

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), 6057(b), 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
		2011
		This Form is Open to Public Inspection

Part I	Annual Report Identification Information
For calendar plan year 2011 or fiscal plan year beginning <u>01/01/2008</u> and ending <u>12/31/2008</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>TRW AUTOMOTIVE LEBANON HOURLY PLAN C</u>	1b Three-digit plan number (PN) ► <u>007</u> 1c Effective date of plan <u>01/01/1963</u>
2a Plan sponsor's name and address, including room or suite number (Employer, if for single-employer plan) <u>TRW AUTOMOTIVE US LLC</u> <u>12001 TECH CENTER DRIVE</u> <u>LIVONIA, MI 48150</u>	2b Employer Identification Number (EIN) <u>14-1857697</u> 2c Sponsor's telephone number <u>734-855-2600</u> 2d Business code (see instructions) <u>336300</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	<u>Filed with authorized/valid electronic signature.</u>	<u>04/23/2012</u>	<u>SHELLY IACOBELLI</u>
	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 (2011)
v.012611

3a Plan administrator's name and address (if same as plan sponsor, enter "Same") TRW AUTOMOTIVE US LLC 12001 TECH CENTER DRIVE LIVONIA, MI 48150	3b Administrator's EIN 14-1857697 3c Administrator's telephone number 734-855-2600
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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
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5 Total number of participants at the beginning of the plan year	5	1310
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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	427
b Retired or separated participants receiving benefits.....	6b	524
c Other retired or separated participants entitled to future benefits.....	6c	197
d Subtotal. Add lines 6a , 6b , and 6c	6d	1148
e Deceased participants whose beneficiaries are receiving or are entitled to receive benefits.....	6e	126
f Total. Add lines 6d and 6e	6f	1274
g Number of participants with account balances as of the end of the plan year (only defined contribution plans complete this item).....	6g	
h Number of participants that terminated employment during the plan year with accrued benefits that were less than 100% vested.....	6h	18

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

1B 1G 3H

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
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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)

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
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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
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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
		2011
		This Form is Open to Public Inspection

For calendar plan year 2011 or fiscal plan year beginning 01/01/2008 and ending 12/31/2008		
A Name of plan TRW AUTOMOTIVE LEBANON HOURLY PLAN C	B Three-digit plan number (PN) ►	007
C Plan sponsor's name as shown on line 2a of Form 5500 TRW AUTOMOTIVE US LLC	D Employer Identification Number (EIN) 14-1857697	

Part I	Asset and Liability Statement
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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	443870	444452
b Receivables (less allowance for doubtful accounts):			
(1) Employer contributions	1b(1)	927993	765480
(2) Participant contributions	1b(2)		
(3) Other.....	1b(3)		
c General investments:			
(1) Interest-bearing cash (include money market accounts & certificates of deposit)	1c(1)		
(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)		
(5) Partnership/joint venture interests	1c(5)		
(6) Real estate (other than employer real property)	1c(6)		
(7) Loans (other than to participants)	1c(7)		
(8) Participant loans	1c(8)		
(9) Value of interest in common/collective trusts.....	1c(9)		
(10) Value of interest in pooled separate accounts.....	1c(10)		
(11) Value of interest in master trust investment accounts	1c(11)	52441570	36427297
(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)		
(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	53813433	37637229

Liabilities

g Benefit claims payable	1g		
h Operating payables	1h	14877	67282
i Acquisition indebtedness	1i		
j Other liabilities	1j		
k Total liabilities (add all amounts in lines 1g through 1j)	1k	14877	67282

Net Assets

l Net assets (subtract line 1k from line 1f)	1l	53798556	37569947
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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)	2887093	
(B) Participants	2a(1)(B)		
(C) Others (including rollovers)	2a(1)(C)		
(2) Noncash contributions	2a(2)		
(3) Total contributions. Add lines 2a(1)(A) , (B) , (C) , and line 2a(2)	2a(3)		2887093

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

(A) Interest-bearing cash (including money market accounts and certificates of deposit)	2b(1)(A)		
(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)		
(F) Other	2b(1)(F)		
(G) Total interest. Add lines 2b(1)(A) through (F)	2b(1)(G)		0

(2) Dividends: (A) Preferred stock	2b(2)(A)		
(B) Common stock	2b(2)(B)		
(C) Registered investment company shares (e.g. mutual funds)	2b(2)(C)		
(D) Total dividends. Add lines 2b(2)(A) , (B) , and (C)	2b(2)(D)		0

(3) Rents	2b(3)		
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(4) Net gain (loss) on sale of assets: (A) Aggregate proceeds	2b(4)(A)		
(B) Aggregate carrying amount (see instructions)	2b(4)(B)		
(C) Subtract line 2b(4)(B) from line 2b(4)(A) and enter result	2b(4)(C)		0

