UNITED STATES BANKRUPTCY COURT
FOR THE NORTHERN DISTRICT OF ILLINOIS
EASTERN DIVISION

In Re:	)	In Proceedings for a Reorganization
	)	Under Chapter 11 of the Bankruptcy
UNR INDUSTRIES, INC., UNARCO INDUSTRIES,	)	
INC., UNR, INC., UNR-ROHN, INC. (Alabama),	)	Nos. 82 B 9841-9845
UNR-ROHN, INC. (Indiana), JOBAL TUBE CO.,	)	82 B 9847
INC., UNR PRODUCTS, INC., AND FOLDING	)	82 B 9849 and
CARRIER CORP.	)	82 B 9851
	)	
Debtors.	)	Judge Deborah L. Thorne

ANNUAL REPORT, SUMMARY OF CLAIMS DISPOSED, FINANCIAL STATEMENTS, AND ACCOUNT OF THE TRUSTEE OF THE UNR ASBESTOS-DISEASE CLAIMS TRUST FOR THE FISCAL YEAR ENDED DECEMBER 31, 2018.

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TABLE OF CONTENTS

I. INTRODUCTION 1

II. BACKGROUND 1

A. Trustees 2

B. Trustees' Advisory Committee 3

C. Claims Processing 3

III. SUMMARY OF CLAIMS DISPOSED 4

IV. FINANCIAL INFORMATION 5

A. Financial Statements 5

B. Investment Income 5

C. Expenses 6

V. EVENTS DURING THE REPORTING PERIOD 6

UNR Asbestos Trust Annual Reports, 2018 annual report
ACL Doc 14107 · Page 2 of 44
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asbestosclaims.law/library/14107/2

Exhibits

1 Summary of Payments Made on Settlements in 2018

2 Claims Status Report as of December 31, 2018

3 Investment Account Overview

4 Audited Financial Statements as of December 31, 2018

5 Copies of Notices 2018 Notices to Claimants' Counsel

6 Copy of February 11, 2019 Notice to Claimants' Counsel

UNR Asbestos Trust Annual Reports, 2018 annual report
ACL Doc 14107 · Page 3 of 44
Published by AsbestosClaims.Law
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I. INTRODUCTION

The purpose of this Annual Report, Summary of Claims Disposed, Financial Statements and Account is to fulfill the reporting requirements of the UNR Asbestos-Disease Claims Trust Agreement dated February 23, 1990, as amended, (the "**Trust Agreement**") and to report to the Court the actions taken on behalf of the Trust by its Trustee during the fiscal year ended December 31, 2018 ("**Reporting Period**").

These materials provide the basis for the Court's discharge of the Trustee from liability as requested in the Application for an Order Approving Annual Report, Summary of Claims Disposed, Financial Statements, and Account of the Trustee of the UNR Asbestos-Disease Claims Trust for the Fiscal Year Ended December 31, 2018.

The annual reporting requirements are set forth in Article 3.02(d) of the Trust Agreement. The Trust's annual report must provide: (1) audited annual financial statements; (2) a summary of the number of claims liquidated and the average amount paid; (3) the amount of investment income earned by the Trust; and (4) the amount of expenses incurred by the Trust.

This report begins by providing the Court with a general background of the Trust; it then provides a summary of the claims disposed of during the Reporting Period, as well as a summary of the financial information required by the Trust Agreement. Last, this report summarizes any significant issues affecting the Trust during the Reporting Period and the actions the Trustee took in response to those issues.

II. BACKGROUND

On July 29, 1982, UNR Industries and ten of its affiliates filed voluntary petitions for relief under Chapter 11 of the Bankruptcy Code. On June 2, 1989, this Court entered an order confirming the Consolidated Plan of Reorganization for UNR Industries, Inc. Pursuant to the plan, the UNR

UNR Asbestos Trust Annual Reports, 2018 annual report
ACL Doc 14107 · Page 4 of 44
Published by AsbestosClaims.Law
asbestosclaims.law/library/14107/4

Asbestos-Disease Claims Trust (the "**Trust**") assumed UNR's liabilities resulting from all asbestos related disease claims, present and future. On February 25, 1990, the plan of reorganization became effective when the original Trustees signed the Trust Agreement.

As set forth in the Trust Agreement, the purpose of the Trust is to use its assets to pay *bona fide* asbestos disease claims in accordance with the Asbestos-Disease Claims Resolution Procedures, as amended ("**Claims Resolution Procedures**").

After consultation with the TAC, the Trustee has determined that the Trust will terminate in 2019 in accordance with Sec. 7.03 of the Trust Agreement. In preparation for the Trust's termination, the Trust provided several notices to known claimants in 2018 (as further detailed in Section V below) informing them that no new claims filings would be accepted after December 31, 2018 in anticipation of the Trust's termination in 2019. The Trust is currently in the process of reviewing all pending claims that have been timely filed with the Trust and otherwise preparing for its orderly closure. At the conclusion of the termination process, in addition to its final annual report, the Trust will file a motion with the court for a final settlement of the Trustee's Account as required by Section 7.14 of the Trust Agreement.

A. ***Trustees***

As reported in the annual report for the year ended December 31, 2005, the Trust Agreement was amended to allow for only two Trustees. Michael E. Levine and Alison Overseth then served as Trustees until February 2017 at which time Trustee Levine gave written notice of his resignation to Trustee Overseth and the Trust Advisory Committee ("**TAC**"). Sadly, Trustee Levine died shortly after his resignation. On February 9, 2017 the sole remaining trustee, Alison Overseth, with the consent of the TAC, approved an amendment to the Trust Agreement reducing the number of Trustees from two (2) to one (1). The decision not to fill the vacancy created by

UNR Asbestos Trust Annual Reports, 2018 annual report
ACL Doc 14107 · Page 5 of 44
Published by AsbestosClaims.Law
asbestosclaims.law/library/14107/5

Trustee Levine's resignation was based on the small remaining corpus of the Trust and the expectation that the Trust would be terminated in the near future (now expected to occur sometime in 2019) in accordance with the Trust Agreement.

