

Shook & Fletcher Asbestos Settlement Trust

Harry Huge, Trustee

1105 North Market Street

Suite 916

Wilmington, DE 19801

February 21, 2012

Notice to Claimants and Claimants' Counsel Regarding

Reduction of the Payment Percentage to 70%

By letter of November 14, 2011, I advised you that, in my capacity as Trustee of the Shook & Fletcher Asbestos Settlement Trust (the "Trust"), I had determined to reconsider the Trust's existing payment percentage, and had directed the Trust's advisors to provide me with updated information and recommendations regarding the appropriate payment percentage for the Trust.

I have now received and reviewed the information I requested, including information about the current claims filings with the Trust, as well as the Trust's advisors' report, cash flow analysis and recommendations. Based upon this information, and following consultation with the Trust's advisors, I have concluded that the payment percentage should be reduced from its current level. Accordingly, on February 21, 2012, I proposed in writing to the Trust Advisory Committee (the "TAC") and the Futures Representative (the "FR") that the payment percentage be reduced from 100% to 70%. This proposal is subject to the consent of the TAC and the FR pursuant to Sections 5.6 and 6.7 of the Trust Agreement.

Pursuant to Section 4.3 of the Trust's Claims Resolution Procedures (the "CRP"), this proposed reduced payment percentage is effective immediately, pending consideration by the TAC and the FR. Offers of payment previously made to claimants in writing by the Trust remain subject to the payment percentage in effect at the time such offers were made; that is, all offers of payment made prior to the date of this letter, if and when accepted by the claimant in accordance with the CRP, shall be paid at the 100% payment percentage level. All written offers of payment made on or after the date of this letter are subject to the proposed payment percentage of 70%, pending consent by the TAC and the FR.

The Trust will post on the Trust's website (<http://shook.mfrclaims.com>) further notice to claimants and claimants' counsel after the Trustee, the TAC and the FR have concluded the consultation and consent process required under the Trust Agreement