		(a) Amount	(b) Total
2b (5) Unrealized appreciation (depreciation) of assets: (A) Real estate.....	2b(5)(A)		
(B) Other	2b(5)(B)		
(C) Total unrealized appreciation of assets. Add lines 2b(5)(A) and (B).....	2b(5)(C)		0
(6) Net investment gain (loss) from common/collective trusts	2b(6)		
(7) Net investment gain (loss) from pooled separate accounts	2b(7)		
(8) Net investment gain (loss) from master trust investment accounts	2b(8)		-13367288
(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)		
c Other income.....	2c		
d Total income. Add all income amounts in column (b) and enter total.....	2d		-10480195

Expenses

e Benefit payment and payments to provide benefits:			
(1) Directly to participants or beneficiaries, including direct rollovers	2e(1)	5371286	
(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)		5371286
f Corrective distributions (see instructions)	2f		
g Certain deemed distributions of participant loans (see instructions).....	2g		
h Interest expense.....	2h		
i Administrative expenses: (1) Professional fees	2i(1)	69838	
(2) Contract administrator fees	2i(2)		
(3) Investment advisory and management fees	2i(3)	24614	
(4) Other	2i(4)	282676	
(5) Total administrative expenses. Add lines 2i(1) through (4).....	2i(5)		377128
j Total expenses. Add all expense amounts in column (b) and enter total.....	2j		5748414

Net Income and Reconciliation

k Net income (loss). Subtract line 2j from line 2d.....	2k		-16228609
l Transfers of assets:			
(1) To this plan.....	2l(1)		
(2) From this plan	2l(2)		

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: ERNST & YOUNG LLP

(2) EIN: 34-6565596

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		50000000
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.).....			
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.			
4n			

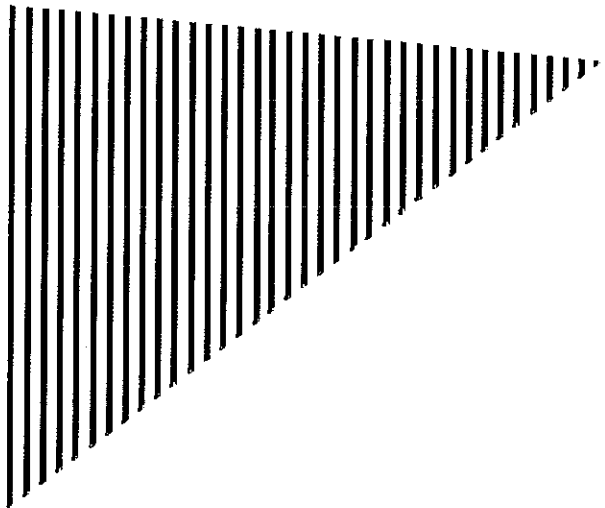
- 5a** Has a resolution to terminate the plan been adopted during the plan year or any prior plan year?

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)



FINANCIAL STATEMENTS AND
SUPPLEMENTAL SCHEDULE

TRW Automotive Lebanon Hourly Plan C
As of December 31, 2008 and 2007, and
for the Year Ended December 31, 2008
With Report of Independent Auditors

Ernst & Young LLP

 **ERNST & YOUNG**

TRW Automotive Lebanon Hourly Plan C

Financial Statements and Supplemental Schedule

As of December 31, 2008 and 2007, and
for the Year Ended December 31, 2008

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Report of Independent Auditors

TRW Automotive U.S. LLC,
Plan Administrator of the
TRW Automotive Lebanon Hourly Plan C
Livonia, MI

We were engaged to audit the accompanying statements of net assets available for benefits of TRW Automotive Lebanon Hourly Plan C as of December 31, 2008 and 2007, and the related statement of changes in net assets available for benefits for the year ended December 31, 2008, and the supplemental schedule of assets (held at end of year) as of December 31, 2008. These financial statements and supplemental schedule are the responsibility of the Plan's management.

As permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, the plan administrator instructed us not to perform, and we did not perform, any auditing procedures with respect to the investment information summarized in Note 4, which was certified by The Bank of New York Mellon/BNY Mellon, N.A., the trustee of the Plan, except for comparing such information with the related information included in the financial statements and supplemental schedule. We have been informed by the plan administrator that the trustee holds the Plan's investment assets and executes investment transactions. The plan administrator has obtained a certification from the trustee as of December 31, 2008 and 2007, and for the year ended December 31, 2008, that the information provided to the plan administrator by the trustee is complete and accurate.