B. Trustees' Advisory Committee

Article 6 of the Trust Agreement provides for a Trustees' Advisory Committee (the "**TAC**"), which consists of three members who are all well experienced asbestos plaintiffs' lawyers: Gene Locks of Philadelphia, Pennsylvania; Robert Steinberg of Los Angeles, California; and Stanley Levy of New York, New York. The Trust Agreement requires the Trustees to consult with, and on certain matters to obtain the consent of, the TAC. The TAC attends all regularly scheduled meetings of the Trustees. Effectively, this committee acts as a representative body for the beneficiaries of the Trust.

C. Claims Processing

Shortly after the Trust's inception, the Trustees established a claims processing facility in North Aurora, Illinois, hired administrative staff, and created systems to process asbestos disease claims. From 1990 to 1998, the Trust utilized its claims facility to process asbestos disease claims in accordance with the Claims Resolution Procedures. On April 16, 1998, the Trust and Eagle-Picher Industries Personal Injury Settlement Trust formed the Claims Processing Facility ("**CPF**"), a corporation operating on a cooperative basis (within the meaning of Section 1381(a)(2) of the Internal Revenue Code). Until 2006, CPF processed the asbestos claims of both trusts on a user-based cost sharing arrangement.

During 2006, as claim filings continued to decrease, the economies of scale derived from cost-sharing decreased as well, and the UNR Trust's cost to process claims as a cost-sharing member of CPF rose considerably. As reported in the annual report for the period ending

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December 31, 2006, during 2006 the UNR Trust determined that to continue low cost claim processing, it was necessary to withdraw as a member of CPF and after reviewing proposals from claims processing organizations, the Trust entered into a new claims processing agreement with CPF to process claims on a contractual basis at a much lower fixed cost than what the Trust would have incurred as a member of CPF. CPF continues to provide those services along with certain administrative services and also provides necessary administrative office space. The current contract with CPF was renewed beginning January 1, 2015 and was set to expire on December 31, 2018 but was extended through 2019 in order to accommodate the processing of all claims received prior to the claims filing deadline of December 31, 2018.

III. SUMMARY OF CLAIMS DISPOSED

Pursuant to Article 3.02(d)(ii)(a) of the Trust Agreement, the Trustees are required to include in their annual report to the Court the total number of asbestos claims liquidated during the Reporting Period and the average amount paid. During the Reporting Period, the Trust paid 396 IR claims (formerly referred to as Option 2 claims), for a total amount of $1,710,775; with adjustments, total paid settlements amounted to $1,710,324. (Summary of 2018 Payments, attached as Exhibit 1.) Since its inception, the Trust has paid 313,134 actual claims for a total amount of $273,862,276. (Claims Status Report, as of December 31, 2018 attached as Exhibit 2.) Since its inception, the Trust has paid, or otherwise disposed of, 449,012 claims.

As previously reported, the Claims Resolution Procedures were amended on October 2, 2014, eliminating claim review Options 1 and 3, and leaving only Option 2, now referred to as Individualized Review ("**IR**"), as a means to process claims. IR claims are processed based on a detailed examination of exposure, loss, and injury. Payments made are for a percentage of the total value of the claim (calculated based on the Payment Percentage set by the Trustees).

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Claimants settling IR claims must release all past, present, and future claims. Also as previously reported, effective February 16, 2016, the Payment Percentage was increased from 1.38% to 2.12% in an effort to ensure that remaining claim payments are at a level sufficient to exhaust the Trust's funds by its termination date. At the same time, a single payment system was instituted equal to the Gross Settlement Value multiplied by the Payment Percentage in effect at the time of payment (the "**Liquidated Value**"). Payments are made within 30 days of a signed release. Formerly, claimants could choose between two payment options consisting of two payment installments over two years totaling the Liquidated Value or a single payment up front equal to 70% of the Liquidated Value.

IV. FINANCIAL INFORMATION

A. Financial Statements

Pursuant to Article 3.02(d) (i) of the Trust Agreement, the Trustees are required to submit audited financial statements that include a statement of operations for the fiscal year. Attached as Exhibit 4 are the Special Purpose Audited Financial Statements and Other Financial Information for the Year ended December 31, 2018 prepared by Sikich, the Trust's independent auditors, dated on March 5, 2019.

B. Investment Income

Pursuant to Article 3.02(d) (ii) (c) of the Trust Agreement, the Trustees are required to report on the amount of investment income earned by the Trust. As set forth in the audited financial statements, attached hereto in Exhibit 4, the Trust earned $64,643 in net investment income in 2018. Funds are now invested in short-term mutual funds. A summary of these investments is contained in the Investment Account Overview prepared by Vanguard, attached hereto as Exhibit 3.

UNR Asbestos Trust Annual Reports, 2018 annual report
ACL Doc 14107 · Page 8 of 44
Published by AsbestosClaims.Law
asbestosclaims.law/library/14107/8

C. Expenses

Pursuant to Article 3.02(d) (ii) (d) of the Trust Agreement, the Trustees are required to report on the amount of expenses incurred by the Trust. During the Reporting Period the Trust's operating expenses totaled $263,974. The breakdown of these expenses is detailed in the supplemental schedule to the financial statements attached hereto in Exhibit 4.

V. EVENTS DURING THE REPORTING PERIOD

During the Reporting Period, the Trustee implemented the plan to terminate the Trust in 2019 and established December 31, 2018 as the deadline for submitting all claims to the Trust. Copies of the four (4) separate notices sent to claimants' counsel informing them of the Trust's termination and the deadline for claims filings are attached as Exhibit 5.

The Trust received a higher than expected number of new claim filings in December 2018. In response to this surge in claim filings, in early 2019, the Trust suspended making any new offers on claims received until it is able to determine (i) the validity of all claims now in the processing queue, (ii) its final claims payment gross liability and (iii) if the current payment percentage will need to be adjusted to a new "Final Payment Percentage" in order to fulfill the Trust's purpose of distributing as much of its remaining available funds to claimants with allowed claims. Any outstanding offers on claims that were made prior to the Trust's suspension of offers will be paid at the payment percentage in place at the time such offer was made by the Trust. A copy of the notice sent to claimants' counsel informing them of the temporary suspension of offers is attached as Exhibit 6.

