, while 35% is available to pay Category B claimants. If the MAP is reached for either Category of claims in a given year, the remaining claims for which there are insufficient funds are carried over to the next year and placed at the head of the Trust's claims processing queue. During the Reporting Period, there were rollovers in both categories of claims.

C. Trustee Fees

Section 5.5(c) of the Trust Agreement states that the Annual Report shall include a description of the amount paid to the Trustee during the Reporting Period. The Audited

Plibrico Asbestos Trust Annual Reports, 2014 annual report
ACL Doc 14436 · Page 2 of 22
Published by AsbestosClaims.Law
asbestosclaims.law/library/14436/2

Financial Statements attached as Exhibit 1.A set forth the amount paid to the Trustee during the Reporting Period.[1]

D. Trust Advisory Committee Fees

Section 5.5(c) of the Trust Agreement states that the Annual Report will include a description of the amounts paid to the Trust Advisory Committee ("**TAC**") during the Reporting Period. The current members of the TAC are John D. Cooney, Steven Kazan, Bruce E. Mattock, Armand J. Volta, Jr., and James L. Ferraro. The Audited Financial Statements attached as Exhibit 1.A set forth the amounts paid to the TAC during the Reporting Period.[2]

E. Futures Representative Fees

Section 6.5(a) of the Trust Agreement provides that the Annual Report will include a description of the amounts paid to the Futures Representative during the Reporting Period. Dean Trafelet is the Futures Representative for the Trust. The Audited Financial Statements attached as Exhibit 1.A set forth the amounts paid to the Futures Representative during the Reporting Period.[3]

F. Trust Investments

The Trustee devoted significant efforts in 2014 to the investment of the Trust's liquid assets. The Trustee conferred regularly with the Trust's investment advisor, Brown Brothers Harriman & Co. (**"BBH"**). BBH advises the Trust on asset allocation, liquidity management, and the selection and oversight of its investment managers. The investments of the Trust are disclosed in detail in the Audited Financial Statements attached as Exhibit 1.A (*see* Note 3).

---

[1] *See* Audited Financial Statements at 4.
[2] *Id.*
[3] *Id.*

Plibrico Asbestos Trust Annual Reports, 2014 annual report
ACL Doc 14436 · Page 3 of 22
Published by AsbestosClaims.Law
asbestosclaims.law/library/14436/3

G. Reorganized Plibrico

As previously reported, the Reorganized Plibrico Company was dissolved in 2009.

H. Meetings

In fulfillment of the meeting requirements contained in the Trust Agreement, during the Reporting Period, the Trustee held meetings with the TAC, the Futures Representative, Trust counsel, and other Trust professionals on the following dates: February 25, 2014, May 20, 2014, September 16, 2014, and November 11, 2014.

I. Significant Events During the Reporting Period

1. Payment Percentage Review

The TDP requires the Trustee to review the payment percentage no less frequently than once every three years, but also at shorter intervals if warranted by events affecting the Trust's ability to pay present and future claimants in a substantially equivalent manner. Following an adjustment to the payment percentage in 2011, the Trustee decided that, going forward, the payment percentage would be reviewed and reconsidered on an annual basis, if not more frequently, to ensure that it is based on the most current and accurate data available.

Throughout the Reporting Period, Analysis Research Planning Corporation ("**ARPC**"), claims processing consultant to the Trust, received monthly claims data from Verus and continued to advise the Trustee on a quarterly basis regarding the payment percentage calculation. ARPC closely monitored factors potentially impacting the payment percentage, including, but not limited to, claim filings that exceed the current claims forecast and the number of withdrawn claims following the Trust's enforcement of deadlines set forth in the TDP for responding to offers and deficiency notices. ARPC's recommendation was that no adjustment to the payment percentage was warranted during the Reporting Period.

Published by AsbestosClaims.Law
asbestosclaims.law/library/14436/4

2. Termination of the Plibrico Silica Trust

As previously reported, on March 22, 2013, the Trustee, with the consent of the TAC and Futures Representative, elected to terminate the Plibrico Silica Trust ("**Silica Trust**") and wind up its affairs as provided for in Section 8.2 of the Silica Trust Agreement. The termination of the Silica Trust was effective as of June 20, 2013. All remaining Silica Trust funds were transferred to the Asbestos Trust at that time.

