

Form 5500 Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Annual Return/Report of Employee Benefit Plan This form is required to be filed for employee benefit plans under sections 104 and 4065 of the Employee Retirement Income Security Act of 1974 (ERISA) and sections 6047(e), and 6058(a) of the Internal Revenue Code (the Code). ▶ Complete all entries in accordance with the instructions to the Form 5500.	OMB Nos. 1210-0110 1210-0089 2010 This Form is Open to Public Inspection
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Part I	Annual Report Identification Information
For calendar plan year 2010 or fiscal plan year beginning <u>01/01/2010</u> and ending <u>12/31/2010</u>	
A This return/report is for:	☐ a multiemployer plan; ☐ a multiple-employer plan; or ☒ a single-employer plan; ☐ a DFE (specify) ____
B This return/report is:	☐ the first return/report; ☐ the final return/report; ☐ an amended return/report; ☐ a short plan year return/report (less than 12 months).
C If the plan is a collectively-bargained plan, check here.	☐
D Check box if filing under:	☒ Form 5558; ☐ automatic extension; ☐ the DFVC program; ☐ special extension (enter description)

Part II	Basic Plan Information —enter all requested information		
1a Name of plan	<u>LORD CORPORATION SALARIED EMPLOYEES' SAVINGS PLAN</u>	1b Three-digit plan number (PN) ▶	<u>003</u>
		1c Effective date of plan	<u>04/01/1982</u>
2a Plan sponsor's name and address (employer, if for a single-employer plan) (Address should include room or suite no.)	2b Employer Identification Number (EIN) <u>25-0626921</u>		
	2c Sponsor's telephone number <u>919-468-5979</u>		
	2d Business code (see instructions) <u>325500</u>		
<u>P.O. BOX 8012</u> <u>CARY, NC 27512-8012</u>	<u>P.O. BOX 8012</u> <u>CARY, NC 27512-8012</u>		

Caution: A penalty for the late or incomplete filing of this return/report will be assessed unless reasonable cause is established.

Under penalties of perjury and other penalties set forth in the instructions, I declare that I have examined this return/report, including accompanying schedules, statements and attachments, as well as the electronic version of this return/report, and to the best of my knowledge and belief, it is true, correct, and complete.

SIGN HERE	Filed with authorized/valid electronic signature.	09/22/2011	SHAWN HYLTON
	Signature of plan administrator	Date	Enter name of individual signing as plan administrator
SIGN HERE			
	Signature of employer/plan sponsor	Date	Enter name of individual signing as employer or plan sponsor
SIGN HERE			
	Signature of DFE	Date	Enter name of individual signing as DFE

For Paperwork Reduction Act Notice and OMB Control Numbers, see the instructions for Form 5500.

Form 5500 (2010)
v.092307.1

3a Plan administrator's name and address (if same as plan sponsor, enter "Same")

LORD CORPORATION

P.O. BOX 8012
CARY, NC 27512-8012**3b** Administrator's EIN

25-0626921

3c Administrator's telephone number

919-468-5979

4 If the name and/or EIN of the plan sponsor has changed since the last return/report filed for this plan, enter the name, EIN and the plan number from the last return/report:**a** Sponsor's name**4b** EIN**4c** PN**5** Total number of participants at the beginning of the plan year**5**

1307

6 Number of participants as of the end of the plan year (welfare plans complete only lines **6a**, **6b**, **6c**, and **6d**).**a** Active participants.....**6a**

961

b Retired or separated participants receiving benefits.....**6b**

35

c Other retired or separated participants entitled to future benefits.....**6c**

363

d Subtotal. Add lines **6a**, **6b**, and **6c**.....**6d**

1359

e Deceased participants whose beneficiaries are receiving or are entitled to receive benefits.....**6e****f** Total. Add lines **6d** and **6e**.....**6f**

1359

g Number of participants with account balances as of the end of the plan year (only defined contribution plans complete this item).....**6g**

1294

h Number of participants that terminated employment during the plan year with accrued benefits that were less than 100% vested.....**6h**

41

7 Enter the total number of employers obligated to contribute to the plan (only multiemployer plans complete this item)**7****8a** If the plan provides pension benefits, enter the applicable pension feature codes from the List of Plan Characteristic Codes in the instructions:

2A 2F 2H 2J 2K 2R 3I

b If the plan provides welfare benefits, enter the applicable welfare feature codes from the List of Plan Characteristic Codes in the instructions:**9a** Plan funding arrangement (check all that apply)(1) ☐

Insurance

(2) ☐

Code section 412(e)(3) insurance contracts

(3) ☒

Trust

(4) ☐

General assets of the sponsor

9b Plan benefit arrangement (check all that apply)(1) ☐

Insurance

(2) ☐

Code section 412(e)(3) insurance contracts

(3) ☒

Trust

(4) ☐

General assets of the sponsor

10 Check all applicable boxes in 10a and 10b to indicate which schedules are attached, and, where indicated, enter the number attached. (See instructions)**a Pension Schedules**(1) ☒**R** (Retirement Plan Information)(2) ☐**MB** (Multiemployer Defined Benefit Plan and Certain Money Purchase Plan Actuarial Information) - signed by the plan actuary(3) ☐**SB** (Single-Employer Defined Benefit Plan Actuarial Information) - signed by the plan actuary**b General Schedules**(1) ☒**H** (Financial Information)(2) ☐**I** (Financial Information - Small Plan)(3) ☐**A** (Insurance Information)(4) ☒**C** (Service Provider Information)(5) ☒**D** (DFE/Participating Plan Information)(6) ☐**G** (Financial Transaction Schedules)

SCHEDULE C (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Service Provider Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA). ► File as an attachment to Form 5500.		OMB No. 1210-0110
			2010
			This Form is Open to Public Inspection.

For calendar plan year 2010 or fiscal plan year beginning **01/01/2010** and ending **12/31/2010**

A Name of plan LORD CORPORATION SALARIED EMPLOYEES' SAVINGS PLAN	B Three-digit plan number (PN) ►	003
C Plan sponsor's name as shown on line 2a of Form 5500 LORD CORPORATION	D Employer Identification Number (EIN) 25-0626921	

Part I	Service Provider Information (see instructions)
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You must complete this Part, in accordance with the instructions, to report the information required for **each person** who received, directly or indirectly, \$5,000 or more in total compensation (i.e., money or anything else of monetary value) in connection with services rendered to the plan or the person's position with the plan during the plan year. If a person received **only** eligible indirect compensation for which the plan received the required disclosures, you are required to answer line 1 but are not required to include that person when completing the remainder of this Part.

1 Information on Persons Receiving Only Eligible Indirect Compensation

- a** Check "Yes" or "No" to indicate whether you are excluding a person from the remainder of this Part because they received only eligible indirect compensation for which the plan received the required disclosures (see instructions for definitions and conditions)..... ☒ Yes ☐ No
- b** If you answered line 1a "Yes," enter the name and EIN or address of each person providing the required disclosures for the service providers who received only eligible indirect compensation. Complete as many entries as needed (see instructions).

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation
FID INV INST OPS CO FIOC
04-2647786

(b) Enter name and EIN or address of person who provided you disclosure on eligible indirect compensation
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2. Information on Other Service Providers Receiving Direct or Indirect Compensation. Except for those persons for whom you answered "yes" to line 1a above, complete as many entries as needed to list each person receiving, directly or indirectly, \$5,000 or more in total compensation (i.e., money or anything else of value) in connection with services rendered to the plan or their position with the plan during the plan year. (See instructions).

(a) Enter name and EIN or address (see instructions)

FID INV INST OPS CO FIIOC

04-2647786

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
64 37 65 71	RECORDKEEPER	24036	Yes ☐ No ☒	Yes ☐ No ☐	0	Yes ☐ No ☐

(a) Enter name and EIN or address (see instructions)

FID INV INST OPS CO FIIOC

04-2647786

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
60		0	Yes ☐ No ☒	Yes ☒ No ☐	0	Yes ☒ No ☐

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

Part I Service Provider Information (continued)

3 If you reported on line 2 receipt of indirect compensation, other than eligible indirect compensation, by a service provider, and the service provider is a fiduciary or provides contract administrator, consulting, custodial, investment advisory, investment management, broker, or recordkeeping services, answer the following questions for (a) each source from whom the service provider received \$1,000 or more in indirect compensation and (b) each source for whom the service provider gave you a formula used to determine the indirect compensation instead of an amount or estimated amount of the indirect compensation. Complete as many entries as needed to report the required information for each source.

(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
FID INV INST OPS CO FIIOC	60	0
(d) Enter name and EIN (address) of source of indirect compensation		
AF GRTH FUND AMER R4	.35%	
95-2566717		
(a) Enter service provider name as it appears on line 2		
FID INV INST OPS CO FIIOC	60	0
(d) Enter name and EIN (address) of source of indirect compensation		
DODGE & COX INTL STK	.10%	
04-2526037		
(a) Enter service provider name as it appears on line 2		
FID INV INST OPS CO FIIOC	60	0
(d) Enter name and EIN (address) of source of indirect compensation		
DREY/BC SM CAP VAL 1	.25%	
13-5673135		

Part I Service Provider Information (continued)

3 If you reported on line 2 receipt of indirect compensation, other than eligible indirect compensation, by a service provider, and the service provider is a fiduciary or provides contract administrator, consulting, custodial, investment advisory, investment management, broker, or recordkeeping services, answer the following questions for (a) each source from whom the service provider received \$1,000 or more in indirect compensation and (b) each source for whom the service provider gave you a formula used to determine the indirect compensation instead of an amount or estimated amount of the indirect compensation. Complete as many entries as needed to report the required information for each source.

(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
FID INV INST OPS CO FIIOC	60	0
(d) Enter name and EIN (address) of source of indirect compensation		
EV LG CAP VALUE 1	.15%	
04-2871943		
(a) Enter service provider name as it appears on line 2		
FID INV INST OPS CO FIIOC	60	0
(d) Enter name and EIN (address) of source of indirect compensation		
H & W MID CAP VAL 1	.25%	
39-0281260		
(a) Enter service provider name as it appears on line 2		
FID INV INST OPS CO FIIOC	60	0
(d) Enter name and EIN (address) of source of indirect compensation		
HARBOR INTL INV	.35%	
34-1953399		

Part I Service Provider Information (continued)

3 If you reported on line 2 receipt of indirect compensation, other than eligible indirect compensation, by a service provider, and the service provider is a fiduciary or provides contract administrator, consulting, custodial, investment advisory, investment management, broker, or recordkeeping services, answer the following questions for (a) each source from whom the service provider received \$1,000 or more in indirect compensation and (b) each source for whom the service provider gave you a formula used to determine the indirect compensation instead of an amount or estimated amount of the indirect compensation. Complete as many entries as needed to report the required information for each source.

(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
FID INV INST OPS CO FIIOC	60	0
(d) Enter name and EIN (address) of source of indirect compensation		
HARTFORD CAP APP IB	.35%	
13-3317783		
(a) Enter service provider name as it appears on line 2		
FID INV INST OPS CO FIIOC	60	0
(d) Enter name and EIN (address) of source of indirect compensation		
MSIF MID CAP GRTH 1	.10%	
22-2382028		
(a) Enter service provider name as it appears on line 2		
FID INV INST OPS CO FIIOC	60	0
(d) Enter name and EIN (address) of source of indirect compensation		
PIMCO TOT RETURN ADM	.25%	
04-2526037		

Part I Service Provider Information (continued)

3 If you reported on line 2 receipt of indirect compensation, other than eligible indirect compensation, by a service provider, and the service provider is a fiduciary or provides contract administrator, consulting, custodial, investment advisory, investment management, broker, or recordkeeping services, answer the following questions for (a) each source from whom the service provider received \$1,000 or more in indirect compensation and (b) each source for whom the service provider gave you a formula used to determine the indirect compensation instead of an amount or estimated amount of the indirect compensation. Complete as many entries as needed to report the required information for each source.

(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
FID INV INST OPS CO FIIOC	60	0
(d) Enter name and EIN (address) of source of indirect compensation		
PRU/J SMALL CO Z	.25%	
22-3703799		
(a) Enter service provider name as it appears on line 2		
FID INV INST OPS CO FIIOC	60	0
(d) Enter name and EIN (address) of source of indirect compensation		
RDGWTH MID CAP VAL 1	.40%	
13-3532663		
(a) Enter service provider name as it appears on line 2		
FID INV INST OPS CO FIIOC	60	0
(d) Enter name and EIN (address) of source of indirect compensation		
TCW SELECT EQUITY N	.50%	
39-0281260		

Part II Service Providers Who Fail or Refuse to Provide Information

4 Provide, to the extent possible, the following information for each service provider who failed or refused to provide the information necessary to complete this Schedule.

(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide

Part III **Termination Information on Accountants and Enrolled Actuaries (see instructions)**
(complete as many entries as needed)

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN;
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN;
c Position:	
d Address:	e Telephone:

Explanation:

SCHEDULE D (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration		DFE/Participating Plan Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA). ▶ File as an attachment to Form 5500.		OMB No. 1210-0110 2010 This Form is Open to Public Inspection.	
For calendar plan year 2010 or fiscal plan year beginning 01/01/2010 and ending 12/31/2010					
A Name of plan LORD CORPORATION SALARIED EMPLOYEES' SAVINGS PLAN				B Three-digit plan number (PN) ▶ 003	
C Plan or DFE sponsor's name as shown on line 2a of Form 5500 LORD CORPORATION				D Employer Identification Number (EIN) 25-0626921	
Part I Information on interests in MTIAs, CCTs, PSAs, and 103-12 IEs (to be completed by plans and DFEs) (Complete as many entries as needed to report all interests in DFEs)					
a Name of MTIA, CCT, PSA, or 103-12 IE: LORD SALARIED HOURLY & EXEMPT MT					
b Name of sponsor of entity listed in (a): LORD CORPORATION					
c EIN-PN 25-0626921-020		d Entity code M	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 20415975		
a Name of MTIA, CCT, PSA, or 103-12 IE: FIDELITY MANAGED INCOME PORT. II					
b Name of sponsor of entity listed in (a): FIDELITY MANAGMENT TRUST CO.					
c EIN-PN 04-3022712-025		d Entity code C	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 15508566		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c EIN-PN		d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)		
a Name of MTIA, CCT, PSA, or 103-12 IE:					
b Name of sponsor of entity listed in (a):					
c					

a Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)**a** Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)**a** Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)**a** Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)**a** Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)**a** Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)**a** Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)**a** Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)**a** Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)**a** Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)

Part II Information on Participating Plans (to be completed by DFEs)

(Complete as many entries as needed to report all participating plans)

a Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN

SCHEDULE H (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Financial Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA), and section 6058(a) of the Internal Revenue Code (the Code). ► File as an attachment to Form 5500.	OMB No. 1210-0110 2010 This Form is Open to Public Inspection
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For calendar plan year 2010 or fiscal plan year beginning 01/01/2010 and ending 12/31/2010		
A Name of plan LORD CORPORATION SALARIED EMPLOYEES' SAVINGS PLAN	B Three-digit plan number (PN) ►	003
C Plan sponsor's name as shown on line 2a of Form 5500 LORD CORPORATION	D Employer Identification Number (EIN) 25-0626921	