DATED: March 28, 2019

/s/ Alison Overseth
Alison Overseth

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UNR Asbestos Trust Annual Reports, 2018 annual report
ACL Doc 14107 · Page 9 of 44
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EXHIBIT 1

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UNR ASBESTOS-DISEASE CLAIMS TRUST **EXHIBIT 1**

SUMMARY OF PAYMENTS MADE ON SETTLEMENTS IN 2018

	Number of Claims Paid	Amount Paid
Checks issued net of returns:		
Option 1		$ -
Option 2	396	1,710,775.00
Total	396	$ 1,710,775.00
LESS:		
2017 voided checks		451.00
2017 credits not posted		0.00
ADD:		
Adjustment		
Net payments made on settlements in 2018		$ 1,710,324.00

UNR 2018 Exhibit 1

EXHIBIT 2

Court123118

EXHIBIT 2

UNR ASBESTOS-DISEASE CLAIMS TRUST

CLAIMS STATUS AS OF
12/31/2018

	Option 1			Option 2			Option 3	Total		
	Number	Amount	Avg/Claim	Number	Amount	Avg./Claim	Number	Number	Amount	Avg./Claim
Total Claims Filed	239,145			191,897			18,301	449,343		
Claims Disallowed/Withdrawn	44,865			60,935			18,301	124,101		
Claims Reviewed Awaiting Disposition	0			64				64		
Claims With Offers Made	188,407	$84,182,950	$447	124,935	$215,401,457	$1,724		313,342	$299,584,407	$956
Offers Abandoned	5,873	$2,593,800	$442	5,632	$1,660,300	$295		11,505	$4,254,100	$370
Total Claims Processed	239,145			191,566			18,301	449,012		
Offers Made and Outstanding	0	$0	$0	165	$739,609	$4,482		165	$739,609	$4,482
Offers Made and Accepted	188,407	$84,182,950	$447	124,770	$189,831,924	$1,521		313,177	$274,014,874	$875
Value of Discount on 70% Offers Accepted					$24,829,924	$199			$24,829,924	$79
Claims Paid	188,407	$84,182,950	$447	124,727	$189,679,326	$1,521		313,134	$273,862,276	$875
Value of Outstanding Op. 2 ,2nd Payments					$0				0	
Claims UnPaid Amount					***$152,598***				***$152,598***	
Claims Pending	0			331			0	331		

EXHIBIT 3

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Ex 3.

Vanguard

Trust account

ALISON OVERSETH TTEE UNR ASBESTOS-DISEASE CLAIMS TRUST

Intermediary Services: 800-669-0498

Account overview

$2,327,127.79

Total account value as of December 31, 2018

Year-to-date income

Taxable income	$64,642.86
Nontaxable income	0.00
Total	**$64,642.86**

Balances and holdings for Vanguard funds

Beginning on January 1, 2012, new tax rules on taxable (nonretirement) mutual fund accounts (excluding money market funds) require Vanguard to track cost basis information for shares acquired and subsequently sold, on or after that date. Unless you select another method, sales of Vanguard mutual funds, but not ETFs, will default to the average cost method. For more information, visit vanguard.com/costbasis.

Symbol	Name	Fund and account	Average price per share	Total cost	Balance on 12/31/2017	Balance on 12/31/2018
VSGDX	Short-Term Federal Adm	0549-88154196293	$10.79	$2,380,032.65	$4,283,277.95	$2,327,127.79
					$4,283,277.95	**$2,327,127.79**

Account activity for Vanguard funds

Short-Term Federal Adm 0549-88154196293

Purchases	Withdrawals	Dividends
$0.00	-$1,985,000.00	$64,642.86

30-day SEC yield as of 12/31/2018*	2.69%

*Based on holdings' yield to maturity for last 30 days; distribution may differ. For updated information, visit vanguard.com.

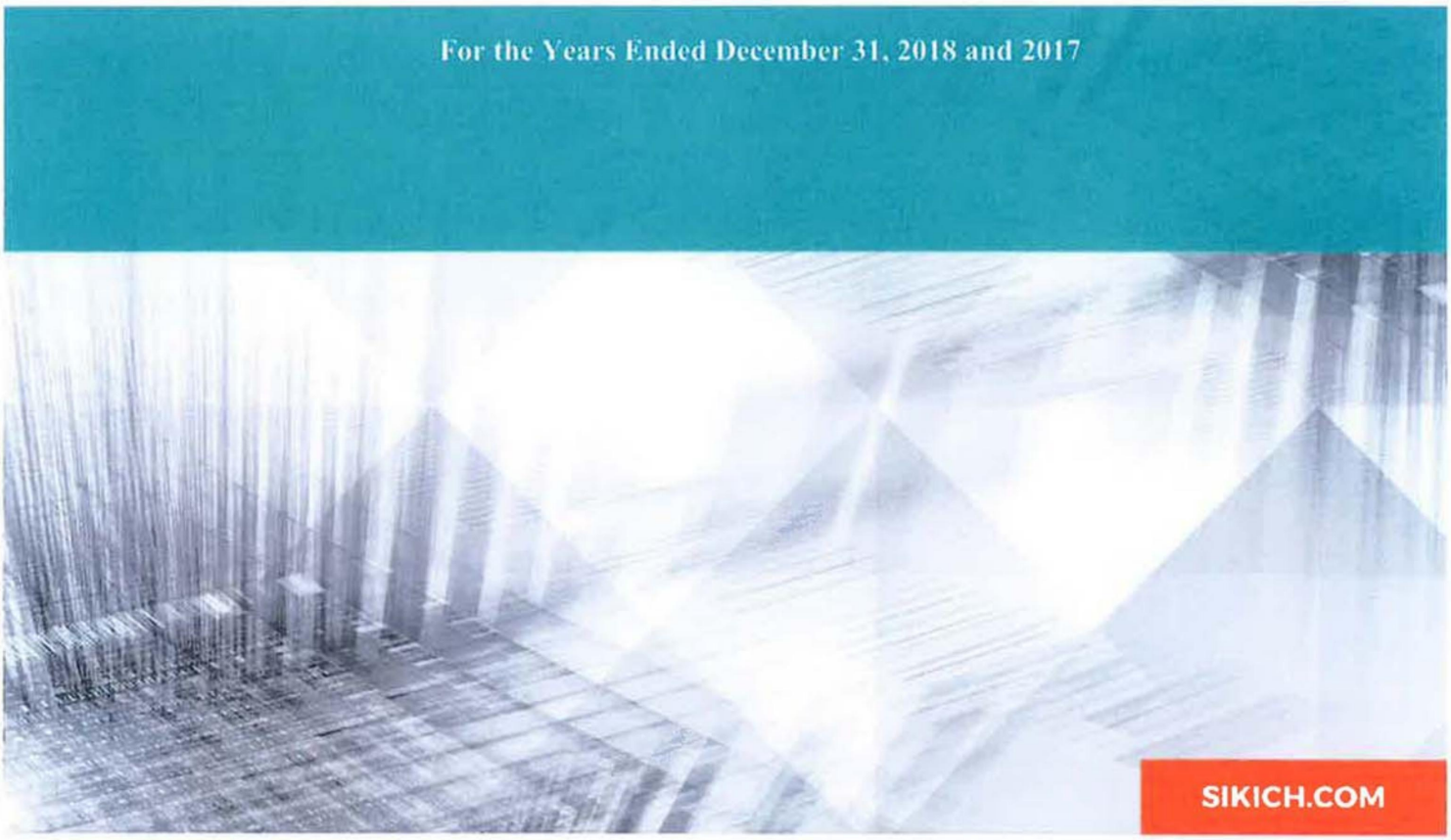
20190102 141820 RSB JMF16 100A 000000075912762 L