Because of the significance of the information that we did not audit, we are unable to, and do not, express an opinion on the accompanying financial statements and supplemental schedule taken as a whole. The form and content of the information included in the financial statements and supplemental schedule, other than that derived from the investment information certified by the trustee, have been audited by us in accordance with auditing standards generally accepted in the United States and, in our opinion are presented in compliance with the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974.

Ernst & Young LLP

September 18, 2009

TRW Automotive Lebanon Hourly Plan C

Statements of Net Assets Available For Benefits

	As of December 31	
	2008	2007
Assets		
Cash, interest bearing	\$ 444,452	\$ 443,870
Investment in TRW Automotive Master Trust, at fair value <i>(Note 4)</i>	36,427,297	52,441,570
Employer contribution receivable	790,952	1,080,272
Total assets	37,662,701	53,965,712
Liabilities		
Accrued expenses	67,282	14,877
Total liabilities	67,282	14,877
Net assets available for benefits	<u>\$ 37,595,419</u>	<u>\$ 53,950,835</u>

See accompanying notes to financial statements.

TRW Automotive Lebanon Hourly Plan C

Statement of Changes in Net Assets Available for Benefits

For the Year Ended December 31, 2008

Additions

Employer contributions	\$ 2,760,286
Total additions	<u>2,760,286</u>

Deductions

Net investment loss from TRW Automotive Master Trust (<i>Note 4</i>)	13,367,288
Benefit payments	5,371,286
PBGC premiums	132,876
Administrative expenses	<u>244,252</u>
Total deductions	<u>19,115,702</u>

Net decrease	(16,355,416)
Net assets available for benefits at beginning of year	<u>53,950,835</u>
Net assets available for benefits at end of year	<u><u>\$ 37,595,419</u></u>

See accompanying notes to financial statements.

TRW Automotive Lebanon Hourly Plan C

Notes to Financial Statements

As of December 31, 2008 and 2007, and
for the Year Ended December 31, 2008

1. Description of the Plan

The TRW Automotive Lebanon Hourly Plan C (the Plan) is a defined benefit plan established through collective bargaining, which covers substantially all hourly employees of the Commercial Steering Division, Lebanon Plant of TRW Automotive U.S. LLC (the Company) hired prior to September 4, 2008, and provides pension benefits for such employees.

The Company periodically contributes amounts necessary to provide assets sufficient to meet the benefits to be paid to Plan members. For any plan year, the Company's contributions to the Plan are, at a minimum, equal to the amounts required to fund the Plan's actuarial normal cost and to amortize the Plan's unfunded actuarial liability in accordance with the minimum amortization requirements of the Pension Protection Act of 2006 (PPA). Contributions to the Plan have met the minimum funding requirements of ERISA, as amended by the PPA. The Company has the right under the Plan to discontinue such contributions for future periods and to terminate the Plan provided that such discontinuance or termination will not be undertaken in such a manner as to constitute a violation of any applicable provision of a collective bargaining agreement between the Company and a union. Should the Plan terminate at some future time, its net assets will generally not be available on a pro rata basis to provide participants' benefits. Whether a particular participant's accumulated plan benefits will be paid depends on both the priority of those benefits and the level of benefits guaranteed by the Pension Benefit Guaranty Corporation (PBGC) at that time. Some benefits may be fully or partially provided for by the then existing assets and the PBGC guarantee, while other benefits may not be provided for at all.

Information about the Plan agreement, the vesting and benefit provisions, and the PBGC's benefit guarantee is contained in the Summary Plan Description which is available from the Company.

Effective September 4, 2008, employees hired on or after this date are not allowed to participate in the Plan.

Effective December 1, 2008, benefit accruals are frozen and shall be calculated based on service and the benefit rate in effect as of such date in accordance with the terms of the Plan for all "B" contract employees hired by the Company on or after November 1, 1997. However, service will continue to accrue for purposes of eligibility for early retirement and vesting.

TRW Automotive Lebanon Hourly Plan C

Notes to Financial Statements (continued)

2. Summary of Significant Accounting Policies

Cash is composed of funds that were transferred from The Bank of New York Mellon/BNY Mellon, N.A., the Trustee, on December 26, 2008 to the Plan administrator, Fidelity, for the purpose of funding January 1, 2009 benefit payments.

Investments are stated at aggregate fair value. Investments consist primarily of units of the TRW Automotive Master Trust (Master Trust) at December 31, 2008 and 2007. Purchases and sales of securities are recorded on the trade date. The cost of securities sold is determined by the average cost method for purposes of determining realized gains and losses. All losses and expenses incurred with regard to the purchase, sale, or transfer of investments and other assets are borne by the Master Trust.

The Plan's interest in the Master Trust is based upon the combined market value of the Plan's proportionate share of assets in the Master Trust.