3. Amendment to Trust Agreement

On May 20, 2014, the Trustee, with the consent of the TAC and Futures Representative, approved and adopted an amendment to Section 4.2(b) of the Trust Agreement that lowered bond rating restrictions and reconciled investment provisions in the Trust Agreement with approved investment guidelines recommended by BBH.

J. Additional Information

For additional information regarding the financials or operations of the Trust, please contact the Trust's General Counsel: Keating Muething & Klekamp PLL, One East Fourth Street, Suite 1400, Cincinnati, Ohio 45202, Attention: Jennifer J. Morales. Additional information is available on the Trust's website: http://www.plibricotrust.com.

6068254.1

Plibrico Asbestos Trust Annual Reports, 2014 annual report
ACL Doc 14436 · Page 5 of 22
Published by AsbestosClaims.Law
asbestosclaims.law/library/14436/5

Exhibit 1.A

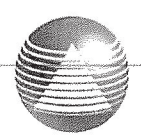
Audited Financial Statements

Published by AsbestosClaims.Law
asbestosclaims.law/library/14436/6

PLIBRICO 524(g) ASBESTOS TRUST

SPECIAL-PURPOSE FINANCIAL STATEMENTS

DECEMBER 31, 2014



Published by AsbestosClaims.Law
asbestosclaims.law/library/14436/7

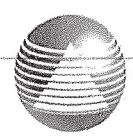
PLIBRICO 524(g) ASBESTOS TRUST

SETTLEMENT TRUST

DECEMBER 31, 2014

CONTENTS

	Page
Independent Auditors' Report	1 - 2
Special-Purpose Financial Statements:	
Balance Sheet	3
Statement of Changes in Net Claimants' Equity	4
Statement of Cash Flows	5
Notes to Financial Statements	6 - 12



Published by AsbestosClaims.Law

asbestosclaims.law/library/14436/8

INDEPENDENT AUDITORS' REPORT

To the Trustee of
Plibrico 524(g) Asbestos Trust

We have audited the accompanying special-purpose financial statements of Plibrico 524(g) Asbestos Trust (the "Trust"), which comprise the special-purpose balance sheet of as of December 31, 2014, and the related special-purpose statements of changes in net claimants' equity and cash flows for the year then ended, 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 the special-purpose financial statements in accordance with basis of accounting described in Note 2; this includes determining that the special-purpose basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these special-purpose financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the 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 auditors' 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 Trust'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 Trust's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the 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.

Plibrico Asbestos Trust Annual Reports, 2014 annual report
ACL Doc 14436 · Page 9 of 22
Published by AsbestosClaims.Law
asbestosclaims.law/library/14436/9

Opinion

In our opinion, the special-purpose financial statements referred to above present fairly, in all material respects, the assets, liabilities, and net claimants' equity of the Trust as of December 31, 2014, and the revenues, expenses, changes in net claimants' equity, and cash flows for the year then ended, on the basis of accounting described in Note 2.

Basis of Accounting

We draw attention to Note 2 of the special-purpose financial statements, which describes the basis of accounting. The financial statements are prepared on the special-purpose basis of accounting adopted by the Trustee, and are not intended to be a presentation in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Restriction on Use

This report is intended solely for the information and use of the management of the Trust, the Trustee, the beneficiaries of the Trust, and the United States Bankruptcy Court for the Northern District of Illinois, and is not intended to be and should not be used by anyone other than these specified parties.

BEDERSON LLP

Bederson LLP

Fairfield, New Jersey
April 22, 2015

Published by AsbestosClaims.Law
asbestosclaims.law/library/14436/10

PLIBRICO 524(g) ASBESTOS TRUST
SPECIAL-PURPOSE BALANCE SHEET
DECEMBER 31, 2014

ASSETS

Cash and Cash Equivalents	$ 270,678
Investments:	
Investments	121,986,015
Income receivable	794,937
Total investments	122,780,952
Other Assets:	
Prepaid assets	16,849
TOTAL ASSETS	$ 123,068,479

LIABILITIES AND NET CLAIMANTS' EQUITY

LIABILITIES:	
Settled claims payable	$ 828,772
Accounts payable	64,390
Federal income tax payable	8,500
Total liabilities	901,662
NET CLAIMANTS' EQUITY	122,166,817
TOTAL LIABILITIES AND NET CLAIMANTS' EQUITY	$ 123,068,479

The accompanying notes are an integral part of these financial statements.