Part I Asset and Liability Statement			
1 Current value of plan assets and liabilities at the beginning and end of the plan year. Combine the value of plan assets held in more than one trust. Report the value of the plan's interest in a commingled fund containing the assets of more than one plan on a line-by-line basis unless the value is reportable on lines 1c(9) through 1c(14). Do not enter the value of that portion of an insurance contract which guarantees, during this plan year, to pay a specific dollar benefit at a future date. Round off amounts to the nearest dollar. MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 1b(1), 1b(2), 1c(8), 1g, 1h, and 1i. CCTs, PSAs, and 103-12 IEs also do not complete lines 1d and 1e. See instructions.			
Assets		(a) Beginning of Year	(b) End of Year
a Total noninterest-bearing cash	1a		
b Receivables (less allowance for doubtful accounts):			
(1) Employer contributions	1b(1)	644704	941533
(2) Participant contributions	1b(2)	81814	85852
(3) Other.....	1b(3)		
c General investments:			
(1) Interest-bearing cash (include money market accounts & certificates of deposit)	1c(1)	424700	402439
(2) U.S. Government securities.....	1c(2)		
(3) Corporate debt instruments (other than employer securities):			
(A) Preferred	1c(3)(A)		
(B) All other.....	1c(3)(B)		
(4) Corporate stocks (other than employer securities):			
(A) Preferred	1c(4)(A)		
(B) Common	1c(4)(B)	1316171	1639682
(5) Partnership/joint venture interests	1c(5)	56152	75518
(6) Real estate (other than employer real property)	1c(6)	8179	43734
(7) Loans (other than to participants)	1c(7)		
(8) Participant loans	1c(8)	2426412	2458357
(9) Value of interest in common/collective trusts.....	1c(9)	16286727	15508566
(10) Value of interest in pooled separate accounts.....	1c(10)		
(11) Value of interest in master trust investment accounts	1c(11)	15643377	20415975
(12) Value of interest in 103-12 investment entities	1c(12)		
(13) Value of interest in registered investment companies (e.g., mutual funds).....	1c(13)	48712903	57602226
(14) Value of funds held in insurance company general account (unallocated contracts).....	1c(14)		
(15) Other	1c(15)		

1d Employer-related investments:

		(a) Beginning of Year	(b) End of Year
(1) Employer securities	1d(1)		
(2) Employer real property	1d(2)		
e Buildings and other property used in plan operation	1e		
f Total assets (add all amounts in lines 1a through 1e)	1f	85601139	99173882

Liabilities

g Benefit claims payable	1g		
h Operating payables	1h		
i Acquisition indebtedness	1i		
j Other liabilities	1j		
k Total liabilities (add all amounts in lines 1g through 1j)	1k		

Net Assets

l Net assets (subtract line 1k from line 1f)	1l	85601139	99173882
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Part II Income and Expense Statement

2 Plan income, expenses, and changes in net assets for the year. Include all income and expenses of the plan, including any trust(s) or separately maintained fund(s) and any payments/receipts to/from insurance carriers. Round off amounts to the nearest dollar. MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 2a, 2b(1)(E), 2e, 2f, and 2g.

Income**a Contributions:**

		(a) Amount	(b) Total
(1) Received or receivable in cash from: (A) Employers	2a(1)(A)	2494039	
(B) Participants	2a(1)(B)	2453594	
(C) Others (including rollovers)	2a(1)(C)		
(2) Noncash contributions	2a(2)	1136475	
(3) Total contributions. Add lines 2a(1)(A) , (B) , (C) , and line 2a(2)	2a(3)		6084108

b Earnings on investments:**(1) Interest:**

(A) Interest-bearing cash (including money market accounts and certificates of deposit)	2b(1)(A)	177	
(B) U.S. Government securities	2b(1)(B)		
(C) Corporate debt instruments	2b(1)(C)		
(D) Loans (other than to participants)	2b(1)(D)		
(E) Participant loans	2b(1)(E)	159615	
(F) Other	2b(1)(F)		
(G) Total interest. Add lines 2b(1)(A) through (F)	2b(1)(G)		159792

(2) Dividends: (A) Preferred stock	2b(2)(A)		
(B) Common stock	2b(2)(B)	35665	
(C) Registered investment company shares (e.g. mutual funds)	2b(2)(C)	1252904	
(D) Total dividends. Add lines 2b(2)(A) , (B) , and (C)	2b(2)(D)		1288569

(3) Rents	2b(3)		
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(4) Net gain (loss) on sale of assets: (A) Aggregate proceeds	2b(4)(A)	2638124	
(B) Aggregate carrying amount (see instructions)	2b(4)(B)	2563429	
(C) Subtract line 2b(4)(B) from line 2b(4)(A) and enter result	2b(4)(C)		74695

		(a) Amount	(b) Total
2b (5) Unrealized appreciation (depreciation) of assets: (A) Real estate.....	2b(5)(A)		
(B) Other	2b(5)(B)	70844	
(C) Total unrealized appreciation of assets. Add lines 2b(5)(A) and (B)	2b(5)(C)		70844
(6) Net investment gain (loss) from common/collective trusts	2b(6)		602830
(7) Net investment gain (loss) from pooled separate accounts	2b(7)		
(8) Net investment gain (loss) from master trust investment accounts	2b(8)		6073631
(9) Net investment gain (loss) from 103-12 investment entities	2b(9)		
(10) Net investment gain (loss) from registered investment companies (e.g., mutual funds).....	2b(10)		5203598
c Other income.....	2c		
d Total income. Add all income amounts in column (b) and enter total.....	2d		19558067

Expenses

e Benefit payment and payments to provide benefits:			
(1) Directly to participants or beneficiaries, including direct rollovers	2e(1)	5736431	
(2) To insurance carriers for the provision of benefits	2e(2)		
(3) Other	2e(3)		
(4) Total benefit payments. Add lines 2e(1) through (3)	2e(4)		5736431
f Corrective distributions (see instructions)	2f		
g Certain deemed distributions of participant loans (see instructions).....	2g		0
h Interest expense.....	2h		
i Administrative expenses: (1) Professional fees	2i(1)		
(2) Contract administrator fees	2i(2)	24036	
(3) Investment advisory and management fees	2i(3)		
(4) Other	2i(4)		
(5) Total administrative expenses. Add lines 2i(1) through (4)	2i(5)		24036
j Total expenses. Add all expense amounts in column (b) and enter total.....	2j		5760467

Net Income and Reconciliation

k Net income (loss). Subtract line 2j from line 2d	2k		13797600
l Transfers of assets:			
(1) To this plan.....	2l(1)		104587
(2) From this plan	2l(2)		329444

Part III Accountant's Opinion

3 Complete lines 3a through 3c if the opinion of an independent qualified public accountant is attached to this Form 5500. Complete line 3d if an opinion is not attached.

a The attached opinion of an independent qualified public accountant for this plan is (see instructions):

(1) ☒ Unqualified (2) ☐ Qualified (3) ☐ Disclaimer (4) ☐ Adverse

b Did the accountant perform a limited scope audit pursuant to 29 CFR 2520.103-8 and/or 103-12(d)? ☐ Yes ☒ No

c Enter the name and EIN of the accountant (or accounting firm) below:

(1) Name: MCGILL, POWER, BELL & ASSOCIATES, L

(2) EIN: 25-1031405

d The opinion of an independent qualified public accountant is **not attached** because:

(1) ☐ This form is filed for a CCT, PSA, or MTIA. (2) ☐ It will be attached to the next Form 5500 pursuant to 29 CFR 2520.104-50.

Part IV Compliance Questions

- 4** CCTs and PSAs do not complete Part IV. MTIAs, 103-12 IEs, and GIAs do not complete 4a, 4e, 4f, 4g, 4h, 4k, 4m, 4n, or 5. 103-12 IEs also do not complete 4j and 4l. MTIAs also do not complete 4l.

During the plan year:

	Yes	No	Amount
a Was there a failure to transmit to the plan any participant contributions within the time period described in 29 CFR 2510.3-102? Continue to answer "Yes" for any prior year failures until fully corrected. (See instructions and DOL's Voluntary Fiduciary Correction Program.).....		X	
b Were any loans by the plan or fixed income obligations due the plan in default as of the close of the plan year or classified during the year as uncollectible? Disregard participant loans secured by participant's account balance. (Attach Schedule G (Form 5500) Part I if "Yes" is checked.).....		X	
c Were any leases to which the plan was a party in default or classified during the year as uncollectible? (Attach Schedule G (Form 5500) Part II if "Yes" is checked.)		X	
d Were there any nonexempt transactions with any party-in-interest? (Do not include transactions reported on line 4a. Attach Schedule G (Form 5500) Part III if "Yes" is checked.).....		X	
e Was this plan covered by a fidelity bond?.....	X		5000000
f Did the plan have a loss, whether or not reimbursed by the plan's fidelity bond, that was caused by fraud or dishonesty?		X	
g Did the plan hold any assets whose current value was neither readily determinable on an established market nor set by an independent third party appraiser?		X	
h Did the plan receive any noncash contributions whose value was neither readily determinable on an established market nor set by an independent third party appraiser?		X	
i Did the plan have assets held for investment? (Attach schedule(s) of assets if "Yes" is checked, and see instructions for format requirements.).....	X		
j Were any plan transactions or series of transactions in excess of 5% of the current value of plan assets? (Attach schedule of transactions if "Yes" is checked, and see instructions for format requirements.).....		X	
k Were all the plan assets either distributed to participants or beneficiaries, transferred to another plan, or brought under the control of the PBGC?.....		X	
l Has the plan failed to provide any benefit when due under the plan?		X	
m If this is an individual account plan, was there a blackout period? (See instructions and 29 CFR 2520.101-3.).....		X	
n If 4m was answered "Yes," check the "Yes" box if you either provided the required notice or one of the exceptions to providing the notice applied under 29 CFR 2520.101-3.		X	

- 5a** Has a resolution to terminate the plan been adopted during the plan year or any prior plan year?
If yes, enter the amount of any plan assets that reverted to the employer this year ☐ Yes ☒ No Amount:

- 5b** If, during this plan year, any assets or liabilities were transferred from this plan to another plan(s), identify the plan(s) to which assets or liabilities were transferred. (See instructions.)

5b(1) Name of plan(s)	5b(2) EIN(s)	5b(3) PN(s)
LORD CORP EXEMPT EMPLOYEES SAVINGS PLAN	25-0626921	005

SCHEDULE R (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Retirement Plan Information This schedule is required to be filed under section 104 and 4065 of the Employee Retirement Income Security Act of 1974 (ERISA) and section 6058(a) of the Internal Revenue Code (the Code). ▶ File as an attachment to Form 5500.	OMB No. 1210-0110
		2010
		This Form is Open to Public Inspection.

For calendar plan year 2010 or fiscal plan year beginning 01/01/2010 and ending 12/31/2010

A Name of plan <u>LORD CORPORATION SALARIED EMPLOYEES' SAVINGS PLAN</u>	B Three-digit plan number (PN) ▶ <u>003</u>
C Plan sponsor's name as shown on line 2a of Form 5500 <u>LORD CORPORATION</u>	D Employer Identification Number (EIN) <u>25-0626921</u>

Part I	Distributions
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All references to distributions relate only to payments of benefits during the plan year.

1 Total value of distributions paid in property other than in cash or the forms of property specified in the instructions.....	1
2 Enter the EIN(s) of payor(s) who paid benefits on behalf of the plan to participants or beneficiaries during the year (if more than two, enter EINs of the two payors who paid the greatest dollar amounts of benefits): EIN(s): <u>04-3275867</u>	
Profit-sharing plans, ESOPs, and stock bonus plans, skip line 3.	
3 Number of participants (living or deceased) whose benefits were distributed in a single sum, during the plan year.....	3

Part II	Funding Information (If the plan is not subject to the minimum funding requirements of section 412 of the Internal Revenue Code or ERISA section 302, skip this Part)
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4 Is the plan administrator making an election under Code section 412(d)(2) or ERISA section 302(d)(2)?.....	☐ Yes	☐ No	☒ N/A
If the plan is a defined benefit plan, go to line 8.			
5 If a waiver of the minimum funding standard for a prior year is being amortized in this plan year, see instructions and enter the date of the ruling letter granting the waiver. Date: Month _____ Day _____ Year _____ If you completed line 5, complete lines 3, 9, and 10 of Schedule MB and do not complete the remainder of this schedule.			
6 a Enter the minimum required contribution for this plan year	6a		
b Enter the amount contributed by the employer to the plan for this plan year	6b		
c Subtract the amount in line 6b from the amount in line 6a. Enter the result (enter a minus sign to the left of a negative amount).....	6c		
If you completed line 6c, skip lines 8 and 9.			
7 Will the minimum funding amount reported on line 6c be met by the funding deadline?	☐ Yes	☐ No	☐ N/A
8 If a change in actuarial cost method was made for this plan year pursuant to a revenue procedure providing automatic approval for the change or a class ruling letter, does the plan sponsor or plan administrator agree with the change?.....	☐ Yes	☒ No	☐ N/A

Part III	Amendments
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9 If this is a defined benefit pension plan, were any amendments adopted during this plan year that increased or decreased the value of benefits? If yes, check the appropriate box(es). If no, check the "No" box.....	☐ Increase	☐ Decrease	☐ Both	☐ No
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Part IV	ESOPs (see instructions). If this is not a plan described under Section 409(a) or 4975(e)(7) of the Internal Revenue Code, skip this Part.
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10 Were unallocated employer securities or proceeds from the sale of unallocated securities used to repay any exempt loan?.....	☐ Yes	☐ No
11 a Does the ESOP hold any preferred stock?	☐ Yes	☐ No
b If the ESOP has an outstanding exempt loan with the employer as lender, is such loan part of a "back-to-back" loan? (See instructions for definition of "back-to-back" loan.)	☐ Yes	☐ No
12 Does the ESOP hold any stock that is not readily tradable on an established securities market?	☐ Yes	☐ No

For Paperwork Reduction Act Notice and OMB Control Numbers, see the instructions for Form 5500.