EXHIBIT 4

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UNR ASBESTOS-DISEASE CLAIMS TRUST

FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORT



UNR ASBESTOS-DISEASE CLAIMS TRUST
TABLE OF CONTENTS

	Page(s)
INDEPENDENT AUDITOR'S REPORT	3-4
SPECIAL-PURPOSE FINANCIAL STATEMENTS	
Special-Purpose Statements of Net Claimants' Equity	5
Special-Purpose Statements of Changes in Net Claimants' Equity	6
Special-Purpose Statements of Cash Flows	7
Notes to Special-Purpose Financial Statements	8-13
SUPPLEMENTARY INFORMATION	
INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION	14
Special-Purpose Schedules of Operating Expenses	15

UNR Asbestos Trust Annual Reports, 2018 annual report
ACL Doc 14107 · Page 18 of 44
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INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees
UNR Asbestos-Disease Claims Trust
Naperville, Illinois

We have audited the accompanying financial statements of UNR Asbestos-Disease Claims Trust (the Trust), which comprise the special-purpose statements of net claimants' equity as of December 31, 2018 and 2017, and the related special-purpose statements of changes in net claimants' equity and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of Section 3.02(d) of the Trust Agreement dated February 23, 1990, as described in Note 2. 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.

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the special-purpose financial statements referred to above present fairly, in all material respects, the net claimants' equity of UNR Asbestos-Disease Claims Trust as of December 31, 2018 and 2017, and the changes in net claimants' equity and cash flows for the years then ended, on the basis of accounting described in Note 2.

Basis of Accounting

We draw attention to Note 2 to the financial statements, which describes the basis of accounting. The financial statements are prepared on the basis of the financial reporting provisions specified in Section 3.02(d) of the Trust Agreement dated February 23, 1990, as discussed in Note 2, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to comply with the financial reporting provisions of the Trust Agreement. Our opinion is not modified with respect to that matter.

Restriction on Use

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

Sikich LLP

Naperville, Illinois
March 5, 2019

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SPECIAL-PURPOSE FINANCIAL STATEMENTS

UNR ASBESTOS-DISEASE CLAIMS TRUST

SPECIAL-PURPOSE STATEMENTS OF NET CLAIMANTS' EQUITY

December 31, 2018 and 2017

	2018	2017
ASSETS		
Cash and cash equivalents	$ 239,118	$ 126,684
Investments	2,327,128	4,283,278
TOTAL ASSETS	$ 2,566,246	$ 4,409,962
LIABILITIES AND NET CLAIMANTS' EQUITY		
LIABILITIES		
Accrued expenses	$ 16,946	$ 18,734
Settled but unpaid claims	152,598	104,212
Total liabilities	169,544	122,946
NET CLAIMANTS' EQUITY	2,396,702	4,287,016
TOTAL LIABILITIES AND NET CLAIMANTS' EQUITY	$ 2,566,246	$ 4,409,962

See accompanying notes to financial statements.

UNR ASBESTOS-DISEASE CLAIMS TRUST

SPECIAL-PURPOSE STATEMENTS OF
CHANGES IN NET CLAIMANTS' EQUITY

For the Years Ended December 31, 2018 and 2017

	2018	2017
ADDITIONS IN NET ASSETS ATTRIBUTED TO		
Investment income	$ 64,643	$ 73,201
Realized loss on investments	(53,098)	(13,031)
Unrealized gain (loss) on investments	17,305	(11,886)
Filing fee revenue	158,850	83,700
Total additions	187,700	131,984
DEDUCTIONS FROM NET ASSETS ATTRIBUTED TO		
Claims settled	1,758,710	1,798,222
Operating expenses	263,974	330,363
Claims processing expense	55,330	58,008
Total deductions	2,078,014	2,186,593
NET DECREASE	(1,890,314)	(2,054,609)
NET CLAIMANTS' EQUITY, BEGINNING OF YEAR	4,287,016	6,341,625
NET CLAIMANTS' EQUITY, END OF YEAR	$ 2,396,702	$ 4,287,016

See accompanying notes to financial statements.

UNR ASBESTOS-DISEASE CLAIMS TRUST

SPECIAL-PURPOSE STATEMENTS OF CASH FLOWS

For the Years Ended December 31, 2018 and 2017

	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Investment income	$ 64,643	$ 73,386
Filing fee received	158,850	83,700
Operating expenses	(265,762)	(360,761)
Claims paid	(1,710,324)	(1,757,319)
Claims processing expense	(55,330)	(58,008)
Net cash from operating activities	(1,807,923)	(2,019,002)
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment maturities and sales	1,985,000	1,746,000
Investment purchases	(64,643)	(73,237)
Net cash from investing activities	1,920,357	1,672,763
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	112,434	(346,239)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	126,684	472,923
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 239,118	$ 126,684

See accompanying notes to financial statements.