Plibrico Asbestos Trust Annual Reports, 2014 annual report
ACL Doc 14436 · Page 11 of 22
Published by AsbestosClaims.Law
asbestosclaims.law/library/14436/11

PLIBRICO 524(g) ASBESTOS TRUST

SPECIAL-PURPOSE STATEMENT OF CHANGES IN NET CLAIMANTS' EQUITY

YEAR ENDED DECEMBER 31, 2014

ADDITIONS:	
Investment income, net:	
Interest and dividends income, net	$ 3,846,622
Investment advisory fees	(216,364)
Realized gain on sale of securities, net	1,098,208
Unrealized gain on investments, net	6,023,100
Total investment income, net	10,751,566
DEDUCTIONS:	
Claims settled	5,608,547
General and administrative:	
Claims consulting and forecasting fees	32,021
Claims processing fees	295,231
Insurance	50,000
Accounting	43,362
Other	6,865
Professional services:	
Trust general counsel	146,147
Legal - other	16,738
Legal representative fees and expenses	28,956
TAC attorney fees and expenses	22,735
Trustee	170,571
Federal income taxes	582,496
TOTAL DEDUCTIONS	7,003,669
NET INCREASE IN NET CLAIMANTS' EQUITY	3,747,897
NET CLAIMANTS' EQUITY - beginning	118,418,920
NET CLAIMANTS' EQUITY - ending	$ 122,166,817

The accompanying notes are an integral part of these financial statements.

Plibrico Asbestos Trust Annual Reports, 2014 annual report
ACL Doc 14436 · Page 12 of 22
Published by AsbestosClaims.Law
asbestosclaims.law/library/14436/12

PLIBRICO 524(g) ASBESTOS TRUST

SPECIAL-PURPOSE STATEMENT OF CASH FLOWS

YEAR ENDED DECEMBER 31, 2014

CASH FLOWS FROM OPERATING ACTIVITIES:	
Net increase in net claimants' equity	$ 3,747,897
Adjustments to reconcile net increase in net claimants' equity from operating activities:	
Realized gain on sale of securities, net	(1,098,208)
Unrealized gain on investments, net	(6,023,100)
Amortization on bond premiums, net of accretion on bond discounts	(70,507)
Decrease in operating assets:	
Income receivable on investments	42,247
Prepaid federal income taxes	125,000
Increase in operating liabilities:	
Settled claims payable	126,047
Accounts payable	20,074
Federal income tax payable	8,500
NET CASH USED BY OPERATING ACTIVITIES	(3,122,050)
CASH FLOWS FROM INVESTING ACTIVITIES:	
Proceeds from sale of investments	43,268,872
Purchase of investments	(40,468,242)
NET CASH PROVIDED BY INVESTING ACTIVITIES	2,800,630
NET DECREASE IN CASH AND CASH EQUIVALENTS	(321,420)
CASH AND CASH EQUIVALENTS - beginning	592,098
CASH AND CASH EQUIVALENTS- ending	$ 270,678

The accompanying notes are an integral part of these financial statements.

Plibrico Asbestos Trust Annual Reports, 2014 annual report
ACL Doc 14436 · Page 13 of 22
Published by AsbestosClaims.Law
asbestosclaims.law/library/14436/13

NOTE 1 - ORGANIZATION

The Plibrico 524(g) Asbestos Trust, organized pursuant to the laws of the State of Illinois, was established on March 1, 2006 and is a "qualified settlement fund" pursuant to the meaning of Section 1.468B-1 et seq. to the Treasury Regulations promulgated under section 468B of the Internal Revenue Code. The Trust was formed to assume all Asbestos Personal Injury Claims (whether now existing or arising at any time hereafter) and to use the Trust assets to pay holders of such Asbestos Personal Injury Claims in accordance with the Asbestos Trust Agreement and the Asbestos Trust Distribution Procedures ("TDP").