Schedule R (Form 5500) 2010
v.092308.1

Part V Additional Information for Multiemployer Defined Benefit Pension Plans

13 Enter the following information for each employer that contributed more than 5% of total contributions to the plan during the plan year (measured in dollars). See instructions. *Complete as many entries as needed to report all applicable employers.*

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month Day Year

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents)

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month Day Year

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents)

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month Day Year

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents)

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month Day Year

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents)

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month Day Year

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents)

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month Day Year

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents)

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

- 14** Enter the number of participants on whose behalf no contributions were made by an employer as an employer of the participant for:

a The current year	14a	
b The plan year immediately preceding the current plan year	14b	
c The second preceding plan year	14c	

- 15** Enter the ratio of the number of participants under the plan on whose behalf no employer had an obligation to make an employer contribution during the current plan year to:

a The corresponding number for the plan year immediately preceding the current plan year	15a	
b The corresponding number for the second preceding plan year	15b	

- 16** Information with respect to any employers who withdrew from the plan during the preceding plan year:

a Enter the number of employers who withdrew during the preceding plan year	16a	
b If item 16a is greater than 0, enter the aggregate amount of withdrawal liability assessed or estimated to be assessed against such withdrawn employers	16b	

- 17** If assets and liabilities from another plan have been transferred to or merged with this plan during the plan year, check box and see instructions regarding supplemental information to be included as an attachment. ☐

Part VI Additional Information for Single-Employer and Multiemployer Defined Benefit Pension Plans

- 18** If any liabilities to participants or their beneficiaries under the plan as of the end of the plan year consist (in whole or in part) of liabilities to such participants and beneficiaries under two or more pension plans as of immediately before such plan year, check box and see instructions regarding supplemental information to be included as an attachment. ☐

- 19** If the total number of participants is 1,000 or more, complete items (a) through (c)

- a** Enter the percentage of plan assets held as:

Stock: _____% Investment-Grade Debt: _____% High-Yield Debt: _____% Real Estate: _____% Other: _____%

- b** Provide the average duration of the combined investment-grade and high-yield debt:

☐ 0-3 years ☐ 3-6 years ☐ 6-9 years ☐ 9-12 years ☐ 12-15 years ☐ 15-18 years ☐ 18-21 years ☐ 21 years or more

- c** What duration measure was used to calculate item 19(b)?

☐ Effective duration ☐ Macaulay duration ☐ Modified duration ☐ Other (specify): _____



1920 West 8th Street
Erie, PA 16505
814.453.6594
Fax: 814.455.3642

Independent Auditor's Report

The Investment & Benefits Committee of LORD Corporation

We have audited the accompanying statements of net assets available for benefits of LORD Corporation Salaried Non-Exempt Employees' Savings and Retirement Plan as of December 31, 2010 and 2009, and the related statements of changes in net assets available for benefits for the years then ended. These financial statements are the responsibility of the Plan's management. 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 includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Plan's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the net assets available for benefits of the Plan as of December 31, 2010 and 2009, and the changes in net assets available for benefits for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Our audits were performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental Schedule H, line 4i-Schedule of Assets (Held at End of Year) as of December 31, 2010 is presented for the purpose of additional analysis and is not a required part of the basic financial statements, but is supplementary information required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. The supplemental schedule is the responsibility of the Plan's management. The supplemental schedule has been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

McGill, Power, Bell & Associates, LLP

McGill, Power, Bell & Associates, LLP
Erie, Pennsylvania
August 24, 2011

www.mpbcpa.com

LORD CORPORATION**SALARIED NON-EXEMPT EMPLOYEES' SAVINGS AND RETIREMENT PLAN****EIN #25-0626921 PLAN #003****SCHEDULE OF ASSETS (HELD AT END OF YEAR), SCHEDULE H, LINE 4i****DECEMBER 31, 2010**

<u>(a)</u>	<u>(b) Identity</u>	<u>(c) Description</u>	<u>Shares</u>	<u>(e) Current Value</u>
	Registered Investment Company Funds -			
	Hartford Mutual Funds	Capital Appreciation Fund IB	121,884.292	\$ 5,119,140
*	Fidelity Management Trust Co.	Spartan Extended Market Index Fund	16,214.931	618,924
*	Fidelity Management Trust Co.	Freedom 2005 Fund	73,909.996	798,967
*	Fidelity Management Trust Co.	Freedom 2010 Fund	223,976.654	3,043,843
*	Fidelity Management Trust Co.	Freedom 2015 Fund	648,609.996	7,355,231
*	Fidelity Management Trust Co.	Freedom 2020 Fund	526,842.722	7,265,161
*	Fidelity Management Trust Co.	Freedom 2025 Fund	414,181.449	4,771,370
*	Fidelity Management Trust Co.	Freedom 2030 Fund	172,960.083	2,381,660
*	Fidelity Management Trust Co.	Freedom 2035 Fund	120,792.570	1,385,491
*	Fidelity Management Trust Co.	Freedom 2040 Fund	305,234.674	2,444,930
*	Fidelity Management Trust Co.	Freedom Income Fund	29,182.390	329,177
*	Fidelity Management Trust Co.	Spartan International Index Fund	73.088	2,571
*	Fidelity Management Trust Co.	Diversified International Fund K	2,662.341	80,190
	PIMCO	Total Return Admiral Fund	98,350.422	1,067,102
	Morgan Stanley	Mid Cap Growth Fund I	8,867.029	331,184
	The Vanguard Group, Inc.	Institutional Index Fund	20,097.524	2,311,416
	PrudentialMutual Fund Services, LLC	Small Company Fund Z	6,747.354	142,977
	Ridgeworth Funds	Mid Cap Value Fund I	108,702.477	1,290,298
	Eaton Vance Mutual Funds	Large Cap Value Fund I	241,671.120	4,415,331
	Harbor Services Group, Inc.	Harbor International Investors Fund	39,446.565	2,366,794
	The Vanguard Group, Inc.	Total Bond Market Institutional Fund	299,622.072	3,175,994
	The Vanguard Group, Inc.	Small Cap Index Investors Fund	3,750.173	130,319
	Dreyfus -MBSC Securities	Small Cap Value Fund	16,540.552	380,929
	American Funds Service Company	Growth Fund of America R4	193,929.663	5,854,737
	BrokerageLink® Accounts **	Mutual Funds	N/A	<u>538,490</u>
	Total Registered Investment Company Funds			57,602,226
	Collective Investment Trust			
*	Fidelity Management Trust Co.	Managed Income Portfolio II ***	15,355,429.130	15,508,566
	BrokerageLink® Accounts **	Common Stocks	N/A	1,639,682
	BrokerageLink® Accounts **	Real Estate Investment Trusts	N/A	43,734
	BrokerageLink® Accounts **	Limited Partnerships-Publically Traded	N/A	75,518
*	BrokerageLink® Accounts **	Fidelity Cash Reserve	N/A	402,439
*	PNC Bank	Plan Interest in LORD Corporation Master Savings Trust		20,415,975
*	Notes Receivable from Participants	Interest rates - 4% to 9.5%	N/A	<u>2,535,302</u>
	TOTAL INVESTMENTS			<u>\$ 98,223,442</u>
*	Party-in-interest			
**	Total BrokerageLink® Accounts			<u>\$ 2,699,863</u>
***	Contract value is \$15,355,429			

(d) Cost column is not shown since investments are participant-directed.

LORD CORPORATION SALARIED NON-
EXEMPT EMPLOYEES' SAVINGS AND
RETIREMENT PLAN
SUMMARY OF NET TRUST ASSETS
TOTAL PLAN ASSETS AS OF 12/31/2010

CUSIP #	SECURITY DESCRIPTION	SHARE BALANCE	PRICE	TOTAL MARKET VALUE	HISTORICAL COST
	EXTERNAL FUND				
018919456	ALLIANZ RCM GLOBAL HEALTHCARE FD CL D	638.953	\$26.17	\$16,721.40	\$18,452.57
203042205	COMMONWEALTH NEW ZEALAND	101.256	\$10.45	\$1,058.13	\$1,019.43
337941108	FIRSTHAND TECHNOLOGY VALUE	340.149	\$28.58	\$9,721.46	\$5,152.29
471023200	JANUS GROWTH AND INCOME	149.722	\$30.56	\$4,575.50	\$5,903.06
471023309	JANUS WORLDWIDE	52.274	\$46.57	\$2,434.40	\$3,740.82
471023671	JANUS GLOBAL LIFE SCIENCES	1,276.630	\$23.24	\$29,668.88	\$24,665.39
471023747	JANUS CORE EQUITY FUND	172.610	\$21.08	\$3,638.62	\$3,951.21
561717661	MANAGERS FREMONT MICRO-CAP FUND	324.723	\$37.41	\$12,147.89	\$12,150.43
577130206	MATTHEWS ASIAN GROWTH & INCOME FUND	598.570	\$18.04	\$10,798.20	\$8,104.92
704223106	PAX WORLD BALANCED INDIVIDUAL INV CL	136.035	\$22.36	\$3,041.74	\$2,732.73
749255253	BOSTON PARTNERS LONG SHORT EQUITY FD	169.837	\$19.16	\$3,254.08	\$2,753.85
783554603	RYDEX OTC INVESTOR CLASS	236.041	\$14.47	\$3,415.51	\$2,008.40
911476208	US GLOBAL RESOURCES	1,335.574	\$11.91	\$15,906.69	\$18,530.31
	COMMON STOCK				
D5736K135	NORDEX AG RERIK SHS AFTER CAP REDUCTION	143.000	\$7.30	\$1,043.90	\$1,548.15
E54667113	GAMESA CORPORACION TECNOLOGICA SA SHS	325.000	\$7.36	\$2,392.00	\$2,384.95
G47791101	INGERSOLL-RAND PLC SHS	11.000	\$47.09	\$517.99	\$0.00
G67828106	ORIGIN AGRITECH LIMITED SHS	100.000	\$10.65	\$1,065.00	\$1,104.19
G7541U107	REXLOT HOLDINGS LTD HKD0.01	10,000.000	\$0.11	\$1,054.00	\$1,047.50
H50430232	LOGITECH INTL SA APPLES NAMEN AKT	50.000	\$18.55	\$927.50	\$1,237.95
K9773J128	VESTAS WIND SYSTEMS AS SHS	60.000	\$31.46	\$1,887.60	\$2,315.99
Y2109Q101	DRYSHIPS INC ISIN #MHY2109Q1017	500.000	\$5.49	\$2,745.00	\$2,507.95
00130H105	AES CORP NFS IS A SPECIALIST	1,825.000	\$12.18	\$22,228.50	\$12,019.05
00206R102	AT&T INC COM	300.000	\$29.38	\$8,814.00	\$2,907.95
007903107	ADVANCED MICRO DEVICES INC	200.000	\$8.18	\$1,636.00	\$4,370.30
00971T101	AKAMAI TECH NFS LLC IS A MARKET	100.000	\$47.05	\$4,705.00	\$4,807.95
013817101	ALCOA INC NFS IS A SPECIALIST	14.768	\$15.39	\$227.28	\$484.10
01535P106	ALEXCO RESOURCE CORP COM	250.000	\$8.19	\$2,047.50	\$935.95
019228402	ALLIED IRISH BANKS PLC ADR	38,500.000	\$0.88	\$33,880.00	\$77,499.35
020520102	ALON USA ENERGY INC COM	1,490.000	\$5.98	\$8,910.20	\$17,833.21
020814208	ALPHATRADE COM NEW	10,000.000	\$0.00	\$10.00	\$64.40
02152E200	ALTERNATIVE ENERGY PARTNERS INC COM NEW	120.000	\$0.80	\$96.00	\$1,192.95
02209S103	ALTRIA GROUP INC NFS LLC IS A	400.000	\$24.62	\$9,848.00	\$8,742.95
02503X105	AMERICAN CAP AGY CORP COM	500.000	\$28.74	\$14,370.00	\$14,586.30
031146103	AMFIL TECHNOLOGIES INC COM	2,000.000	\$0.01	\$16.00	\$829.95
037833100	APPLE COMPUTER INC NFS LLC IS A MARKET	310.000	\$322.56	\$99,993.60	\$13,265.81
049513104	ATMEL CORP NFS LLC IS A MARKET	2,718.000	\$12.32	\$33,485.76	\$32,842.68
055622104	BP PLC SPON ADR REPSNTG	100.000	\$44.17	\$4,417.00	\$5,222.95
057741100	BALDOR ELECTRIC CO	45.000	\$63.04	\$2,836.80	\$1,035.45
060505104	BANK OF AMERICA CORP	250.000	\$13.34	\$3,335.00	\$2,945.45
075896100	BED BATH & BEYOND INC	60.000	\$49.15	\$2,949.00	\$2,222.95
086516101	BEST BUY INC NFS IS A SPECIALIST	707.000	\$34.29	\$24,243.03	\$25,886.59
092533108	BLACKROCK KELSO CAP COORPORATION	4,159.976	\$11.06	\$46,009.33	\$33,281.40
097023105	BOEING CO NFS IS A SPECIALIST	30.000	\$65.26	\$1,957.80	\$2,075.90
126804301	CABELAS INC	150.000	\$21.75	\$3,262.50	\$1,981.95
149123101	CATERPILLAR INC NFS IS A SPECIALIST	10.000	\$93.66	\$936.60	\$825.65

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150934503	CELL THERAPEUTICS INC COM NO PAR	300.000	\$0.37	\$109.50	\$573.60
15117B103	CELLDEX THERAPEUTICS INC NEW COM	8,186.000	\$4.12	\$33,726.32	\$42,042.38
151290889	CEMEX S A SPONS ADR NEW REP	149.000	\$10.71	\$1,595.79	\$2,785.80
156782104	CERNER CORP NFS LLC IS A MARKET	50.000	\$94.74	\$4,737.00	\$4,882.42
169373107	CHINA FD INC	150.000	\$32.50	\$4,875.00	\$5,091.65
16941X105	CHINA SHENGHUO PHARMACEUTICAL HLDGS	1,500.000	\$0.81	\$1,215.00	\$6,533.90
16949Q102	CHINA ORGANIC FERTILIZER INC COM	2.000	\$1.30	\$2.60	\$514.95
171871106	CINCINNATI BELL INC NEW	300.000	\$2.80	\$840.00	\$1,042.95
17285T106	CITADEL BROADCASTING CORP	18.000	\$0.00	\$0.00	\$0.00
172967101	CITIGROUP INC NFS IS A SPECIALIST	250.000	\$4.73	\$1,182.50	\$1,120.45
18383M100	CLAYMORE EXCHANGE TRADED FD TR BNY	70.000	\$46.14	\$3,229.80	\$3,199.91
184499101	CLEAN ENERGY FUELS CORP	3,250.000	\$13.84	\$44,980.00	\$46,072.70
18683K101	CLIFFS NAT RES INC COM	588.016	\$78.01	\$45,871.13	\$9,685.18
191216100	COCA COLA CO NFS IS A SPECIALIST	100.000	\$65.77	\$6,577.00	\$5,357.95
207142308	CONEXANT SYS INC COM NEW	24.000	\$1.63	\$39.12	\$0.00
20825C104	CONOCOPHILLIPS NFS LLC IS A	28.000	\$68.10	\$1,906.80	\$0.00
21248E107	CONVERGENCE ETHANOL INC COM	7.000	\$0.00	\$0.01	\$0.00
22743P100	CROSS ATLANTIC COMMODITIES INC COM	3,400,000.000	\$0.00	\$0.00	\$1,022.40
228227104	CROWN CASTLE INTL CORP	500.000	\$43.83	\$21,915.00	\$3,284.95
23325P104	DNP SELECT INCOME FD INC	16,725.344	\$9.14	\$152,869.64	\$119,429.54
24242R108	DEARBORN BANCORP INC	200.000	\$1.65	\$330.00	\$601.95
249906108	DESCARTES SYS GROUP INC	21.000	\$7.04	\$147.84	\$714.84
25154H756	DEUTSCHE BK AG LON BRH GOLD DOUBLE	250.000	\$7.98	\$1,995.00	\$2,607.95
254687106	DISNEY WALT CO DEL (HOLDING COMPANY)	250.000	\$37.51	\$9,377.50	\$6,472.90
25470M109	DISH NETWORK CORP CL A	210.000	\$19.66	\$4,128.60	\$4,446.00
25659T107	DOLBY LABORATORIES INC CL A	200.000	\$66.70	\$13,340.00	\$4,853.90
260543103	DOW CHEMICAL CO NFS LLC IS A	899.905	\$34.14	\$30,722.76	\$8,213.36
26441C105	DUKE ENERGY CORP NEW COM	100.000	\$17.81	\$1,781.00	\$1,858.53
26613P108	DUPONT DIRECT FINL HLDGS INC	2,000.000	\$0.00	\$0.00	\$2,409.95
278058102	EATON CORP NFS IS A SPECIALIST	24.000	\$101.51	\$2,436.24	\$1,099.83
27874N105	ECHELON CORP NFS LLC IS A MARKET	150.000	\$10.19	\$1,528.50	\$1,017.12
27922P201	ECOSYSTEM CORP COM NEW	1.000	\$0.00	\$0.00	\$0.00
28336L109	EL PASO CORP NFS LLC IS A	200.000	\$13.76	\$2,752.00	\$2,192.95
284131208	ELAN CORP PLC ADR NFS IS A SPECIALIST	50.000	\$5.73	\$286.50	\$1,212.85
291011104	EMERSON ELECTRIC CO	38.000	\$57.17	\$2,172.46	\$1,036.60
30231G102	EXXON MOBIL CORP NFS IS A SPECIALIST	110.000	\$73.12	\$8,043.20	\$7,103.90
305560104	FAIRPOINT COMMUNICATIONS INC	2,500.000	\$0.02	\$57.50	\$1,920.94
313586109	FANNIE MAE NFS IS A SPECIALIST	7,800.000	\$0.30	\$2,340.00	\$5,124.65
336433107	FIRST SOLAR INC COM	9.000	\$130.14	\$1,171.26	\$1,239.36
33734H106	FIRST TR VALUE LINE DIVID INDEX FD SHS	400.000	\$15.09	\$6,036.00	\$5,527.91
345370860	FORD MTR CO DEL COM	1,785.000	\$16.79	\$29,970.15	\$23,926.06
34958T107	FORTRESS FINL GROUP INC WYO COM	75,000.000	\$0.00	\$0.00	\$53.00
35671D857	FREEPORT MCMORAN COPPER & GOLD CL B	50.000	\$120.09	\$6,004.50	\$2,910.95
3622N9103	GS ENVIROSERVICES INC	1,350.000	\$0.02	\$20.25	\$90.90
36467C103	GAMING TRANSACTIONS INC COM	7,546.000	\$0.00	\$0.00	\$5,840.06