UNR ASBESTOS-DISEASE CLAIMS TRUST

NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS

December 31, 2018 and 2017

1. DESCRIPTION OF THE TRUST

The UNR Asbestos-Disease Claims Trust (the Trust) was established on February 23, 1990, pursuant to the Consolidated Plan of Reorganization (the Plan) for UNR Industries, Inc. (UNR). The Trust assumed UNR's liabilities resulting from Asbestos-Disease Claims involving (i) individuals exposed to asbestos who have manifested asbestos-related diseases or conditions, (ii) individuals exposed to asbestos who have not yet manifested asbestos-related diseases or conditions, and (iii) certain third party asbestos-related claims against UNR for indemnification or contribution. When formed, the Trust received 29,437,004 shares of UNR common stock, representing 64% of the then outstanding shares of such stock. On December 17, 1997, the shareholders of UNR approved the change in the name of UNR to ROHN Industries, Inc. (ROHN).

The purpose of the Trust is to use the assets of the Trust, not otherwise reserved, to pay bona fide Asbestos-Disease Claims, in accordance with the provisions set forth in the Asbestos-Disease Claims Resolutions Procedures.

The Trustees of the Trust are responsible for supervising and administering the Asbestos-Disease Claims resolution process. The Trust funds its operations and the settlement of Asbestos-Disease Claims in accordance with the Plan.

As of December 1, 2015, the Trust implemented a moratorium on claims processing to permit the Trustees and the Trustees' Advisory Committee (TAC) to examine the Trust's recent, material increase in malignancy claim filings and to review the Trust's payment procedures. The moratorium ended on February 15, 2016.

Unless future circumstances dictate otherwise, the Trust will cease operating in or about 2019 and will accept no further claim filings after December 31, 2018.

2. BASIS OF ACCOUNTING AND SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The Trust's financial statements are prepared using special-purpose accounting methods adopted by the Trustees to comply with, and on the basis of accounting practices specified in, Section 3.02(d) of the Trust Agreement. These methods differ from accounting principles generally accepted in the United States of America (USGAAP). The special-purpose accounting methods were adopted in order to communicate to the beneficiaries of the Trust the amount of equity available for beneficiaries. Since the accompanying financial statements and transactions are not based upon USGAAP, accounting treatment by other parties to these same transactions may differ as to timing and amount. These special-purpose accounting methods include the following:

2. BASIS OF ACCOUNTING AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Accounting (Continued)

a. Net claimants' equity represents funds available to pay Asbestos-Disease Claims that have been submitted but not processed or not yet submitted. Trust expenses are also paid from net claimants' equity. Under USGAAP, 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.

b. Any assets which will not be available to pay future Asbestos-Disease Claims are expensed as incurred. Under USGAAP, prepaid expenses are recorded as an asset and expensed over the period of time to which they relate. Under USGAAP, property and equipment is capitalized and depreciated over the useful lives of the assets.

c. Income tax expense or benefit is recorded as incurred in the period in which certain income and expenses affect current federal income taxes payable. Under USGAAP, the provision for income tax expense is based upon income reported for financial statement purposes and includes deferred taxes.

d. Claims settled represent the accrual for signed releases returned for payment and approved during the year. Effective February 15, 2016 and thereafter, the payment percentage increased from 1.38% to 2.12%. Additionally, as of February 15, 2016, the two payment plan option was eliminated and there is now only a one payment plan option which now pays 100% of the calculated liquid value instead of 70% as the former single payment plan paid.

e. The information reconciling the change in claimants' equity to the net cash from operating activities has not been presented in the statements of cash flows as would be required for financial statements presented in accordance with USGAAP.

Cash and Cash Equivalents

Cash and cash equivalents include highly liquid instruments with original maturities of three months or less when purchased. The Trust maintains its cash balance in financial institutions, which at times may exceed federally insured limits. The Trust has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash.

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2. BASIS OF ACCOUNTING AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

Investments

Investments in debt and equity securities are stated at fair value. Investment income is recognized when earned and gains and losses on sales are determined by specific identification.

Investment securities, in general, are exposed to various risks, such as interest rate, credit, and overall market volatility. Due to the level of risk associated with certain investment securities, it is reasonably possible changes in the value of investment securities will occur in the near term and such change could be material in amount.

Fair Value Measurements

The Trust follows the authoritative guidance issued by the Financial Accounting Standards Board (FASB) which defines fair value, establishes a framework for measuring fair value by providing a hierarchy used to classify the source of the information measuring fair value, and expands disclosures about fair value measurements.

Assets and liabilities carried at fair value are classified and disclosed in one of the following categories:

Level 1: Quoted market prices in active markets for identical assets or liabilities.

Level 2: Observable market based inputs or unobservable inputs that are corroborated by market data.

Level 3: Unobservable inputs that are not corroborated by market data.

Mutual funds are valued at the net asset value (NAV) of shares on the last trading day of the fiscal year, which is the basis for transactions at that date.

Use of Estimates

The preparation of special-purpose financial statements in conformity with the basis of accounting described above requires the Trust to make estimates and assumptions that affect the reported amounts of certain assets and liabilities and the disclosure of contingent assets and liabilities at the date of the special-purpose financial statements, as well as the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

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3. INVESTMENTS

Investments at December 31 consisted of:

	2018	2017
Mutual funds	$ 2,327,128	$ 4,283,278
TOTAL INVESTMENTS	$ 2,327,128	$ 4,283,278

Fair value measurements recorded on a recurring basis at December 31, 2018 were as follows:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total
Mutual funds	$ 2,327,128	$ -	$ -	$ 2,327,128
TOTAL INVESTMENTS	$ 2,327,128	$ -	$ -	$ 2,327,128

Fair value measurements recorded on a recurring basis at December 31, 2017 were as follows:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total
Mutual funds	$ 4,283,278	$ -	$ -	$ 4,283,278
TOTAL INVESTMENTS	$ 4,283,278	$ -	$ -	$ 4,283,278

At December 31, 2018 and 2017, the Trust's investments were concentrated in one mutual fund.

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4. INCOME TAXES

The Trust follows authoritative guidance issued by FASB that clarifies the accounting for uncertainty in income taxes recognized in an entity's financial statements and prescribes a recognition threshold of more-likely-than-not to be sustained upon examination. Measurement of the tax uncertainty occurs if the recognition threshold has not been met. This guidance also addresses derecognition, classification, interest and penalties, disclosure, and transition.