The Trust's funding is dedicated solely to the settlement of asbestos personal injury claims and the related costs thereto.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The Trust's financial statements are prepared using special-purpose accounting methods adopted by the Trustee 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 related operating expenses of the Trust. Since the accompanying financial statements and transactions are not based upon GAAP, accounting treatment by other parties for these same transactions may differ as to timing and amount.

The special-purpose accounting methods include the following:

Investment securities are recorded at fair market value. All interest and dividend income, net of investment expenses, are included in investment income in the accompanying special-purpose statements of changes in net claimants' equity. Net realized and unrealized gains and (losses) on investment securities are recorded as a net addition or (deduction) in the special-purpose statements of changes in net claimants' equity.

Future fixed liabilities under contractual obligations and other agreements entered into by the Trust are recorded as deductions 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.

Net claimants' equity represents funds available to pay asbestos and bankruptcy related claims that have been submitted but not processed or not yet submitted. Trust expenses are also paid from net claimants' equity. Under GAAP, net claimants' equity would be reduced for estimates of amounts to be paid for claims that have been submitted, but not processed or not yet submitted.



Plibrico Asbestos Trust Annual Reports, 2014 annual report
ACL Doc 14436 · Page 14 of 22
Published by AsbestosClaims.Law
asbestosclaims.law/library/14436/14

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Accounting (Continued)

Claims are expensed in the period in which the confirmed claims are settled. The Trust considers settled claims as claims that were approved through the Claim Review Process, regardless of the status of the Trust Waiver Statement. 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.

Payments for services to be received over an extended period in the future are expensed as paid since 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.

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. Income tax refunds are recorded when cash is received by the Trust. 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, such as unrealized gains and losses on investment securities.

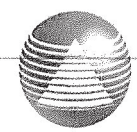
Cash and Cash Equivalents

The Trust considers all short-term investments with original maturity of three (3) months or less to be cash equivalents.

The Trust maintains its cash, which at times may exceed federally insured limits, with one financial institution. The Trust has not experienced any losses in such accounts, and management does not believe it is exposed to any significant credit risk on cash.

Investment Securities

All of the Trust's investments securities as of December 31, 2014, were classified as available for sale. The investment securities are considered to be available for sale securities, as they are used to satisfy claims, and are carried at fair value. Net realized and unrealized gains and losses relating to available for sale securities are recorded as a net addition or deduction in the Special-Purpose Statement of Changes in Net Claimants' Equity. Realized investment gains and losses on available for sale securities are determined using the specific identification method. Investment income is recognized when earned. Any unpaid interest and dividend income are recorded as accrued interest and dividends receivable.



Plibrico Asbestos Trust Annual Reports, 2014 annual report
Published by AsbestosClaims.Law
ACL Doc 14436 · Page 15 of 22
asbestosclaims.law/library/14436/15

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fair Value Hierarchy

Investments are classified as available for sale and stated at fair value. Fair value is defined as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. In accordance with FASB ASC 820-10-50, *Fair Value Measurements* establishes a fair value hierarchy, which requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The standard describes three levels of inputs that may be used to measure fair value:

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.

Equities (i.e. Mutual Funds): Valued at the closing price reported on the active market on which the individual securities are traded.

Bonds and Fixed-income Securities: Valued using a metrics system provided by the pricing vendors.

Income Taxes

The Trust is classified as a Qualified Settlement Fund under the Internal Revenue Code and Regulations. As a result, the Trust is subject to federal income taxes based on modified gross income. In the opinion of management, the Trust is not subject to state income taxes, and, therefore, the financial statements do not include any provision or liability for state income taxes. However, federal income tax expense for the year ended December 31, 2014, was $582,496.

The Trust files income tax returns in the United States federal jurisdiction. U.S. federal income tax returns prior to the year 2011 are closed under statute of limitations.

Plibrico Asbestos Trust Annual Reports, 2014 annual report
ACL Doc 14436 · Page 16 of 22
Published by AsbestosClaims.Law
asbestosclaims.law/library/14436/16

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 disclosure of contingent assets and liabilities at the date of the 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. As of December 31, 2014, the Trust has made no significant estimates and assumptions.

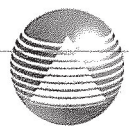
Subsequent Events

The Trust has evaluated subsequent events through April 22, 2015, which is the date the financial statements were available to be issued.