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369300108	GENERAL CABLE CORP	45.000	\$35.09	\$1,579.05	\$913.20
369604103	GENERAL ELECTRIC CO NFS IS A SPECIALIST	9,647.722	\$18.29	\$176,456.84	\$145,672.99
37950E788	GLOBAL X FDS GLOBAL X BRAZIL MID CAP ETF	340.000	\$18.49	\$6,286.60	\$6,433.95
38141G104	GOLDMAN SACHS GROUP INC	19.000	\$168.16	\$3,195.04	\$3,050.38
38259P508	GOOGLE INC CL A	8.000	\$593.97	\$4,751.76	\$3,828.80
384802104	GRAINGER W W INC NFS IS A SPECIALIST	15.000	\$138.11	\$2,071.65	\$723.75
40108N106	GUARANTY FINL GROUP INC COM	8,900.000	\$0.01	\$53.40	\$1,797.60
406216101	HALLIBURTON CO HOLDING CO FRMLY	20.000	\$40.83	\$816.60	\$731.35
412822108	HARLEY DAVIDSON INC WISC FMly HARLEY	10.000	\$34.67	\$346.70	\$605.95
423258201	HELI ELECTRONICS CORP COM NEW	50.000	\$2.01	\$100.55	\$257.95
428236103	HEWLETT-PACKARD CO DE	150.000	\$42.10	\$6,315.00	\$5,182.40
437076102	HOME DEPOT INC NFS IS A SPECIALIST	50.000	\$35.06	\$1,753.00	\$2,071.80
438516106	HONEYWELL INTL INC	35.000	\$53.16	\$1,860.60	\$1,045.65
44040E109	HORIYOSHI WORLDWIDE INC COM	5,375.000	\$1.70	\$9,137.50	\$11,126.60
45168J309	IDGLOBAL CORP COM PAR \$0.001	31,315.000	\$0.00	\$0.00	\$664.15
45685B201	INFRARED SYS INTL COM NEW	190.000	\$0.01	\$1.90	\$0.00
45812P107	INTEGRATED SILICON SOLUTION INC	17,884.000	\$8.03	\$143,608.52	\$152,635.25
458140100	INTEL CORP NFS LLC IS A MARKET	130.000	\$21.03	\$2,733.90	\$2,188.90
45821F108	INTEGRATED ENVIRONMENTAL TECH	400.000	\$0.15	\$60.00	\$588.00
459190104	INTERNATIONAL BLDG TECHNOLOGIES GROUP	2,000,000.000	\$0.00	\$0.00	\$1,767.93
459200101	INTL BUSINESS MACH NFS IS A SPECIALIST	50.000	\$146.76	\$7,338.00	\$4,975.95
460146103	INTL PAPER CO NFS IS A SPECIALIST	923.658	\$27.24	\$25,160.44	\$6,258.74
464286400	ISHARES INC MSCI BRAZIL FREE INDEX FU	35.000	\$77.40	\$2,709.00	\$1,669.95
464287234	ISHARES TR MSCI EMERGING MKTS	100.000	\$47.64	\$4,764.20	\$4,050.00
46625H100	J P MORGAN CHASE & CO	20.000	\$42.42	\$848.40	\$809.75
478160104	JOHNSON & JOHNSON NFS IS A SPECIALIST	50.000	\$61.85	\$3,092.50	\$3,010.95
500255104	KOHL'S CORP NFS LLC IS A SPECIAL	50.000	\$54.34	\$2,717.00	\$3,412.20
501044101	KROGER CO NFS LLC IS A	200.000	\$22.36	\$4,472.00	\$4,076.69
502161102	LSI LOGIC CORP NFS IS A SPECIALIST	100.000	\$5.99	\$599.00	\$845.95
517834107	LAS VEGAS SANDS CORP	500.000	\$45.95	\$22,975.00	\$10,686.97
539830109	LOCKHEED MARTIN CORP NFS LLC IS A SPECIAL	100.000	\$69.91	\$6,991.00	\$7,552.80
548661107	LOWES COMPANIES NFS IS A SPECIALIST	20.000	\$25.08	\$501.60	\$489.35
552697104	MDC PARTNERS INC CL A SUB VTG SHS	3,314.965	\$17.27	\$57,249.45	\$46,002.00
573083102	MARTHA STEWART LIVING	100.000	\$4.42	\$442.00	\$3,560.95
585464100	MELCO PBL ENTMT LTD ADR	100.000	\$6.36	\$636.00	\$685.86
62010A105	MOTORS LIQ CO COM	155.000	\$0.09	\$14.11	\$147.72
629491101	NYSE EURONEXT	441.488	\$29.98	\$13,235.81	\$19,667.81
636180101	NATIONAL FUEL GAS CO	104.394	\$65.62	\$6,850.33	\$3,372.74
654106103	NIKE INC CLASS B NFS IS A SPECIALIST	25.000	\$85.42	\$2,135.50	\$2,194.70
667340103	NORTHWEST BANCSHARES INC COM	1,202.262	\$11.78	\$14,160.24	\$10,430.95
677007106	OGLEBAY NORTON CO	3,000.000	\$0.00	\$0.00	\$564.08
682189105	ON SEMICONDUCTOR CRP	211.000	\$9.88	\$2,084.68	\$2,854.90
68619Y105	ORIENS TRAVEL & HOTEL MGMT CORP	5.000	\$0.00	\$0.02	\$130.95
693475105	PNC FINL SVCS GROUP	200.000	\$60.72	\$12,144.00	\$12,280.95
69351T106	PPL CORP	360.607	\$26.32	\$9,491.18	\$10,072.53

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69562K100	PAIN THERAPEUTICS INC	350.000	\$6.75	\$2,362.50	\$2,094.70
69901U207	PARADIGM OIL & GAS INC COM NEW	3,000.000	\$0.33	\$993.00	\$4,177.95
712704105	PEOPLES UTD FINL INC	203.615	\$14.01	\$2,852.65	\$2,830.58
713448108	PEPSICO INC NFS IS A SPECIALIST	25.000	\$65.33	\$1,633.25	\$1,234.70
716768106	PETSMART INC	100.000	\$39.82	\$3,982.00	\$2,932.95
717081103	PFIZER INC NFS IS A SPECIALIST	1,152.476	\$17.51	\$20,179.85	\$22,581.29
727563108	PLASTICON INTL INC COM	100,000.000	\$0.00	\$0.00	\$1,596.00
73935X393	POWERSHARES EXCHANGE TRADED FD TR DYNAMIC	500.000	\$28.98	\$14,490.00	\$14,513.35
73936B200	POWERSHARES DB MULTI SECTOR COMMODITY TR	500.000	\$51.82	\$25,910.00	\$23,437.55
74732Q201	QED CONNECT INC COM NEW	2,000,000.000	\$0.00	\$0.00	\$19,535.15
75962A303	REMOTE DYNAMICS INC COM PAR \$0.0001	10,000,000.000	\$0.00	\$0.00	\$2,953.84
760975102	RESEARCH IN MOTION LTD	300.000	\$58.13	\$17,439.00	\$1,532.73
773903109	ROCKWELL INTL CORP COM NEW	75.000	\$71.71	\$5,378.25	\$3,156.00
78127A309	RUDY NUTRITION COM PAR \$.001	45.000	\$0.00	\$0.00	\$9,435.85
78463V107	SPDR GOLD TR GOLD SHS	125.000	\$138.72	\$17,340.00	\$12,257.18
78464A417	SPDR SER TR LEHMAN HIGH YIELD BD ETF	500.000	\$39.71	\$19,855.00	\$20,231.95
826197501	SIEMENS A G SPON ADR	35.000	\$124.25	\$4,348.75	\$2,040.69
830566105	SKECHERS USA INC	2,000.000	\$20.00	\$40,000.00	\$56,959.08
849109103	SPONGETECH DELIVERY SYS INC COM	660,000.000	\$0.00	\$0.00	\$48,586.26
855244109	STARBUCKS CORP NFS LLC IS A MARKET	140.000	\$32.13	\$4,498.20	\$1,759.35
86800C104	SUNTECH PWR HLDGS CO LTD	100.000	\$8.01	\$801.00	\$1,517.75
868536103	SUPERVALU INC NFS LLC IS A	300.000	\$9.63	\$2,889.00	\$3,097.92
87356M108	TACTICAL AIR DEFENSE SVCS INC COM	2,500.000	\$0.00	\$5.00	\$56.70
87425E103	TALISMAN ENERGY INC	100.000	\$22.19	\$2,219.00	\$1,900.86
87612E106	TARGET CORP NFS IS A SPECIALIST	80.000	\$60.13	\$4,810.40	\$4,693.35
882508104	TEXAS INSTRUMENTS INC	45.000	\$32.50	\$1,462.50	\$1,061.50
883203101	TEXTRON INC	300.000	\$23.64	\$7,092.00	\$5,783.00
888339207	TITANIUM METALS CORP COM NEW	100.000	\$17.18	\$1,718.00	\$1,043.95
892331307	TOYOTA MTRS CORP ADR REPSTG 2 SHRS	10.000	\$78.63	\$786.30	\$861.55
89486N204	TRENDSETTER SOLAR PRODS INC COM NEW	33,400.000	\$0.00	\$100.20	\$994.20
896438306	TRINITY BIOTECH PLC SPON ADR NEW	500.000	\$8.81	\$4,405.00	\$11,083.95
904311107	UNDER ARMOUR INC CL A	60.000	\$54.84	\$3,290.40	\$2,102.10
911312106	UNITED PARCEL SVC INC	20.000	\$72.58	\$1,451.60	\$1,118.55
912318102	UNITED STS NAT GAS FD LP UNIT	500.000	\$5.99	\$2,996.00	\$5,135.95
91232R109	UNITED STS OIL & GAS CORP COM	5,708,761.000	\$0.00	\$17,126.28	\$22,513.88
913017109	UNITED TECHNOLOGIES CORP	150.000	\$78.72	\$11,808.00	\$11,193.40
91913Y100	VALERO ENERGY CORP NFS LLC IS A SPECIAL	15.000	\$23.12	\$346.80	\$1,159.05
92826C839	VISA INC COM CL A	100.714	\$70.38	\$7,088.25	\$9,198.07
92927K102	WABCO HLDGS INC COM	16.000	\$60.93	\$974.88	\$0.00
931142103	WAL-MART STORES INC NFS IS A SPECIALIST	50.000	\$53.93	\$2,696.50	\$2,930.45
939322103	WASHINGTON MUTUAL INC	1,500.000	\$0.06	\$85.50	\$4,509.75
94106L109	WASTE MANAGEMENT INC NFS LLC IS A	100.866	\$36.87	\$3,718.93	\$3,559.45
949746101	WELLS FARGO & CO NEW	500.000	\$30.99	\$15,495.00	\$13,607.06
988498101	YUM! BRANDS INC	200.000	\$49.05	\$9,810.00	\$8,707.95
98956P102	ZIMMER HLDGS INC	25.000	\$53.68	\$1,342.00	\$983.70

LORD CORPORATION SALARIED NON-
EXEMPT EMPLOYEES' SAVINGS AND
RETIREMENT PLAN
SUMMARY OF NET TRUST ASSETS
TOTAL PLAN ASSETS AS OF 12/31/2010

CUSIP #	SECURITY DESCRIPTION	SHARE BALANCE	PRICE	TOTAL MARKET VALUE	HISTORICAL COST
	UNIT				
055630107	BP PRUDHOE BAY RTY TR UNIT BEN INT	280.498	\$126.54	\$35,494.22	\$26,616.61
150185106	CEDAR FAIR L P DEP UNIT	70.000	\$15.16	\$1,061.20	\$1,266.65
26985R104	EAGLE ROCK ENERGY PARTNERS LP UNIT LTD	1,243.439	\$8.82	\$10,967.13	\$4,513.95
315293100	FERRELLGAS PARTNERS L P UNIT LTD PART	2,479.100	\$25.61	\$63,489.75	\$24,427.85
743410102	PROLOGIS TRUST	570.632	\$14.44	\$8,239.93	\$2,711.39
	FIDELITY FUND				
316071109	FIDELITY CONTRAFUND	83.848	\$67.73	\$5,679.03	\$5,025.38
31617R506	FIDELITY FREEDOM 2010	17,200.568	\$13.59	\$233,755.72	\$235,190.00
31617R605	FIDELITY FREEDOM 2020	236.377	\$13.79	\$3,259.64	\$2,911.78
316184100	FIDELITY MAGELLAN	768.866	\$71.67	\$55,104.63	\$47,317.76
316200203	FIDELITY AGGRESSIVE GROWTH	1,099.370	\$20.44	\$22,471.12	\$43,692.38
316343102	FIDELITY OVERSEAS	2,382.026	\$32.48	\$77,368.20	\$121,659.88
316343300	FIDELITY EUROPE	135.789	\$31.32	\$4,252.91	\$5,236.02
316345305	FIDELITY LOW PRICED STOCK	382.730	\$38.38	\$14,689.18	\$13,442.49
316345404	FIDELITY GLOBAL BALANCED	247.825	\$22.30	\$5,526.50	\$5,078.17
	CASH				
316067107	FIDELITY CASH RESERVES	402,438.980	\$1.00	\$402,438.98	\$402,438.98
NET ASSETS :				\$2,699,863.06	