The Trust has elected to be treated 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. The Trust has applied for, but not yet received, a private tax determination letter ruling from the State of Illinois. In the opinion of management, 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.

There was no income tax expense for the years ended December 31, 2018 and 2017. The effective income tax rate for the Trust differs from the statutory federal rate of 35% because no tax benefit is recorded for any amount that cannot be realized from taxes previously paid or the amount of any deferred tax assets, the realization of which is not reasonably certain.

5. NET CLAIMANTS' EQUITY

Since inception and through December 31, 2018, the Trust has received approximately 449,300 Asbestos-Disease Claims. The ultimate number of such claims to be filed and the liability for all such claims is not determinable at this time; thus, no corresponding liability has been recorded in the accompanying special-purpose financial statements other than for those claims settled but unpaid. The net claimants' equity balance represents current funding available for all current and future claimants for which no fixed liability has been established.

6. TRUSTEES' LIABILITY INSURANCE

Based on the Trust's accounting policy to expense any assets which will not be available to pay future Asbestos-Disease Claims, Trustees' liability insurance premiums are not capitalized. During the year ended December 31, 2018, the Trust paid $29,250 for the excess coverage policy period expiring March 31, 2019. During the year ended December 31, 2017, the Trust paid in full $65,000 for director's and officer's insurance primary coverage policy period expiring on March 31, 2019 and $29,250 for the excess coverage policy period expiring on March 31, 2018.

7. TRUSTEES' ADVISORY COMMITTEE

As noted in the Trust Agreement, the TAC shall provide consultative services to the Trustees regarding critical issues affecting the Trust. In addition, certain trust administration issues require the consent of the TAC before the Trustees can implement any action on behalf of the Trust.

The TAC does not receive fees for any consulting services.

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8. CLAIMS PROCESSING AGREEMENT

The Trust entered into a claim processing and trust services agreement (the Contract) with Claims Processing Facility, Inc. (CPF), whereby CPF processes UNR claims and provides administrative services to the Trust. The Contract was effective October 1, 2006, for a term ending on December 31, 2008, and has been renewed through December 31, 2019.

Future payments under the noncancelable agreement are as follows:

2019	$ 66,000
TOTAL	$ 66,000

Operating expenses reported in the special-purpose statements of changes in net claimants' equity include contract fees paid to CPF under the Contract.

9. SUBSEQUENT EVENTS

The Trust has evaluated subsequent events through March 5, 2019, which was the date that these financial statements were available for issuance, and determined that there were no significant nonrecognized subsequent events through that date.

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asbestosclaims.law/library/14107/30

SUPPLEMENTARY INFORMATION

SIKICH.

CERTIFIED PUBLIC ACCOUNTANTS & ADVISORS
Members of American Institute of Certified Public Accountants

1415 West Diehl Road, Suite 400
Naperville, IL 60563
630.566.8400

SIKICH.COM

INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION

To the Board of Trustees
UNR Asbestos-Disease Claims Trust
Naperville, Illinois

We have audited the special-purpose financial statements of UNR Asbestos-Disease Claims Trust (the Trust) as of, and for the years ended December 31, 2018 and 2017, and our report thereon dated March 5, 2019 appears on pages 3-4. Our audits were conducted for the purpose of forming an opinion on the special-purpose financial statements as a whole. The special-purpose schedules of operating expenses are presented for the purposes of additional analysis and are not a required part of the special-purpose financial statements. Such information is the responsibility of the Trust's 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 audits 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.

Sikich LLP

Naperville, Illinois
March 5, 2019

UNR ASBESTOS-DISEASE CLAIMS TRUST

SPECIAL-PURPOSE SCHEDULES OF OPERATING EXPENSES

December 31, 2018 and 2017

	2018	2017
Legal fees	$ 37,263	$ 20,374
Trustee fees and expenses	62,428	74,726
Consulting fees and expenses	79,602	85,444
Occupancy	27,000	27,000
General and administrative	27,000	27,000
Insurance	30,599	95,538
Office supplies	82	281
TOTAL OPERATING EXPENSES	$ 263,974	$ 330,363

EXHIBIT 5

UNR ASBESTOS-DISEASE CLAIMS TRUST

EAST-WEST CORPORATE CENTER
1771 WEST DIEHL ROAD, SUITE 220
NAPERVILLE, IL 60563

DAVID E. MAXAM
Executive Director

PHONE: (630) 281-6548
FACSIMILE: (630) 281-6748
Email: dem@cpf-inc.com

January 9, 2018

Re: Closure of the UNR Asbestos-Disease Claims Trust [the "Trust"].

Dear Claimants Counsel:

As you know and have been advised, 2018 is the last year during which the Trust will accept claims. The bar date for filing claims is December 31, 2018 and the Trust will close in 2019.

We are sending this courtesy reminder so that you can prepare and file whatever claims you may have to file during 2018 timely and accurately. **All requirements for filing an acceptable claim can be found on the website at www.cpf-inc.com.**

The Trust continues to require a paper filing. A copy of the claim form can be found on the CPF website along with an outline of guidelines for accurate filing, and all necessary information and documentation required to satisfy proof of asbestos exposure and any related medical diagnosis. Please avoid filing incomplete or inaccurate claim forms, as disallowed claims only waste time as well as forfeiture of the filing fee once a claim has been reviewed, whether the claim is perfected or not. If you have any doubts about filing requirements, please do not hesitate to contact the Trust before filing the claim.

It is the Trust's objective to distribute remaining funds as fairly as possible to known beneficiaries of the Trust. In order to do this the Trust must be able to identify anticipated liabilities as accurately as possible. Complying with deadlines is therefore critical. Please respond timely in accordance with all deadlines outlined in the various notices that may be sent to you from time to time to avoid invalidating claims that should otherwise be paid and to assist the Trust in meeting its objectives. If circumstances change requiring modification to any deadline or other procedures deemed essential before closure, you will be timely advised. Please specifically consider the following:

1. As you know, the Trust applies state statutes of limitation based on the filing status of a given claim. As a reminder, ***filing a claim in the tort system does NOT toll the Statute as to the Trust or constitute filing with the Trust.*** Timely filing is based on when filed with the Trust accompanied by the required non-refundable filing fee of $150.00. If a claim form is received without the required filing fee, the claim will NOT be considered filed until the filing fee is received; the measure of timing with regard to the applicable statute compliance will be based on when the filing fee is received.