NOTE 3 - CASH, CASH EQUIVALENTS AND INVESTMENTS

Cash, cash equivalents and investment securities consist of the following at December 31, 2014:

	Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
Cash and Cash Equivalents	$ 270,678	$ -	$ -	$ 270,678
Municipal Bonds	66,747,583	5,609,890	89,764	72,267,709
U.S. Treasuries	4,599,234	589,790	-	5,189,024
Corporate Debentures	9,947,454	257,992	3,840	10,201,606
Mortgage-backed Securities	1,318,191	70,314	-	1,388,505
Asset-backed Securities	5,192,222	118,537	3,667	5,307,092
Mutual Funds	16,013,090	11,618,989	-	27,632,079
Total	$ 104,088,452	$ 18,265,512	$ 97,271	$ 122,256,693



Plibrico Asbestos Trust Annual Reports, 2014 annual report
ACL Doc 14436 · Page 17 of 22
Published by AsbestosClaims.Law
asbestosclaims.law/library/14436/17

NOTE 3 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

The unrealized losses and fair values of investment securities in an unrealized loss position for less than twelve months and twelve months or longer as of December 31, 2014, are shown below:

	Less than 12 Months		12 Months or Longer		Total	
	Fair Value	Unrealized Loss	Fair Value	Unrealized Loss	Fair Value	Unrealized Loss
Municipal Bonds	$ 3,289,153	$ 37,117	$ 2,661,974	$ 52,647	$ 5,951,130	$ 89,764
Corporate Debentures	1,117,995	3,840	-	-	1,117,995	3,840
Asset-backed Securities	634,437	3,667	-	-	634,437	3,667
Total	$ 5,041,585	$ 44,624	$ 2,661,974	$ 52,647	$ 7,703,562	$ 97,271

The Trust held sixteen (16) securities that were in an unrealized loss position as of December 31, 2014, four (4) of which had been in an unrealized loss position for a period of twelve months or longer.

The Trust regularly reviews the carrying value of its investments for declines that could be considered other than temporary. The Trust does not consider these securities to be impaired on an other than temporary basis as of December 31, 2014.

Proceeds from sales of investment securities amounted to $43,268,872 in 2014. Gross gains and losses of $1,215,440 and $117,232 were realized on those sales during 2014.

The estimated fair value of fixed maturity investments as of December 31, 2014 by contractual maturity are shown below.

	Due One Year or Less	Due After One Year Through Five Years	Due After Five Years Through Ten Years	Due After Ten Years	Total Fixed Maturity Investments
Municipal Bonds	$ -	$ 2,435,434	$ 8,547,237	$ 61,285,038	$ 72,267,709
U.S. Treasuries	-	-	-	5,189,024	5,189,024
Corporate Debentures	-	6,432,807	3,284,057	484,742	10,201,606
Mortgage-backed Securities	-	-	-	1,388,505	1,388,505
Asset-backed Securities	-	4,257,777	866,823	182,492	5,307,092
Total	$ -	$13,126,018	$12,698,117	$ 68,529,801	$ 94,353,936

Plibrico Asbestos Trust Annual Reports, 2014 annual report
ACL Doc 14436 · Page 18 of 22
Published by AsbestosClaims.Law
asbestosclaims.law/library/14436/18

NOTE 3 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

Investments measured at fair value on a recurring basis as of December 31, 2014, are summarized as follows:

	Assets Measured at Fair Value	Quoted Prices in Active Markets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Cash and Cash Equivalents	$ 270,678	$ 270,678	$ -	$ -
Municipal Bonds	72,267,709	-	72,267,709	-
U.S. Treasuries	5,189,024	-	5,189,024	-
Corporate Debentures	10,201,606	-	10,201,606	-
Mortgage-backed Securities	1,388,505	-	1,388,505	-
Asset-backed Securities	5,307,092	-	5,307,092	-
Mutual Funds	27,632,079	27,632,079	-	-
Total	$ 122,256,693	$ 27,902,757	$ 94,353,936	$ -

At December 31, 2014, mutual funds consist of the following:

Domestic Large Blend	$20,423,999
Diversified Emerging Markets	1,159,059
Foreign Large Blend	6,049,021
	$27,632,079

Major categories of the Trust's net investment income for the year ended December 31, 2014, are summarized as follows:

Interest	$3,131,929
Dividends	644,186
Accretion of bond discounts, net of amortization of bond premiums	70,507
	$3,846,622

NOTE 4 - 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.