**SALARIED NON-EXEMPT EMPLOYEES'
SAVINGS AND RETIREMENT PLAN**

AUDITED FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009

LORD CORPORATION
SALARIED NON-EXEMPT EMPLOYEES' SAVINGS AND RETIREMENT PLAN
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Independent Auditor's Report

The Investment & Benefits Committee of LORD Corporation

We have audited the accompanying statements of net assets available for benefits of LORD Corporation Salaried Non-Exempt Employees' Savings and Retirement Plan as of December 31, 2010 and 2009, and the related statements of changes in net assets available for benefits for the years then ended. These financial statements are the responsibility of the Plan's management. 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 includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Plan's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the net assets available for benefits of the Plan as of December 31, 2010 and 2009, and the changes in net assets available for benefits for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Our audits were performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental Schedule H, line 4i-Schedule of Assets (Held at End of Year) as of December 31, 2010 is presented for the purpose of additional analysis and is not a required part of the basic financial statements, but is supplementary information required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. The supplemental schedule is the responsibility of the Plan's management. The supplemental schedule has been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

McGill, Power, Bell & Associates, LLP

McGill, Power, Bell & Associates, LLP
Erie, Pennsylvania
August 24, 2011

www.mpbcpa.com

AUDITED FINANCIAL STATEMENTS

LORD CORPORATION**SALARIED NON-EXEMPT EMPLOYEES' SAVINGS AND RETIREMENT PLAN****STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS****DECEMBER 31, 2010 AND 2009**

	<u>2010</u>	<u>2009</u>
ASSETS		
INVESTMENTS - AT FAIR VALUE (Notes C and D)		
Registered Investment Company Funds	\$ 57,602,226	\$ 48,712,903
Plan Interest in LORD Corporation Master Savings Trust (Note E)	20,415,975	15,643,377
Collective Investment Trust (Note F)	15,508,566	16,286,727
Common Stocks	1,639,682	1,316,171
Other Investments	119,252	64,331
Cash Equivalents	<u>402,439</u>	<u>424,700</u>
Total Investments	95,688,140	82,448,209
RECEIVABLES		
Notes Receivable from Participants	2,535,302	2,503,357
Participant Contributions	85,852	81,814
Employer Contribution (Note G)	<u>941,533</u>	<u>644,704</u>
	3,562,687	3,229,875
NET ASSETS AVAILABLE FOR BENEFITS	99,250,827	85,678,084
Adjustment from Fair Value to Contract Value for Interest in Collective Trust relating to Fully Benefit-Responsive Investment Contracts (Note F)	<u>(153,137)</u>	<u>204,628</u>
TOTAL NET ASSETS AVAILABLE FOR BENEFITS	<u>\$ 99,097,690</u>	<u>\$ 85,882,712</u>

See Accompanying Notes.

LORD CORPORATION**SALARIED NON-EXEMPT EMPLOYEES' SAVINGS AND RETIREMENT PLAN****STATEMENTS OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS****FOR THE YEARS ENDED DECEMBER 31, 2010 AND 2009**

	<u>2010</u>	<u>2009</u>
ADDITIONS TO NET ASSETS ATTRIBUTED TO:		
INVESTMENT INCOME		
Net Appreciation in Fair Value of Investments <i>(Note C)</i>	\$ 5,349,137	\$ 10,479,419
Plan Interest in LORD Corporation Master Savings Trust	6,073,631	3,673,881
Interest and Dividends	<u>1,693,426</u>	<u>1,539,429</u>
	13,116,194	15,692,729
CONTRIBUTIONS		
Participant	2,453,594	2,364,426
Employer <i>(Note G)</i>	<u>3,630,514</u>	<u>3,211,680</u>
	<u>6,084,108</u>	<u>5,576,106</u>
Total Additions	19,200,302	21,268,835
DEDUCTIONS FROM NET ASSETS ATTRIBUTED TO:		
Benefits Paid to Participants	5,736,431	3,911,792
Administrative Expenses	<u>24,036</u>	<u>37,681</u>
Total Deductions	<u>5,760,467</u>	<u>3,949,473</u>
NET INCREASE PRIOR TO TRANSFERS	13,439,835	17,319,362
Transfers - Between LORD Corporation Plans	<u>(224,857)</u>	<u>(19,264)</u>
NET INCREASE	13,214,978	17,300,098
NET ASSETS AVAILABLE FOR BENEFITS		
BEGINNING OF YEAR	<u>85,882,712</u>	<u>68,582,614</u>
END OF YEAR	<u><u>\$ 99,097,690</u></u>	<u><u>\$ 85,882,712</u></u>

See Accompanying Notes.

LORD CORPORATION

SALARIED NON-EXEMPT EMPLOYEES' SAVINGS AND RETIREMENT PLAN NOTES TO FINANCIAL STATEMENTS

NOTE A DESCRIPTION OF THE PLAN AND BENEFITS

The Plan is a defined contribution plan that is designed to provide an incentive for eligible employees to save for retirement by deferring a basic employee contribution, and acquiring matching contributions from LORD Corporation under the conditions and limitations set forth in the Plan. Effective January 1, 2005, an employer defined contribution component was added. It is subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA). Participants should refer to the Plan agreement for a more comprehensive description of the Plan's provisions.

Employee Contributions

Annually, participants may contribute up to 25 percent of pretax annual compensation, as defined in the Plan. Participants who are at least 50 years of age are permitted to make "catch-up" contributions. During both 2010 and 2009, the maximum allowed catch-up contributions per participant were \$5,500. Additional after-tax voluntary employee contributions are no longer permitted by the Plan. The Plan allows for rollovers from other Plans. Effective January 15, 2010, the Plan increased the automatic enrollment percentage for eligible new employees from the initial 3% deferral percentage to 5%.

Investment of Employee Contributions

Employee contributions are invested in one or more investment funds administered by a qualified investment manager (Fidelity Institutional Retirement Services Company, Boston, Massachusetts). Additionally, participants can choose to invest outside these selected funds through the Fidelity BrokerageLink® Account, which is a brokerage account for retirement portfolios. The employee determines the percentage allocation of his or her contribution between funds and may change his or her selection on a daily basis. The investment selection of a participant applies uniformly to all of his/her accounts.

Company Matching Contributions

Effective January 1, 2009, company match contributions are made solely at the discretion of the President of the Plan Sponsor. Unless communicated in writing to each participant eligible to make basic contributions in the Plan as soon as administratively practicable after the determination has been made, the Company shall make matching contributions, which aggregated with the Employer's share of forfeitures, shall equal 40% of the first 5% of compensation contributed to the Plan in the form of basic employee contributions for each participant, determined on the basis of each pay period, for the relevant six month period. Matching contributions, other than deemed made from Employer securities held in trust from terminated members, are made in Employer securities.

Employer Defined Contributions

Effective January 1, 2005, an employer defined contribution component, consisting of employer contributions for those employees who were covered under the LORD Corporation Salaried Employees' Pension Plan which was generally frozen effective December 31, 2004 (or who would have been covered under such pension plan if participation therein had not been frozen), was added to this Plan. Following each payroll period the Company contributes this Retirement Investment Contribution to eligible employees based on the participant's age at the beginning of the payroll period.

LORD CORPORATION

SALARIED NON-EXEMPT EMPLOYEES' SAVINGS AND RETIREMENT PLAN NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE A DESCRIPTION OF THE PLAN AND BENEFITS (CONTINUED)

Employer Defined Contributions (Continued)

The Retirement Investment Contribution is determined as follows:

<u>Age as of Beginning of Payroll Period</u>	<u>Percentage of Eligible Earnings</u>
Under age 30	3.0%
30 - 39 years	4.0%
40 - 49 years	5.5%
Age 50 and over	8.5%

Employer Retiree Medical Contributions

Effective July 1, 2008, the Plan was amended to permit additional employer contributions for the advance cash equivalent of the previous retiree medical accrued benefit. The cash-out contribution is paid on behalf of eligible participants with 5 years of cash-out contribution years of service at December 31, 2007. The preliminary cash-out contribution amount is determined using an age based multiplier times the participant's years of service. An additional amount is calculated for those participants over age 50 and with over 20 years of cash-out contribution years of service as of December 31, 2007.

Conversion Out of LORD Corporation Stock

Fully vested employees can cash out a portion of their LORD stock and invest in any of the investment options offered by the Plan. This conversion option is permitted semi-annually. Stock may be converted in amounts up to 20% of the total shares owned. Whenever the shares of Employer stock held is ten shares or less, only 100% of such shares can be liquidated. Effective October 1, 2005, LORD stock held in an account of a terminated employee follows mandatory liquidation procedures not to extend beyond a 5 year period.

Participant Accounts

Each participant's account is credited with the participant's contribution and allocations of (a) the Company's contribution and (b) Plan earnings, and charged with an allocation of administrative expenses, if any. Forfeited balances of terminated participants' non-vested accounts are used to reduce future Company contributions. The benefit to which a participant is entitled is the benefit that can be provided from the participant's vested account.

Withdrawals

Employee basic contributions may be withdrawn under specified conditions only for hardships, as defined in the Plan. Any participant who ceases to be an employee is not eligible for such hardship withdrawals. At any time after the employee attains age 59½, he or she may make a partial or full withdrawal of vested amounts in plan accounts, other than that portion of his/her vested accrued benefit attributable to Retirement Investment Contributions.

LORD CORPORATION

SALARIED NON-EXEMPT EMPLOYEES' SAVINGS AND RETIREMENT PLAN NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE A DESCRIPTION OF THE PLAN AND BENEFITS (CONTINUED)

Vesting

Participants are always 100% vested in their basic, rollover and voluntary contribution accounts, plus earnings thereon; and become 100% vested in the value of their Company matching contribution and retirement investment contribution accounts in the event of death, disability, or upon attaining age 65 or the early retirement date. Otherwise, vesting in their Company matching contribution account is determined on the basis of 20% for each full year of employment and the participant's vested percentage in his/her retirement investment contribution account is 100% cliff-vested after 5 of more years of service.

Automatic Rollovers

Effective March 1, 2005, if a participant's vested Accrued Benefit exceeds \$1,000 but does not exceed \$5,000, this benefit is payable to the participant prior to his/her normal retirement date without his/her consent. If the participant does not elect to have this benefit rolled over to an eligible retirement plan or paid directly to themselves, the Plan administrator will direct an automatic rollover to an individual retirement plan designated by the Plan administrator in accordance with IRC §7701(a)(37).

Payment of Benefits

Upon retirement, disability, or death, the participant's accrued benefit may be rolled over to an eligible retirement plan or paid to the employee or his/her beneficiary in cash installments, in a lump sum or as a partial payout amount with the remainder payable in cash installments. If the employee terminates employment for any reason other than retirement, disability, or death, he or she may receive a roll over to an eligible retirement plan or lump sum payment or cash installment distributions of 100% of his/her basic and voluntary contributions, including investment earnings, plus the vested percentage of the Company matching and retirement investment contributions accounts.

Participant Loans

Participants may borrow from their basic contribution and rollover accounts a minimum of \$1,000 up to a maximum equal to the lesser of \$50,000 or 50 percent of their account balance. Loan transactions are treated as transfers between the investment funds and the participant's Loan Fund. Loan terms may not exceed 5 years. The loans are secured by the balance in the participant's account and bear interest at rates that range from 4 % to 9.5%, which are commensurate with local prevailing rates in effect at the loan origination date. Principal and interest are paid ratably through payroll deductions or direct payments.

Forfeited Accounts

At December 31, 2010 and 2009, forfeited non-vested accounts totaled \$75,750 and \$273,744, respectively. During 2010 and 2009, amounts forfeited from accounts totaled \$102,476 and \$310,339, respectively. These accounts will be used to reduce future employer matching contributions and retirement investment contributions first, with remaining forfeitures, if any, used to reduce Plan expenses. In 2010 and 2009, employer contributions were reduced by \$305,149 and \$110,021, respectively, from forfeited non-vested accounts. If a participant terminates his/her employment and is rehired by the Employer prior to the date he/she would incur his/her 5th consecutive break in service, any amounts previously forfeited are restored by the Company, if the participant repays to the Plan the entire amount which was distributed following his/her termination.

LORD CORPORATION

SALARIED NON-EXEMPT EMPLOYEES' SAVINGS AND RETIREMENT PLAN NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE A DESCRIPTION OF THE PLAN AND BENEFITS (CONTINUED)

Stock Rights

Any Employer stock received as a stock dividend, or a stock split, or as a result of a reorganization of the Employer shall be allocated to the Employer securities to which they are attributable. Any cash dividends received on Employer stock are allocated to the participant's Employer Securities Dividend Account and invested pursuant to their direction.

NOTE B SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the Plan are prepared under the accrual basis of accounting.

Investment contracts held by a defined-contribution plan are required to be reported at fair value. However, contract value is the relevant measurement attribute for that portion of the net assets available for benefits of a defined-contribution plan attributable to fully benefit-responsive investment contracts because contract value is the amount participants would receive if they were to initiate permitted transactions under the terms of the Plan. The Statement of Net Assets Available for Benefits presents the fair value of the investment contracts as well as the adjustment of the fully benefit-responsive investment contracts from fair value to contract value. The Statement of Changes in Net Assets Available for Benefits is prepared on a contract value basis.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and changes therein, and disclosure of contingent assets and liabilities. Actual results could differ from those estimates.

Investment Valuation and Income Recognition

The Plan's investments are stated at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. See *Note D* for a discussion of fair value measurements.

Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date. Net appreciation includes the Plan's gains and losses on investments bought and sold as well as held during the year.

Notes Receivable from Participants

Notes receivable from participants are measured at their unpaid principal balance plus any accrued but unpaid interest. Delinquent participant loans are reclassified as distributions based upon the terms of the Plan document.

Payment of Benefits

Benefits are recorded when paid.

Investment and Administrative Expenses

Some expenses are paid by the Plan Sponsor outside of the Plan.

LORD CORPORATION

SALARIED NON-EXEMPT EMPLOYEES' SAVINGS AND RETIREMENT PLAN NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE B SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Subsequent Events

The Plan has evaluated subsequent events through August 24, 2011, the date the financial statements were available to be issued.

Reclassification

Certain 2009 amounts have been reclassified in the financial statements in order for them to provide comparable presentation between years.

