

December 31, 2011

***Re: G-I Holdings Inc. Asbestos Personal Injury Settlement Trust --  
Initial Payment Percentage Adjustment***

Pursuant to Section 4.2 of the G-I Holdings Inc. Asbestos Personal Injury Settlement Trust Distribution Procedures, the Trustees of the G-I Holdings Inc. Asbestos Personal Injury Settlement Trust (the "Trustees") were required to reconsider the Initial Payment Percentage on the first anniversary of the Effective Date. The Trustees have reconsidered and adjusted the Initial Payment Percentage from 8.6% to 7.4% with the consent of the Future Claimants Representative and the Trust Advisory Committee. The Trustees also have amended the installment payment provisions after the reconsideration, as now set forth in Section 2.7(b) of the First Amended Trust Distribution Procedures. Pursuant to Section 2.7(b), the Trust will pay the first installment when the claim reaches the top of the FIFO Payment Queue. The Trust will pay the second installment the earlier of (i) three years after the month of payment of the first installment, and (ii) January 2018. After January 1, 2018, the Trust will cease paying claims on an installment basis except as otherwise allowed under Section 7.3 of the First Amended Trust Distribution Procedures.