Plibrico Asbestos Trust Annual Reports, 2014 annual report
ACL Doc 14436 · Page 19 of 22
Published by AsbestosClaims.Law
asbestosclaims.law/library/14436/19

NOTE 5 - LIABILITY FOR ASBESTOS CLAIMS

Asbestos Personal Injury Claims that were settled but unpaid as of December 31, 2014, have been accrued and deducted from net claimants' equity. 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 year ended December 31, 2014.

The Trust considers settled claims as claims that were approved through the Claim Review Process, regardless of the status of the Trust Waiver Statement.

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, 2014, represents funding available for all Asbestos PI Trust Claims for which no fixed liability has yet been established.

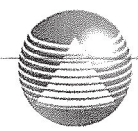
The Trust is designed to provide fair and equitable treatment for all Trust claims that may presently exist or may arise in the future. The TDP prescribes certain procedures for distributing the Trust's assets, including pro rata payments and initial determination of claim value based on scheduled diseases values, jurisdictions, and individual factual information concerning each claimant. Under the TDP, the Trust forecasts its anticipated annual sources and uses of cash until the last projected future claim has been paid. A pro rata payment percentage is calculated such that the Trust will have no remaining assets or liabilities after the last future claimant receives their pro rata share.

The TDP gives the Trustee, with the consent of the Trust Advisory Committee and the Futures Representative, the power to periodically update the estimate of the payment percentage based on updated assumptions regarding its future assets and liabilities and, if appropriate, propose additional changes to the payment percentage. As of December 31, 2014, the payment percentage was 1.0%.

NOTE 6 - CONCENTRATION OF RISK

The Trust utilizes risk controls to meet investment objectives authorized by its Trustee. Such risk controls include the use of outside investment advisors meeting predetermined criteria in accordance with the Trust Agreement. The Trust believes its risk control practices are appropriate to meet investment objectives.

Investment securities, in general, are exposed to various risks, such as interest rates, credit, and overall market volatility. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the values of investment securities will occur in the near term and that such change could materially affect the Trust's investment account balances and the amounts reported in the special-purpose financial statement.



Plibrico Asbestos Trust Annual Reports, 2014 annual report
ACL Doc 14436 · Page 20 of 22
Published by AsbestosClaims.Law
asbestosclaims.law/library/14436/20

Exhibit 1.B

Claims Report

Published by AsbestosClaims.Law
asbestosclaims.law/library/14436/21

Plibrico Asbestos Trust
Report of Asbestos Personal Injury Claim Activity and Disposition
From January 1, 2014 through December 31, 2014

	Number of Claims Filed	Number of Claims Qualified for Payment	Number of Claims Rejected	Liquidated Value of Qualified Claims	Number of Approved Claims Paid	Amount Paid on Approved Claims
Category A						
Severe Asbestosis (Level III)	160	57	-	$ 7,092,887	34	$ 42,772
Other Cancer (Level IV)	504	437	-	$ 29,231,101	318	$ 214,420
Lung Cancer 2 (Level V)	674	433	-	$ 21,672,299	419	$ 209,776
Lung Cancer 1 (Level VI)	3,175	1,309	-	$ 171,957,118	1,199	$ 1,587,552
Mesothelioma (Level VII)	1,857	705	-	$ 332,920,202	678	$ 3,270,885
Category A Subtotal:	6,370	2,941	-	$ 562,873,607	2,648	$ 5,325,405
Category B						
Other Asbestos Disease (Level I)	3,054	2,252	-	$ 3,377,625	1,651	$ 24,770
Asbestosis/Pleural Disease (Level II)	2,708	1,902	-	$ 28,530,000	1,490	$ 223,529
Category B Subtotal:	5,762	4,154	-	$ 31,907,625	3,141	$ 248,299
Unknown Disease	881	-	-	$ -	-	$ -
Grand Total:	13,013	7,095	-	$ 594,781,232	5,789	$ 5,573,703

Published by AsbestosClaims.Law
asbestosclaims.law/library/14436/22