NOTE C INVESTMENTS

The following presents investments that represent 5 percent or more of the Plan's net assets in either year.

	<u>2010</u>	<u>2009</u>
<i>Participant - Directed Funds-</i>		
Fidelity Freedom 2015 Fund	7,355,231	5,998,502
Fidelity Freedom 2020 Fund	7,265,161	5,806,635
Growth Fund of America	5,854,737	5,604,998
Hartford Capital Appreciation Fund IB	5,119,140	4,539,739
Fidelity Managed Income Portfolio II *	15,355,429	16,491,355
<i>Nonparticipant - Directed Funds-</i>		
Plan Interest in LORD Corporation Master Savings Trust	20,415,975	15,643,377

* This amount represents contract value for this investment.

During the years ended December 31, 2010 and 2009, the Plan's investments (including gains and losses on investments bought and sold, as well as held during the years) appreciated (depreciated) in value by \$5,349,137 and \$10,479,419, respectively, as follows:

	<u>2010</u>	<u>2009</u>
Registered Investment Company Funds	\$ 5,203,598	\$ 10,053,267
Common Stock	115,344	401,577
Limited Partnerships - Publically Traded	<u>30,195</u>	<u>24,575</u>
Total Appreciation	<u>\$ 5,349,137</u>	<u>\$ 10,479,419</u>

NOTE D FAIR VALUE MEASUREMENTS

Financial Accounting Standards Board (FASB) *Accounting Standards Codification* (ASC) 820, *Fair Value Measurements and Disclosures*, provides a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements).

LORD CORPORATION

SALARIED NON-EXEMPT EMPLOYEES' SAVINGS AND RETIREMENT PLAN NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE D FAIR VALUE MEASUREMENTS (CONTINUED)

The three levels of the fair value hierarchy under this framework are described as follows:

Level 1

Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the plan has the ability to access.

Level 2

Inputs to the valuation methodology include -

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability; and
- inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3

Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at December 31, 2010 and 2009.

Registered Investment Company Funds (Mutual Funds): Valued at the net asset value (NAV) of shares held by the plan at year end.

Plan Interest in LORD Corporation Master Savings Trust: See Note E for description of valuation methodology.

Collective Investment Trust: Valued at fair value by discounting the related cash flows based on current yields of similar instruments with comparable durations considering the credit-worthiness of the issuer (*Note F*). Additional investments purchased through the BrokerageLink® investment option include the following additional types of investments:

Common Stocks: Valued at the closing price reported on the New York Stock Exchange.

Real Estate Investment Trusts and Publically Traded Limited Partnership Interests: Valued at the NAV traded closest to year-end for units held, adjusted for activity between the trading date and the valuation date, if deemed appropriate.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Plan believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

LORD CORPORATION

SALARIED NON-EXEMPT EMPLOYEES' SAVINGS AND RETIREMENT PLAN NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE D FAIR VALUE MEASUREMENTS (CONTINUED)

The following tables sets forth by level, within the fair value hierarchy, the Plan's assets at fair value as of December 31, 2010 and 2009:

Assets at Fair Value as of December 31, 2010

	Level 1	Level 2	Level 3	Total
Mutual Funds:				
Blend Equity Funds	\$ 7,430,556	\$ -	\$ -	\$ 7,430,556
Growth Equity Funds	6,328,898	-	-	6,328,898
Value Equity Funds	6,086,558	-	-	6,086,558
Index Funds	3,925,237	-	-	3,925,237
Target Date Funds	29,446,653	-	-	29,446,653
International Funds	2,449,555	-	-	2,449,555
Income Funds	1,396,279	-	-	1,396,279
Brokerage Account Holdings	538,490	-	-	538,490
Cash Equivalents	402,439	-	-	402,439
Collective Investment Trust	-	15,508,566	-	15,508,566
Plan Interest in LORD Corporation				
Master Savings Trust	-	-	20,415,975	20,415,975
Common Stocks	1,639,682	-	-	1,639,682
Real Estate Investment Trusts	43,734	-	-	43,734
Limited Partnerships-Publically				
Traded	-	75,518	-	75,518
Totals	<u>\$ 59,688,081</u>	<u>\$ 15,584,084</u>	<u>\$ 20,415,975</u>	<u>\$ 95,688,140</u>

Assets at Fair Value as of December 31, 2009

	Level 1	Level 2	Level 3	Total
Mutual Funds:				
Blend Equity Funds	\$ 6,572,055	\$ -	\$ -	\$ 6,572,055
Growth Equity Funds	5,729,783	-	-	5,729,783
Value Equity Funds	4,993,620	-	-	4,993,620
Index Funds	3,453,584	-	-	3,453,584
Target Date Funds	24,385,004	-	-	24,385,004
International Funds	2,427,277	-	-	2,427,277
Income Funds	679,199	-	-	679,199
Brokerage Account Holdings	472,381	-	-	472,381
Cash Equivalents	424,700	-	-	424,700
Collective Investment Trust	-	16,286,727	-	16,286,727

LORD CORPORATION

SALARIED NON-EXEMPT EMPLOYEES' SAVINGS AND RETIREMENT PLAN NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE D FAIR VALUE MEASUREMENTS (CONTINUED)

Assets at Fair Value as of December 31, 2009 (Continued)

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Plan Interest in LORD Corporation				
Master Savings Trust	-	-	15,643,377	15,643,377
Common Stocks	1,316,171	-	-	1,316,171
Real Estate Investment Trusts	8,179	-	-	8,179
Limited Partnerships-Publically				
Traded	-	56,152	-	56,152
Totals	<u>\$ 50,461,953</u>	<u>\$ 16,342,879</u>	<u>\$ 15,643,377</u>	<u>\$ 82,448,209</u>

Level 3 Gains and Losses

The following table sets forth a summary of changes in the fair value of the Plan's level 3 assets for the years ended December 31, 2010 and 2009.

	<i>Level 3 Assets</i>	
	<u>2010</u>	<u>2009</u>
Plan Interest in LORD Corporation Master Savings Trust,		
Beginning of Year	\$ 15,643,377	\$ 12,987,183
Realized Gains/Losses	787,359	495,481
Unrealized Gains/Losses - Plan Interest still held at the reporting date	4,717,594	2,657,664
Purchases, Sales, Issuances, and Settlements (Net)	<u>(732,355)</u>	<u>(496,951)</u>
Balance, End of Year	<u>\$ 20,415,975</u>	<u>\$ 15,643,377</u>

The amount of total gains or losses for the period attributable to the change in unrealized gains or losses relating to assets still held at the reporting date

\$ 4,717,594 \$ 2,657,664

NOTE E INVESTMENT IN LORD CORPORATION MASTER SAVINGS TRUST

The Plan is a participant in the LORD Corporation Master Savings Trust. The Trust was created for the purpose of receiving, holding, investing, and disbursing the assets of the employee savings plans sponsored by LORD Corporation. The assets of the Master Savings Trust are held by PNC Bank (Trustee).

The sole investment in the LORD Corporation Master Savings Trust is shares of LORD Corporation Paired Class B Common Stock and Class C Preferred Stock which is valued semi-annually by an independent valuation specialist. Although the income, cost and market valuation approaches are considered, emphasis is placed on the market approach (guideline company methodology) with an adjustment for a discount for lack of marketability. The Plan's interest in the Master Trust is based on shares held at the beginning of the year plus shares for current year contributions and earnings less distributions. At December 31, 2010 and 2009, the Plan's interest in the net assets of the Master Savings Trust was 31.96% and 31.91%, respectively.

LORD CORPORATION

SALARIED NON-EXEMPT EMPLOYEES' SAVINGS AND RETIREMENT PLAN NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE E INVESTMENT IN LORD CORPORATION MASTER SAVINGS TRUST (CONTINUED)

The Master Savings Trust has the following investments,
at estimated fair market value at December 31,

	<u>2010</u>	<u>2009</u>
LORD Corporation Paired Class B Common Stock - Class C Preferred Stock	<u>\$ 63,880,787</u>	<u>\$ 49,018,824</u>

Investment income for the Master Savings Trust
for the years ended December 31,

Net Appreciation in Fair Value of Investments	\$ 17,182,909	\$ 9,952,056
LORD Stock Dividend	<u>1,778,890</u>	<u>1,631,645</u>
Total Investment Income	<u>\$ 18,961,799</u>	<u>\$ 11,583,701</u>

Dividends on LORD Corporation stock are deposited in cash to each participant's account in the same allocation mix as employee contributions.

Investment income relating to the Master Savings Trust is allocated to the individual plans based upon shares of LORD paired Class B common stock - Class C preferred stock allocated to each plan. The Master Savings Trust is reported on a cash basis. Accrued investment income is reflected on the financial statements for each plan. All other changes in net assets available for benefits are specifically identified and are allocated to each plan. Accordingly, contributions, benefits paid to participants and transfers are all reflected on the financial statements for each plan.

NOTE F COLLECTIVE INVESTMENT TRUST

The Plan holds units in a fully benefit-responsive collective investment trust, titled the Fidelity Managed Income Portfolio II, which invests in and retains ownership of a pool of fixed income securities. These securities are wrapped by a synthetic investment contract issued by a bank or insurance company that insures that participant initiated withdrawals from the stable value fund will be paid at contract value. Wrap contracts are designed to allow a stable value fund to maintain a constant Net Asset Value (NAV) and to protect the fund in extreme circumstances.

As described in Note B, because the collective investment trust is fully benefit-responsive, contract value is the relevant measurement attribute for that portion of the net assets available for benefits attributable to the collective investment trust. The trust is presented on the face of the Statements of Net Assets Available for Benefits at fair value with an adjustment to contract value in arriving at net assets available for benefits. Contract value represents contributions made under the contract, plus earnings, less participant withdrawals and administrative expenses. Participants may ordinarily direct the withdrawal or transfer of all or a portion of their investment at contract value.

The fair value of the collective trust at December 31, 2010 and 2009 was \$15,508,566 and \$16,286,727, respectively. The crediting interest rate (contract value spot yield) for 2010 and 2009 was 1.82% and 1.53%, respectively, which is adjusted annually and is guaranteed to not drop below zero. The average yield earned by the Plan (market value spot yield) was 2.25% and 2.74% in 2010 and 2009, respectively.

LORD CORPORATION

SALARIED NON-EXEMPT EMPLOYEES' SAVINGS AND RETIREMENT PLAN NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE F COLLECTIVE INVESTMENT TRUST (CONTINUED)

Certain events limit the ability of the Plan to transact at contract value with the issuer. Such events include the following: (1) amendments to the plan documents (including complete or partial plan termination or merger with another plan), (2) changes to the plan's prohibition on competing investment options or deletion of equity wash provisions, (3) bankruptcy of the plan sponsor or other plan sponsor events (for example, divestitures or spin-offs of a subsidiary) that cause a significant withdrawal from the plan, or (4) the failure of the trust to qualify for exemption from federal income taxes or any required prohibited transaction exemption under ERISA. The Plan administrator does not believe that any events which would limit the Plan's ability to transact at contract value with participants are probable of occurring.

NOTE G NONPARTICIPANT - DIRECTED INVESTMENTS

Information about the net assets and the significant components of the changes in net assets relating to the nonparticipant-directed investments is as follows:

	<u>2010</u>	<u>2009</u>
Net Assets, at December 31:		
Plan Interest in LORD Corporation Master Savings Trust	\$ 20,415,975	\$ 15,643,377
Employer Contribution Receivable, (non-cash)	<u>838,572</u>	<u>551,274</u>
	<u>\$ 21,254,547</u>	<u>\$ 16,194,651</u>
Changes in Net Assets, for the Years Ended December 31:		
Contributions, (non-cash)	\$ 1,136,475	\$ 839,945
Plan Interest in LORD Corporation Master Savings Trust	6,073,631	3,673,881
Benefits Paid to Participants	(811,333)	(470,839)
Transfers to Other Plans	(51,078)	(24,393)
Transfers to Participant-Directed Investments	<u>(1,287,799)</u>	<u>(1,311,169)</u>
	<u>\$ 5,059,896</u>	<u>\$ 2,707,425</u>

NOTE H TAX STATUS

The Internal Revenue Service has determined and informed the Company by a letter dated October 31, 2007, that the Plan and related trust are designed in accordance with applicable sections of the Internal Revenue Service Code. (IRC). Although the Plan has been restated to incorporate prior amendments since receiving the determination letter, the Plan administrator and the Plan's tax counsel believe that the Plan is designed and is currently being operated in compliance with the applicable requirements of the IRC.

Accounting principles generally accepted in the United States of America require Plan management to evaluate tax positions taken by the Plan and recognize a tax liability (or asset) if the organization has taken an uncertain position that more likely than not would not be sustained upon examination by various taxing authorities. The Plan administrator has analyzed the tax positions taken by the Plan, and has concluded that as of December 31, 2010, there are no uncertain positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the financial statements. The Plan is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. The Plan administrator believes it is no longer subject to income tax examinations for years prior to 2007.

LORD CORPORATION

SALARIED NON-EXEMPT EMPLOYEES' SAVINGS AND RETIREMENT PLAN

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE I RELATED-PARTY TRANSACTIONS

Certain Plan investments are shares of mutual funds managed by Fidelity of Boston, which is the trustee as defined by the Plan and, therefore, these transactions qualify as party-in-interest transactions. Direct fees paid by the Plan for administrative services amounted to \$24,036 and \$37,681 for the years ended December 31, 2010 and 2009, respectively. Indirect fees paid for investment management and other eligible services are netted in the return on investments.

NOTE J TERMINATION PRIORITIES

While there is no present intent to terminate the plan, should such a termination occur, and the Employer's operations continue, the Fund shall continue to be held for distribution in precisely the same manner as set forth in Section 6 (Distributions) of the Plan. If the Plan is terminated and the Employer dissolves or ceases operation, the Fund shall be held for distribution by the Trustee who shall distribute to the Members then participating in the Fund, the full amount standing to their credit, less the administrative costs to the trustee for such distribution, in accordance with the methods specified in Section 6 of the Plan.

NOTE K RISKS AND UNCERTAINTIES

The Plan invests in various investments that are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investments, it is at least reasonably possible that changes in the values of investments will occur in the near term and that such changes could materially affect participants' account balances and the amounts reported in the statement of net assets available for benefits.