2. As advised in every offer letter, a claim will be considered abandoned and closed without payment if within the 180-day allowance for accepting Trust offers, no response has been received. This consideration also applies if a timely response is received and additional time is granted for good cause, but no further response is received within the additional time allowed.

3. Claims disallowed will also be considered abandoned and closed without payment if no response has been received within the time allowed, as outlined in the disallowance notice. Likewise, this consideration also applies if a timely response has been received and additional time granted for good cause, but no further response is received within the additional time allowed.

If you have any questions, please do not hesitate to ask.

Yours very truly,



UNR ASBESTOS-DISEASE CLAIMS TRUST

EAST-WEST CORPORATE CENTER
1771 WEST DIEHL ROAD, SUITE 220
NAPERVILLE, IL 60563

DAVID E. MAXAM
Executive Director

PHONE: (630) 281-6548
FACSIMILE: (630) 281-6748
Email: dem@cpf-inc.com

July 13, 2018

Re: Closure of the UNR Asbestos-Disease Claims Trust [the "Trust"].

Dear Claimants Counsel:

As you know and have been advised, 2018 is the last year during which the Trust will accept claims. ***The bar date for filing claims is December 31, 2018*** and the Trust will close in 2019.

We are sending this reminder so that you can prepare and file whatever claims you may have to file during 2018 timely and accurately. **All requirements for filing an acceptable claim can be found on the website at www.cpf-inc.com.** There have been no changes to these requirements so you should be fully apprised so as not to file claims that do not meet the requirements.

The Trust continues to require a paper filing. A copy of the claim form can be found on the CPF website along with an outline of guidelines for accurate filing, and all necessary information and documentation required to satisfy proof of asbestos exposure and any related medical diagnosis. Please avoid filing incomplete or inaccurate claim forms, as disallowed claims only waste time as well as forfeiture of the filing fee once a claim has been reviewed, whether the claim is perfected or not. If you have any doubts about filing requirements, please do not hesitate to contact the Trust ***before*** filing the claim.

It remains the Trust's objective to distribute remaining funds as fairly as possible to known beneficiaries of the Trust. In order to do this the Trust must be able to identify anticipated liabilities as accurately and as timely as possible. Therefore, complying with deadlines is critical. Please respond timely in accordance with all deadlines to avoid invalidating claims that should otherwise be paid. Please specifically consider the following:

1. As you know, the Trust applies state statutes of limitation based on the filing status of a given claim. As a further reminder, ***filing a claim in the tort system does NOT toll the Statute as to the Trust or constitute filing with the Trust.*** Timely filing is based on when filed with the Trust accompanied by the required non-refundable filing fee of $150.00. If a claim form is received without the required filing fee, the claim will NOT be considered filed, nor will it be reviewed, until the filing fee is received; the measure of timing with regard to the applicable statute compliance will be based on when the filing fee is received.

2. As advised in every offer letter, a claim will be considered abandoned and closed without payment if within the 180-day allowance for accepting Trust offers, no response has been received; if you currently have any ***unexpired*** offers, we urge you to review them ***now***, to avoid this action. As we approach closure, the time allowed to respond, may decrease, depending on the actual projected time of Trust closure; we will advise you at the time of offer if this occurs. If it appears that additional time is needed to respond, we must be advised ***before*** the deadline but depending on the nature of the request, we may not be able to grant it.

3. Claims disallowed are also considered abandoned and closed without payment if no response has been received within the time allowed, outlined in the disallowance notice. As in the case of offers, if additional time is required to provide the required information, you must advise the Trust ***before*** the deadline and likewise, depending on the nature of the request, we may not be able to allow it. If you currently have any unexpired disallowance notices, we urge you to review them now, ***before*** reaching the deadline and avoid the claim being closed without payment

Please be sure that a copy of this notice is provided to all those in your office involved in the processing and handling of claims filed with the Trust.

If you have any questions, please do not hesitate to ask.

Yours very truly,



UNR ASBESTOS-DISEASE CLAIMS TRUST

EAST-WEST CORPORATE CENTER
1771 WEST DIEHL ROAD, SUITE 220
NAPERVILLE, IL 60563

DAVID E. MAXAM
Executive Director

PHONE: (630) 281-6548
FACSIMILE: (630) 281-6748
Email: dem@cpf-inc.com

October 1, 2018

Re: Closure of the UNR Asbestos-Disease Claims Trust [the "Trust"] – 3rd Notice

Dear Claimants Counsel:

As you know, and have been advised multiple times, the current bar date for filing claims is December 31, 2018 and the Trust will close in 2019. Any claim received after December 31, 2018 must be post-marked December 31, 2018 or earlier. Any claims submitted by Email must be received by the Trust by December 31, 2018.

We are sending this reminder so that you can prepare and file whatever claims you may have to file during 2018 timely and accurately. **All requirements for filing an acceptable claim can be found on the website at** www.cpf-inc.com. There have been no changes to these requirements so you should be fully apprised so as not to file claims that do not meet the requirements.

Please avoid filing incomplete or inaccurate claim forms, as disallowed claims only waste time as well as forfeiture of the filing fee once a claim has been reviewed, whether the claim is perfected or not. If you have any doubts about filing requirements, please do not hesitate to contact the Trust ***before*** filing the claim.

It remains the Trust's objective to distribute remaining funds as fairly as possible to known beneficiaries of the Trust. Therefore, complying with deadlines is critical. Please specifically consider the following:

1. As you know, the Trust applies state statutes of limitation based on the filing status of a given claim. As a further reminder, ***filing a claim in the tort system does NOT toll the Statute as to the Trust or constitute filing with the Trust.*** Timely filing is based on when filed with the Trust accompanied by the required non-refundable filing fee of $150.00. A claim will NOT be considered filed, nor will it be reviewed, until the filing fee is received; the measure of timing with regard to the applicable statute compliance is based on when the filing fee is received.

