

Pittsburgh Corning Corporation Asbestos Personal Injury Settlement Trust
c/o Ankura Consulting Group, LLC
1220 19th Street, NW, Suite 700
Washington, DC 2003

March 20, 2017

NOTICE REGARDING INITIAL PAYMENT PERCENTAGE

The Trustees have been engaged in a review process with the Trust Advisory Committee (the “TAC”) and the Future Claimants’ Representative (the “FCR”) regarding the Initial Payment Percentage applicable to the Pittsburgh Corning Corporation Asbestos Personal Injury Trust (the “Trust”).

As required by Section 4.2 of the Trust Distribution Procedures, the Trustees took into consideration current estimates of the number, types and values of present and future claims against the Trust, the value of assets currently available to the Trust for claims payments, anticipated processing, administrative and legal expenses, and all other material matters that we and our advisors considered to be reasonably likely to affect the sufficiency of the Trust to pay a comparable percentage of full value to all holders of claims against the Trust. Further, the Trustees received and relied on advice from both the Trustees’ advisors and the respective advisors of the TAC and the Futures Representative. During this process, the Trustees also considered the fact of reliance referred to in Section 4.2 of the Pittsburgh Corning Corporation Trust Asbestos PI Trust Distribution Procedures (the “TDP”).

Pursuant to Sections 2.2(f), 5.7(b), and 6.6(b) of the Pittsburgh Corning Corporation Asbestos PI Trust Agreement (the “Trust Agreement”) and Section 4.2 of the TDP, after consultation with and consent of the TAC and FCR, the Trustees have determined to adjust the Initial Payment Percentage to thirty-one percent (31%) (the “Adjusted Payment Percentage”), subject to bifurcation, with the first payment set at **twenty percent (20%)**.

A significant number of identified claimants have asserted through counsel that they hold Pre-Petition Liquidated Claims within the meaning of Section 5.2(a) of the TDP (the “Disputed Pre-Petition Liquidated Claims”), alleging values well in excess of those provided for in Section 5.3(c) of the TDP for each particular Disease Level. The Pre-Petition Liquidated Claims present common legal issues regarding whether they were liquidated in the manner described in Section 5.2(a) of the TDP. On Friday March 17, 2017 the Trust filed the Motion of the Pittsburgh Corning Corporation Asbestos Personal Injury Settlement Trust for Clarification Regarding “Pre-Petition Liquidated Claims.” The liability forecast relied upon to derive the Adjusted Payment Percentage of thirty-one percent (31%) did not assume the Disputed Pre-Petition Liquidated Claims would be payable from the Trust at the values alleged by the claimants; nor did it assume a resolution of the Disputed Pre-Petition Liquidated Claims that would not assure that the Asbestos PI Trust will be in a financial position to pay holders of present and future Channeled Asbestos PI Trust Claims in substantially the same manner.

Accordingly, in order to further ensure that the Trust will be in a financial position to pay holders of present and future Channeled Asbestos PI Trust Claims in substantially the same manner, the Trustees have concluded that it is necessary to bifurcate the thirty-one percent (31%) Adjusted Payment Percentage. Thus, pending resolution of the Trust's Motion for Clarification Regarding "Pre-Petition Liquidated Claims" and, until further notice, the Trust will pay **twenty-percent (20%)** of the full liquidated value of present and future Channeled Asbestos PI Trust Claims accepted as valid.

The Adjusted Payment Percentage is subject to such further reconsideration as may be necessary should there be a change to the current estimates of the number, types and values of present and future claims against the Trust, the value of assets currently available for the payment of claims, anticipated processing, administrative and legal expenses, and other material matters that we and our advisors consider to be reasonably likely to affect the sufficiency of the assets to pay a comparable percentage of full value to all holders of claims against the Trust.

Any payment beyond the initial payment of **twenty-percent (20%)** will be subject to reconsideration to ensure substantially equivalent treatment of all present and future Channeled Asbestos PI Trust Claims, including Asbestos PI Trust Voting Claims.