NOTE L RECONCILIATION OF FINANCIAL STATEMENTS TO FORM 5500

The following is a reconciliation of net assets available for benefits per the financial statements at December 31, 2010 and 2009 to Form 5500:

	<u>2010</u>	<u>2009</u>
Net Assets Available for Benefits –		
Per the Financial Statements	\$ 99,097,690	\$ 85,882,712
Less – Cumulative Deemed Distributions		
(Removed from Notes Receivable from Participants)	(76,945)	(76,945)
Adjustment from Contract Value to Fair Value		
for Interest in Collective Trust relating to		
Fully Benefit-Responsive Investment Contracts	<u>153,137</u>	<u>(204,628)</u>
Per Form 5500	<u>\$ 99,173,882</u>	<u>\$ 85,601,139</u>

LORD CORPORATION

SALARIED NON-EXEMPT EMPLOYEES' SAVINGS AND RETIREMENT PLAN

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE L RECONCILIATION OF FINANCIAL STATEMENTS TO FORM 5500 (CONTINUED)

The following are reconciliations of additions to and deductions from net assets per the financial statements for the year ended December 31, 2010 to amounts reported on Form 5500:

	<u>2010</u>
Total Additions - Per the Financial Statements	\$ 19,200,302
Adjustment from Contract Value to Fair Value for Interest in Collective Trust relating to Fully Benefit-Responsive Investment Contracts	<u>357,765</u>
Total Income per 5500	<u>\$ 19,558,067</u>

SUPPLEMENTAL INFORMATION

LORD CORPORATION**SALARIED NON-EXEMPT EMPLOYEES' SAVINGS AND RETIREMENT PLAN****EIN #25-0626921 PLAN #003****SCHEDULE OF ASSETS (HELD AT END OF YEAR), SCHEDULE H, LINE 4i****DECEMBER 31, 2010**

<u>(a)</u>	<u>(b) Identity</u>	<u>(c) Description</u>	<u>Shares</u>	<u>(e) Current Value</u>
	Registered Investment Company Funds -			
	Hartford Mutual Funds	Capital Appreciation Fund IB	121,884.292	\$ 5,119,140
*	Fidelity Management Trust Co.	Spartan Extended Market Index Fund	16,214.931	618,924
*	Fidelity Management Trust Co.	Freedom 2005 Fund	73,909.996	798,967
*	Fidelity Management Trust Co.	Freedom 2010 Fund	223,976.654	3,043,843
*	Fidelity Management Trust Co.	Freedom 2015 Fund	648,609.996	7,355,231
*	Fidelity Management Trust Co.	Freedom 2020 Fund	526,842.722	7,265,161
*	Fidelity Management Trust Co.	Freedom 2025 Fund	414,181.449	4,771,370
*	Fidelity Management Trust Co.	Freedom 2030 Fund	172,960.083	2,381,660
*	Fidelity Management Trust Co.	Freedom 2035 Fund	120,792.570	1,385,491
*	Fidelity Management Trust Co.	Freedom 2040 Fund	305,234.674	2,444,930
*	Fidelity Management Trust Co.	Freedom Income Fund	29,182.390	329,177
*	Fidelity Management Trust Co.	Spartan International Index Fund	73.088	2,571
*	Fidelity Management Trust Co.	Diversified International Fund K	2,662.341	80,190
	PIMCO	Total Return Admiral Fund	98,350.422	1,067,102
	Morgan Stanley	Mid Cap Growth Fund I	8,867.029	331,184
	The Vanguard Group, Inc.	Institutional Index Fund	20,097.524	2,311,416
	PrudentialMutual Fund Services, LLC	Small Company Fund Z	6,747.354	142,977
	Ridgeworth Funds	Mid Cap Value Fund I	108,702.477	1,290,298
	Eaton Vance Mutual Funds	Large Cap Value Fund I	241,671.120	4,415,331
	Harbor Services Group, Inc.	Harbor International Investors Fund	39,446.565	2,366,794
	The Vanguard Group, Inc.	Total Bond Market Institutional Fund	299,622.072	3,175,994
	The Vanguard Group, Inc.	Small Cap Index Investors Fund	3,750.173	130,319
	Dreyfus -MBSC Securities	Small Cap Value Fund	16,540.552	380,929
	American Funds Service Company	Growth Fund of America R4	193,929.663	5,854,737
	BrokerageLink® Accounts **	Mutual Funds	N/A	<u>538,490</u>
	Total Registered Investment Company Funds			57,602,226
	Collective Investment Trust			
*	Fidelity Management Trust Co.	Managed Income Portfolio II ***	15,355,429.130	15,508,566
	BrokerageLink® Accounts **	Common Stocks	N/A	1,639,682
	BrokerageLink® Accounts **	Real Estate Investment Trusts	N/A	43,734
	BrokerageLink® Accounts **	Limited Partnerships-Publically Traded	N/A	75,518
*	BrokerageLink® Accounts **	Fidelity Cash Reserve	N/A	402,439
*	PNC Bank	Plan Interest in LORD Corporation Master Savings Trust		20,415,975
*	Notes Receivable from Participants	Interest rates - 4% to 9.5%	N/A	<u>2,535,302</u>
	TOTAL INVESTMENTS			<u>\$ 98,223,442</u>
*	Party-in-interest			
**	Total BrokerageLink® Accounts			<u>\$ 2,699,863</u>
***	Contract value is \$15,355,429			

(d) Cost column is not shown since investments are participant-directed.

LORD CORPORATION SALARIED NON-
EXEMPT EMPLOYEES' SAVINGS AND
RETIREMENT PLAN
SUMMARY OF NET TRUST ASSETS
TOTAL PLAN ASSETS AS OF 12/31/2010

CUSIP #	SECURITY DESCRIPTION	SHARE BALANCE	PRICE	TOTAL MARKET VALUE	HISTORICAL COST
	EXTERNAL FUND				
018919456	ALLIANZ RCM GLOBAL HEALTHCARE FD CL D	638.953	\$26.17	\$16,721.40	\$18,452.57
203042205	COMMONWEALTH NEW ZEALAND	101.256	\$10.45	\$1,058.13	\$1,019.43
337941108	FIRSTHAND TECHNOLOGY VALUE	340.149	\$28.58	\$9,721.46	\$5,152.29
471023200	JANUS GROWTH AND INCOME	149.722	\$30.56	\$4,575.50	\$5,903.06
471023309	JANUS WORLDWIDE	52.274	\$46.57	\$2,434.40	\$3,740.82
471023671	JANUS GLOBAL LIFE SCIENCES	1,276.630	\$23.24	\$29,668.88	\$24,665.39
471023747	JANUS CORE EQUITY FUND	172.610	\$21.08	\$3,638.62	\$3,951.21
561717661	MANAGERS FREMONT MICRO-CAP FUND	324.723	\$37.41	\$12,147.89	\$12,150.43
577130206	MATTHEWS ASIAN GROWTH & INCOME FUND	598.570	\$18.04	\$10,798.20	\$8,104.92
704223106	PAX WORLD BALANCED INDIVIDUAL INV CL	136.035	\$22.36	\$3,041.74	\$2,732.73
749255253	BOSTON PARTNERS LONG SHORT EQUITY FD	169.837	\$19.16	\$3,254.08	\$2,753.85
783554603	RYDEX OTC INVESTOR CLASS	236.041	\$14.47	\$3,415.51	\$2,008.40
911476208	US GLOBAL RESOURCES	1,335.574	\$11.91	\$15,906.69	\$18,530.31
	COMMON STOCK				
D5736K135	NORDEX AG RERIK SHS AFTER CAP REDUCTION	143.000	\$7.30	\$1,043.90	\$1,548.15
E54667113	GAMESA CORPORACION TECNOLOGICA SA SHS	325.000	\$7.36	\$2,392.00	\$2,384.95
G47791101	INGERSOLL-RAND PLC SHS	11.000	\$47.09	\$517.99	\$0.00
G67828106	ORIGIN AGRITECH LIMITED SHS	100.000	\$10.65	\$1,065.00	\$1,104.19
G7541U107	REXLOT HOLDINGS LTD HKD0.01	10,000.000	\$0.11	\$1,054.00	\$1,047.50
H50430232	LOGITECH INTL SA APPLES NAMEN AKT	50.000	\$18.55	\$927.50	\$1,237.95
K9773J128	VESTAS WIND SYSTEMS AS SHS	60.000	\$31.46	\$1,887.60	\$2,315.99
Y2109Q101	DRYSHIPS INC ISIN #MHY2109Q1017	500.000	\$5.49	\$2,745.00	\$2,507.95
00130H105	AES CORP NFS IS A SPECIALIST	1,825.000	\$12.18	\$22,228.50	\$12,019.05
00206R102	AT&T INC COM	300.000	\$29.38	\$8,814.00	\$2,907.95
007903107	ADVANCED MICRO DEVICES INC	200.000	\$8.18	\$1,636.00	\$4,370.30
00971T101	AKAMAI TECH NFS LLC IS A MARKET	100.000	\$47.05	\$4,705.00	\$4,807.95
013817101	ALCOA INC NFS IS A SPECIALIST	14.768	\$15.39	\$227.28	\$484.10
01535P106	ALEXCO RESOURCE CORP COM	250.000	\$8.19	\$2,047.50	\$935.95
019228402	ALLIED IRISH BANKS PLC ADR	38,500.000	\$0.88	\$33,880.00	\$77,499.35
020520102	ALON USA ENERGY INC COM	1,490.000	\$5.98	\$8,910.20	\$17,833.21
020814208	ALPHATRADE COM NEW	10,000.000	\$0.00	\$10.00	\$64.40
02152E200	ALTERNATIVE ENERGY PARTNERS INC COM NEW	120.000	\$0.80	\$96.00	\$1,192.95
02209S103	ALTRIA GROUP INC NFS LLC IS A	400.000	\$24.62	\$9,848.00	\$8,742.95
02503X105	AMERICAN CAP AGY CORP COM	500.000	\$28.74	\$14,370.00	\$14,586.30
031146103	AMFIL TECHNOLOGIES INC COM	2,000.000	\$0.01	\$16.00	\$829.95
037833100	APPLE COMPUTER INC NFS LLC IS A MARKET	310.000	\$322.56	\$99,993.60	\$13,265.81
049513104	ATMEL CORP NFS LLC IS A MARKET	2,718.000	\$12.32	\$33,485.76	\$32,842.68
055622104	BP PLC SPON ADR REPSNTG	100.000	\$44.17	\$4,417.00	\$5,222.95
057741100	BALDOR ELECTRIC CO	45.000	\$63.04	\$2,836.80	\$1,035.45
060505104	BANK OF AMERICA CORP	250.000	\$13.34	\$3,335.00	\$2,945.45
075896100	BED BATH & BEYOND INC	60.000	\$49.15	\$2,949.00	\$2,222.95
086516101	BEST BUY INC NFS IS A SPECIALIST	707.000	\$34.29	\$24,243.03	\$25,886.59
092533108	BLACKROCK KELSO CAP COORPORATION	4,159.976	\$11.06	\$46,009.33	\$33,281.40
097023105	BOEING CO NFS IS A SPECIALIST	30.000	\$65.26	\$1,957.80	\$2,075.90
126804301	CABELAS INC	150.000	\$21.75	\$3,262.50	\$1,981.95
149123101	CATERPILLAR INC NFS IS A SPECIALIST	10.000	\$93.66	\$936.60	\$825.65

LORD CORPORATION SALARIED NON-
EXEMPT EMPLOYEES' SAVINGS AND
RETIREMENT PLAN
SUMMARY OF NET TRUST ASSETS
TOTAL PLAN ASSETS AS OF 12/31/2010

CUSIP #	SECURITY DESCRIPTION	SHARE BALANCE	PRICE	TOTAL MARKET VALUE	HISTORICAL COST
150934503	CELL THERAPEUTICS INC COM NO PAR	300.000	\$0.37	\$109.50	\$573.60
15117B103	CELLEX THERAPEUTICS INC NEW COM	8,186.000	\$4.12	\$33,726.32	\$42,042.38
151290889	CEMEX S A SPONS ADR NEW REP	149.000	\$10.71	\$1,595.79	\$2,785.80
156782104	CERNER CORP NFS LLC IS A MARKET	50.000	\$94.74	\$4,737.00	\$4,882.42
169373107	CHINA FD INC	150.000	\$32.50	\$4,875.00	\$5,091.65
16941X105	CHINA SHENGHUO PHARMACEUTICAL HLDGS	1,500.000	\$0.81	\$1,215.00	\$6,533.90
16949Q102	CHINA ORGANIC FERTILIZER INC COM	2.000	\$1.30	\$2.60	\$514.95
171871106	CINCINNATI BELL INC NEW	300.000	\$2.80	\$840.00	\$1,042.95
17285T106	CITADEL BROADCASTING CORP	18.000	\$0.00	\$0.00	\$0.00
172967101	CITIGROUP INC NFS IS A SPECIALIST	250.000	\$4.73	\$1,182.50	\$1,120.45
18383M100	CLAYMORE EXCHANGE TRADED FD TR BNY	70.000	\$46.14	\$3,229.80	\$3,199.91
184499101	CLEAN ENERGY FUELS CORP	3,250.000	\$13.84	\$44,980.00	\$46,072.70
18683K101	CLIFFS NAT RES INC COM	588.016	\$78.01	\$45,871.13	\$9,685.18
191216100	COCA COLA CO NFS IS A SPECIALIST	100.000	\$65.77	\$6,577.00	\$5,357.95
207142308	CONEXANT SYS INC COM NEW	24.000	\$1.63	\$39.12	\$0.00
20825C104	CONOCOPHILLIPS NFS LLC IS A	28.000	\$68.10	\$1,906.80	\$0.00
21248E107	CONVERGENCE ETHANOL INC COM	7.000	\$0.00	\$0.01	\$0.00
22743P100	CROSS ATLANTIC COMMODITIES INC COM	3,400,000.000	\$0.00	\$0.00	\$1,022.40
228227104	CROWN CASTLE INTL CORP	500.000	\$43.83	\$21,915.00	\$3,284.95
23325P104	DNP SELECT INCOME FD INC	16,725.344	\$9.14	\$152,869.64	\$119,429.54
24242R108	DEARBORN BANCORP INC	200.000	\$1.65	\$330.00	\$601.95
249906108	DESCARTES SYS GROUP INC	21.000	\$7.04	\$147.84	\$714.84
25154H756	DEUTSCHE BK AG LON BRH GOLD DOUBLE	250.000	\$7.98	\$1,995.00	\$2,607.95
254687106	DISNEY WALT CO DEL (HOLDING COMPANY)	250.000	\$37.51	\$9,377.50	\$6,472.90
25470M109	DISH NETWORK CORP CL A	210.000	\$19.66	\$4,128.60	\$4,446.00
25659T107	DOLBY LABORATORIES INC CL A	200.000	\$66.70	\$13,340.00	\$4,853.90
260543103	DOW CHEMICAL CO NFS LLC IS A	899.905	\$34.14	\$30,722.76	\$8,213.36
26441C105	DUKE ENERGY CORP NEW COM	100.000	\$17.81	\$1,781.00	\$1,858.53
26613P108	DUPONT DIRECT FINL HLDGS INC	2,000.000	\$0.00	\$0.00	\$2,409.95
278058102	EATON CORP NFS IS A SPECIALIST	24.000	\$101.51	\$2,436.24	\$1,099.83
27874N105	ECHOLON CORP NFS LLC IS A MARKET	150.000	\$10.19	\$1,528.50	\$1,017.12
27922P201	ECOSYSTEM CORP COM NEW	1.000	\$0.00	\$0.00	\$0.00
28336L109	EL PASO CORP NFS LLC IS A	200.000	\$13.76	\$2,752.00	\$2,192.95
284131208	ELAN CORP PLC ADR NFS IS A SPECIALIST	50.000	\$5.73	\$286.50	\$1,212.85
291011104	EMERSON ELECTRIC CO	38.000	\$57.17	\$2,172.46	\$1,036.60
30231G102	EXXON MOBIL CORP NFS IS A SPECIALIST	110.000	\$73.12	\$8,043.20	\$7,103.90
305560104	FAIRPOINT COMMUNICATIONS INC	2,500.000	\$0.02	\$57.50	\$1,920.94
313586109	FANNIE MAE NFS IS A SPECIALIST	7,800.000	\$0.30	\$2,340.00	\$5,124.65
336433107	FIRST SOLAR INC COM	9.000	\$130.14	\$1,171.26	\$1,239.36
33734H106	FIRST TR VALUE LINE DIVID INDEX FD SHS	400.000	\$15.09	\$6,036.00	\$5,527.91
345370860	FORD MTR CO DEL COM	1,785.000	\$16.79	\$29,970.15	\$23,926.06
34958T107	FORTRESS FINL GROUP INC WYO COM	75,000.000	\$0.00	\$0.00	\$53.00
35671D857	FREEPORT MCMORAN COPPER & GOLD CL B	50.000	\$120.09	\$6,004.50	\$2,910.95
3622N9103	GS ENVIROSERVICES INC	1,350.000	\$0.02	\$20.25	\$90.90
36467C103	GAMING TRANSACTIONS INC COM	7,546.000	\$0.00	\$0.00	\$5,840.06

