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January 4, 2000

Ronald S. Milstein, Esq.  
Vice President and General Counsel  
Lorillard Tobacco Company  
714 Green Valley Road  
Greensboro, North Carolina 27408

**Re: Expenses of Tobacco Attorney Fee Arbitrations**

Dear Ron:

Enclosed is our statement for your share of ongoing expenses and disbursements arising out of the tobacco fee arbitrations through December 31, 1999.

Please feel free to call if you have a question.

Sincerely,



D. Scott Wise

Enclosure

99401270