2. Currently, as advised in every offer letter, a claim will be considered abandoned and closed without payment if within the 180-day allowance for accepting Trust offers, no response has been received; if you currently have any ***unexpired*** offers, we urge you to review them ***now***, to avoid this action. If it appears that additional time is needed to

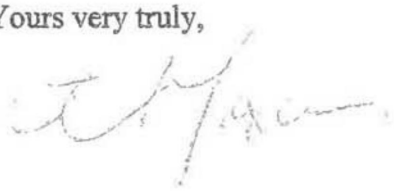
respond, we must be advised ***before*** the deadline but depending on the nature of the request, we may not be able to grant it. Any additional time granted will of course depend on time available before closure.

3. Claims disallowed are considered withdrawn and closed without payment if no response has been received within the time allowed, as outlined in the disallowance notice. If additional time is necessary for you to provide the required information, you must advise the Trust ***before*** the deadline but depending on the nature of the request, we may not be able to allow it. If you currently have any unexpired disallowance notices, we urge you to review them now.

Please be sure that a copy of this notice is provided to all those in your office involved in the processing and handling of claims filed with the Trust.

If you have any questions, please do not hesitate to ask.

Yours very truly,



UNR ASBESTOS-DISEASE CLAIMS TRUST

EAST-WEST CORPORATE CENTER
1771 WEST DIEHL ROAD, SUITE 220
NAPERVILLE, IL 60563

DAVID E. MAXAM
Executive Director

PHONE: (630) 281-6548
FACSIMILE: (630) 281-6748
Email: dem@cpf-inc.com

December 6, 2018

Re: Closure of the UNR Asbestos-Disease Claims Trust [the "Trust"] – 4th Notice

Dear Claimants Counsel:

As you know, the current bar date for filing claims is December 31, 2018 and the Trust will close in 2019; this is the final notice. Any claim received after December 31, 2018 must be post-marked December 31, 2018 or earlier. Any claims submitted by Email must be received by the Trust by December 31, 2018.

We are sending this reminder so that you can prepare and file whatever claims you may have yet to file before the bar date, timely and accurately. **All requirements for filing an acceptable claim can be found on the website at www.cpf-inc.com.** There have been no changes to these requirements so you should be fully apprised so as not to file claims that do not meet the requirements.

Please avoid filing incomplete or inaccurate claim forms, as disallowed claims only waste time as well as forfeiture of the filing fee once a claim has been reviewed, whether the claim is perfected or not. If you have any doubts about filing requirements, please do not hesitate to contact the Trust ***before*** filing the claim.

It remains the Trust's objective to distribute remaining funds as fairly as possible to known beneficiaries of the Trust. Therefore, complying with deadlines is critical. Please specifically consider the following:

1. As you know, the Trust applies state statutes of limitation based on the filing status of a given claim. As a further reminder, ***filing a claim in the tort system does NOT toll the Statute as to the Trust or constitute filing with the Trust.*** Timely filing is based on when filed with the Trust accompanied by the required non-refundable filing fee of $150.00. A claim will NOT be considered filed, nor will it be reviewed, until the filing fee is received; the measure of timing with regard to the applicable statute compliance is based on when the filing fee is received.

2. Currently, as advised in every offer letter, a claim will be considered abandoned and closed without payment if within the 180-day allowance for accepting Trust offers, no response has been received; if you currently have any ***unexpired*** offers, we urge you to

review them ***now***, to avoid this action. If it appears that additional time is needed to respond, we must be advised ***before*** the deadline but depending on the nature of the request, we may not be able to grant it. Any additional time granted will of course depend on time available before closure.

3. Claims disallowed are considered withdrawn and closed without payment if no response has been received within the time allowed, as outlined in the disallowance notice. If additional time is necessary for you to provide the required information, you must advise the Trust ***before*** the deadline but depending on the nature of the request, we may not be able to allow it. If you currently have any unexpired disallowance notices, we urge you to review them now.

Please be sure that a copy of this notice is provided to all those in your office involved in the processing and handling of claims filed with the Trust.

If you have any questions, please do not hesitate to ask.

Yours very truly,

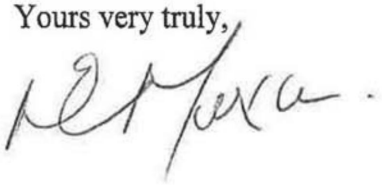


EXHIBIT 6

EAST-WEST CORPORATE CENTER
1771 WEST DIEHL ROAD, SUITE 220
NAPERVILLE, IL 60563

DAVID E. MAXAM
Executive Director

PHONE (630) 281-6548
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Email dem@cpf-inc.com

February 11, 2019

Re: UNR Final Claims Processing Procedures – Trust Closure

Dear Claimant Counsel:

As you know, the UNR Trust is no longer accepting new claim submissions [since December 31, 2018] and plans to close in 2019 after completion of its claims processing operations.

Due to a higher than expected number of claims filed in December 2018, no new offers will be made until the Trust has determined the validity of all claims that are currently in various stages of processing. This will allow the Trust to achieve its purpose of distributing as much of its remaining available funds to claimants with allowed claims. To the extent necessary to meet that objective, the payment percentage will be adjusted to a new "Final Payment Percentage". The Trust expects to complete this review process and have the Final Payment Percentage set so that it can resume making offers during the 2nd quarter of 2019.

The Trust will continue to honor any currently outstanding offers at the current payment percentage. As set forth in the CRP, a claim will be considered abandoned and closed without payment if no response is received by the Trust within the 180-day allowance for accepting Trust offers; if you currently have any ***unexpired*** offers, we urge you to review them ***now***, to avoid this action. Because of the upcoming closure of the Trust, timely responses requesting extension of time to respond cannot be granted without good cause and will depend on the time available before final closure. ***Meeting all deadlines is critical***.

With respect to any current disallowed claims whose cure periods have not yet expired, such claims will also be considered withdrawn and closed without payment if no response is received within the time period indicated in the applicable disallowance notice. If a timely response is received and the claim can be perfected it will be allowed. If a timely response to the first disallowance notice still does not provide the information necessary to validate the claim, a final disallowance will be issued permitting a further 30 days to perfect the claim. If timely response to that final notice perfects the claim it will likewise be allowed; if it does not, the claim will be considered withdrawn and closed without payment If you currently have any unexpired disallowance notices, we urge you to review them now for timely response. The Trust will make offers on these perfected and allowed claims once the Final Payment Percentage is established.

If you have any questions regarding the processing of your claims, please do not hesitate to ask.

Yours very truly,