LORD CORPORATION SALARIED NON-
EXEMPT EMPLOYEES' SAVINGS AND
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SUMMARY OF NET TRUST ASSETS
TOTAL PLAN ASSETS AS OF 12/31/2010

CUSIP #	SECURITY DESCRIPTION	SHARE BALANCE	PRICE	TOTAL MARKET VALUE	HISTORICAL COST
369300108	GENERAL CABLE CORP	45.000	\$35.09	\$1,579.05	\$913.20
369604103	GENERAL ELECTRIC CO NFS IS A SPECIALIST	9,647.722	\$18.29	\$176,456.84	\$145,672.99
37950E788	GLOBAL X FDS GLOBAL X BRAZIL MID CAP ETF	340.000	\$18.49	\$6,286.60	\$6,433.95
38141G104	GOLDMAN SACHS GROUP INC	19.000	\$168.16	\$3,195.04	\$3,050.38
38259P508	GOOGLE INC CL A	8.000	\$593.97	\$4,751.76	\$3,828.80
384802104	GRAINGER W W INC NFS IS A SPECIALIST	15.000	\$138.11	\$2,071.65	\$723.75
40108N106	GUARANTY FINL GROUP INC COM	8,900.000	\$0.01	\$53.40	\$1,797.60
406216101	HALLIBURTON CO HOLDING CO FRMLY	20.000	\$40.83	\$816.60	\$731.35
412822108	HARLEY DAVIDSON INC WISC FMLY HARLEY	10.000	\$34.67	\$346.70	\$605.95
423258201	HELI ELECTRONICS CORP COM NEW	50.000	\$2.01	\$100.55	\$257.95
428236103	HEWLETT-PACKARD CO DE	150.000	\$42.10	\$6,315.00	\$5,182.40
437076102	HOME DEPOT INC NFS IS A SPECIALIST	50.000	\$35.06	\$1,753.00	\$2,071.80
438516106	HONEYWELL INTL INC	35.000	\$53.16	\$1,860.60	\$1,045.65
44040E109	HORIYOSHI WORLDWIDE INC COM	5,375.000	\$1.70	\$9,137.50	\$11,126.60
45168J309	IDGLOBAL CORP COM PAR \$0.001	31,315.000	\$0.00	\$0.00	\$664.15
45685B201	INFRARED SYS INTL COM NEW	190.000	\$0.01	\$1.90	\$0.00
45812P107	INTEGRATED SILICON SOLUTION INC	17,884.000	\$8.03	\$143,608.52	\$152,635.25
458140100	INTEL CORP NFS LLC IS A MARKET	130.000	\$21.03	\$2,733.90	\$2,188.90
45821F108	INTEGRATED ENVIRONMENTAL TECH	400.000	\$0.15	\$60.00	\$588.00
459190104	INTERNATIONAL BLDG TECHNOLOGIES GROUP	2,000,000.000	\$0.00	\$0.00	\$1,767.93
459200101	INTL BUSINESS MACH NFS IS A SPECIALIST	50.000	\$146.76	\$7,338.00	\$4,975.95
460146103	INTL PAPER CO NFS IS A SPECIALIST	923.658	\$27.24	\$25,160.44	\$6,258.74
464286400	ISHARES INC MSCI BRAZIL FREE INDEX FU	35.000	\$77.40	\$2,709.00	\$1,669.95
464287234	ISHARES TR MSCI EMERGING MKTS	100.000	\$47.64	\$4,764.20	\$4,050.00
46625H100	J P MORGAN CHASE & CO	20.000	\$42.42	\$848.40	\$809.75
478160104	JOHNSON & JOHNSON NFS IS A SPECIALIST	50.000	\$61.85	\$3,092.50	\$3,010.95
500255104	KOHL'S CORP NFS LLC IS A SPECIAL	50.000	\$54.34	\$2,717.00	\$3,412.20
501044101	KROGER CO NFS LLC IS A	200.000	\$22.36	\$4,472.00	\$4,076.69
502161102	LSI LOGIC CORP NFS IS A SPECIALIST	100.000	\$5.99	\$599.00	\$845.95
517834107	LAS VEGAS SANDS CORP	500.000	\$45.95	\$22,975.00	\$10,686.97
539830109	LOCKHEED MARTIN CORP NFS LLC IS A SPECIAL	100.000	\$69.91	\$6,991.00	\$7,552.80
548661107	LOWES COMPANIES NFS IS A SPECIALIST	20.000	\$25.08	\$501.60	\$489.35
552697104	MDC PARTNERS INC CL A SUB VTG SHS	3,314.965	\$17.27	\$57,249.45	\$46,002.00
573083102	MARTHA STEWART LIVING	100.000	\$4.42	\$442.00	\$3,560.95
585464100	MELCO PBL ENTMT LTD ADR	100.000	\$6.36	\$636.00	\$685.86
62010A105	MOTORS LIQ CO COM	155.000	\$0.09	\$14.11	\$147.72
629491101	NYSE EURONEXT	441.488	\$29.98	\$13,235.81	\$19,667.81
636180101	NATIONAL FUEL GAS CO	104.394	\$65.62	\$6,850.33	\$3,372.74
654106103	NIKE INC CLASS B NFS IS A SPECIALIST	25.000	\$85.42	\$2,135.50	\$2,194.70
667340103	NORTHWEST BANCSHARES INC COM	1,202.262	\$11.78	\$14,160.24	\$10,430.95
677007106	OGLEBAY NORTON CO	3,000.000	\$0.00	\$0.00	\$564.08
682189105	ON SEMICONDUCTOR CRP	211.000	\$9.88	\$2,084.68	\$2,854.90
68619Y105	ORIENS TRAVEL & HOTEL MGMT CORP	5.000	\$0.00	\$0.02	\$130.95
693475105	PNC FINL SVCS GROUP	200.000	\$60.72	\$12,144.00	\$12,280.95
69351T106	PPL CORP	360.607	\$26.32	\$9,491.18	\$10,072.53

LORD CORPORATION SALARIED NON-
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SUMMARY OF NET TRUST ASSETS
TOTAL PLAN ASSETS AS OF 12/31/2010

CUSIP #	SECURITY DESCRIPTION	SHARE BALANCE	PRICE	TOTAL MARKET VALUE	HISTORICAL COST
69562K100	PAIN THERAPEUTICS INC	350.000	\$6.75	\$2,362.50	\$2,094.70
69901U207	PARADIGM OIL & GAS INC COM NEW	3,000.000	\$0.33	\$993.00	\$4,177.95
712704105	PEOPLES UTD FINL INC	203.615	\$14.01	\$2,852.65	\$2,830.58
713448108	PEPSICO INC NFS IS A SPECIALIST	25.000	\$65.33	\$1,633.25	\$1,234.70
716768106	PETSMART INC	100.000	\$39.82	\$3,982.00	\$2,932.95
717081103	PFIZER INC NFS IS A SPECIALIST	1,152.476	\$17.51	\$20,179.85	\$22,581.29
727563108	PLASTICON INTL INC COM	100,000.000	\$0.00	\$0.00	\$1,596.00
73935X393	POWERSHARES EXCHANGE TRADED FD TR DYNAMIC	500.000	\$28.98	\$14,490.00	\$14,513.35
73936B200	POWERSHARES DB MULTI SECTOR COMMODITY TR	500.000	\$51.82	\$25,910.00	\$23,437.55
74732Q201	QED CONNECT INC COM NEW	2,000,000.000	\$0.00	\$0.00	\$19,535.15
75962A303	REMOTE DYNAMICS INC COM PAR \$0.0001	10,000,000.000	\$0.00	\$0.00	\$2,953.84
760975102	RESEARCH IN MOTION LTD	300.000	\$58.13	\$17,439.00	\$1,532.73
773903109	ROCKWELL INTL CORP COM NEW	75.000	\$71.71	\$5,378.25	\$3,156.00
78127A309	RUDY NUTRITION COM PAR \$.001	45.000	\$0.00	\$0.00	\$9,435.85
78463V107	SPDR GOLD TR GOLD SHS	125.000	\$138.72	\$17,340.00	\$12,257.18
78464A417	SPDR SER TR LEHMAN HIGH YIELD BD ETF	500.000	\$39.71	\$19,855.00	\$20,231.95
826197501	SIEMENS A G SPON ADR	35.000	\$124.25	\$4,348.75	\$2,040.69
830566105	SKECHERS USA INC	2,000.000	\$20.00	\$40,000.00	\$56,959.08
849109103	SPONGETECH DELIVERY SYS INC COM	660,000.000	\$0.00	\$0.00	\$48,586.26
855244109	STARBUCKS CORP NFS LLC IS A MARKET	140.000	\$32.13	\$4,498.20	\$1,759.35
86800C104	SUNTECH PWR HLDGS CO LTD	100.000	\$8.01	\$801.00	\$1,517.75
868536103	SUPERVALU INC NFS LLC IS A	300.000	\$9.63	\$2,889.00	\$3,097.92
87356M108	TACTICAL AIR DEFENSE SVCS INC COM	2,500.000	\$0.00	\$5.00	\$56.70
87425E103	TALISMAN ENERGY INC	100.000	\$22.19	\$2,219.00	\$1,900.86
87612E106	TARGET CORP NFS IS A SPECIALIST	80.000	\$60.13	\$4,810.40	\$4,693.35
882508104	TEXAS INSTRUMENTS INC	45.000	\$32.50	\$1,462.50	\$1,061.50
883203101	TEXTRON INC	300.000	\$23.64	\$7,092.00	\$5,783.00
888339207	TITANIUM METALS CORP COM NEW	100.000	\$17.18	\$1,718.00	\$1,043.95
892331307	TOYOTA MTRS CORP ADR REPSTG 2 SHRS	10.000	\$78.63	\$786.30	\$861.55
89486N204	TRENDSETTER SOLAR PRODS INC COM NEW	33,400.000	\$0.00	\$100.20	\$994.20
896438306	TRINITY BIOTECH PLC SPON ADR NEW	500.000	\$8.81	\$4,405.00	\$11,083.95
904311107	UNDER ARMOUR INC CL A	60.000	\$54.84	\$3,290.40	\$2,102.10
911312106	UNITED PARCEL SVC INC	20.000	\$72.58	\$1,451.60	\$1,118.55
912318102	UNITED STS NAT GAS FD LP UNIT	500.000	\$5.99	\$2,996.00	\$5,135.95
91232R109	UNITED STS OIL & GAS CORP COM	5,708,761.000	\$0.00	\$17,126.28	\$22,513.88
913017109	UNITED TECHNOLOGIES CORP	150.000	\$78.72	\$11,808.00	\$11,193.40
91913Y100	VALERO ENERGY CORP NFS LLC IS A SPECIAL	15.000	\$23.12	\$346.80	\$1,159.05
92826C839	VISA INC COM CL A	100.714	\$70.38	\$7,088.25	\$9,198.07
92927K102	WABCO HLDGS INC COM	16.000	\$60.93	\$974.88	\$0.00
931142103	WAL-MART STORES INC NFS IS A SPECIALIST	50.000	\$53.93	\$2,696.50	\$2,930.45
939322103	WASHINGTON MUTUAL INC	1,500.000	\$0.06	\$85.50	\$4,509.75
94106L109	WASTE MANAGEMENT INC NFS LLC IS A	100.866	\$36.87	\$3,718.93	\$3,559.45
949746101	WELLS FARGO & CO NEW	500.000	\$30.99	\$15,495.00	\$13,607.06
988498101	YUM! BRANDS INC	200.000	\$49.05	\$9,810.00	\$8,707.95
98956P102	ZIMMER HLDGS INC	25.000	\$53.68	\$1,342.00	\$983.70

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TOTAL PLAN ASSETS AS OF 12/31/2010

CUSIP #	SECURITY DESCRIPTION UNIT	SHARE BALANCE	PRICE	TOTAL MARKET VALUE	HISTORICAL COST
055630107	BP PRUDHOE BAY RTY TR UNIT BEN INT	280.498	\$126.54	\$35,494.22	\$26,616.61
150185106	CEDAR FAIR L P DEP UNIT	70.000	\$15.16	\$1,061.20	\$1,266.65
26985R104	EAGLE ROCK ENERGY PARTNERS LP UNIT LTD	1,243.439	\$8.82	\$10,967.13	\$4,513.95
315293100	FERRELLGAS PARTNERS L P UNIT LTD PART	2,479.100	\$25.61	\$63,489.75	\$24,427.85
743410102	PROLOGIS TRUST	570.632	\$14.44	\$8,239.93	\$2,711.39
	FIDELITY FUND				
316071109	FIDELITY CONTRAFUND	83.848	\$67.73	\$5,679.03	\$5,025.38
31617R506	FIDELITY FREEDOM 2010	17,200.568	\$13.59	\$233,755.72	\$235,190.00
31617R605	FIDELITY FREEDOM 2020	236.377	\$13.79	\$3,259.64	\$2,911.78
316184100	FIDELITY MAGELLAN	768.866	\$71.67	\$55,104.63	\$47,317.76
316200203	FIDELITY AGGRESSIVE GROWTH	1,099.370	\$20.44	\$22,471.12	\$43,692.38
316343102	FIDELITY OVERSEAS	2,382.026	\$32.48	\$77,368.20	\$121,659.88
316343300	FIDELITY EUROPE	135.789	\$31.32	\$4,252.91	\$5,236.02
316345305	FIDELITY LOW PRICED STOCK	382.730	\$38.38	\$14,689.18	\$13,442.49
316345404	FIDELITY GLOBAL BALANCED	247.825	\$22.30	\$5,526.50	\$5,078.17
	CASH				
316067107	FIDELITY CASH RESERVES	402,438.980	\$1.00	\$402,438.98	\$402,438.98
NET ASSETS :				\$2,699,863.06	