Basis of Presentation and Use of Estimates

The accompanying financial statements have been prepared on the accrual basis of accounting. The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Actuarial Present Value of Accumulated Plan Benefits

Accumulated plan benefits (see Note 3) are those estimated future periodic payments, including lump-sum distributions that are attributable under the Plan's provisions to services rendered by the employees on the valuation date. Accumulated Plan benefits include benefits expected to be paid to (a) retired or terminated employees or their beneficiaries, and (b) present employees or their beneficiaries. Benefits for retired, terminated, and active employees or their beneficiaries are determined on the basis of fixed benefit rates stipulated in the Plan, and on the number of years of credited service at termination of employment. Benefits payable under all circumstances – retirement, death, disability, and termination of employment – are included, to the extent they are deemed attributable to employee service rendered to the valuation date.

TRW Automotive Lebanon Hourly Plan C

Notes to Financial Statements (continued)

3. Accumulated Plan Benefits

The actuarial present value of accumulated plan benefits was calculated by the Plan's actuary, Mercer Human Resource Consulting, for the years ended December 31, 2008 and 2007, as the amount that results from applying actuarial assumptions to plan participant data to determine the accumulated plan benefits earned to date by the participants. The present value reflects the time value of money (through discounts for interest) and the probability of payment recognizing decrements such as for death, disability, withdrawal, or retirement between the valuation date and the expected dates of payment.

The accumulated plan benefit information follows:

	December 31	
	2008	2007
Actuarial present value of accumulated plan benefits:		
Vested benefits:		
Participants currently receiving payments	\$ 53,715,812	\$ 53,606,145
Other participants	9,453,356	10,662,853
	<u>63,169,168</u>	<u>64,268,998</u>
Nonvested benefits	1,610,178	2,085,361
Total actuarial present value of accumulated plan benefits	<u>\$ 64,779,346</u>	<u>\$ 66,354,359</u>
Changes in accumulated plan benefits:		
Actuarial value of accumulated plan benefits at beginning of year		\$ 66,354,359
Change in actuarial assumptions		(1,623,799)
Benefits accumulated, including net gains		1,599,948
Increase for interest due to the decrease in discount period		3,820,124
Benefits paid		(5,371,286)
Net decrease		<u>(1,575,013)</u>
Actuarial value of accumulated plan benefits at end of year		<u>\$ 64,779,346</u>

TRW Automotive Lebanon Hourly Plan C

Notes to Financial Statements (continued)

3. Accumulated Plan Benefits (continued)

The more significant assumptions underlying the actuarial computations are as follows:

	December 31	
	2008	2007
Interest rate	6.25%	6.00%
Mortality basis	UP-94 Mortality Table (Projected to 2010)	UP-94 Mortality Table (Projected to 2010)
Employee turnover	Rates varying by age and gender	Rates varying by age and gender
Retirement	Rates varying by age and service with 100% by 65 with 10 years or more service	Rates varying by age and service with 100% by 65 with 10 years or more service
Actuarial cost method	Unit credit	Unit credit

These actuarial assumptions are based on the presumption that the Plan will continue. Were the Plan to terminate, different actuarial assumptions and other factors might be applicable in determining the actuarial present value of accumulated plan benefits.

4. Investments

All investment information disclosed in the accompanying financial statements and supplemental schedule, including investments held at December 31, 2008 and 2007, and net investment loss from the Master Trust for the year ended December 31, 2008, was obtained or derived from information supplied to the Company and certified as complete and accurate by The Bank of New York Mellon/BNY Mellon, N.A.

TRW Automotive Lebanon Hourly Plan C

Notes to Financial Statements (continued)

4. Investments (continued)

The Master Trust was established on February 28, 2003, to hold the investment assets of plans sponsored by TRW Automotive U.S. LLC and affiliates. Each participating retirement plan has an undivided interest in the Master Trust. The Plan's interest in the net assets of the Master Trust was approximately 5.2% and 5.2% at December 31, 2008 and 2007, respectively. The Master Trust assets are allocated among the participating plans by assigning to each plan those transactions (primarily contributions, benefit payments, and plan-specific expenses) that can be specifically identified and by allocating among all plans, in proportion to each plan's beneficial interest in the Master Trust, income and expenses resulting from the collective investment of the assets of the Master Trust.

The following table presents the fair values of net assets for the Master Trust at December 31, 2008 and 2007:

	2008	2007
Investments at fair value:		
Cash equivalents	\$ 14,991	\$ 33,530
Cash equivalents collateral received for securities loaned	23,179,835	—
U.S. government securities collateral received for securities loaned	1,100,629	—
Common stock	212,145,680	410,434,810
Common stock – held as securities loaned	22,752,250	—
Preferred stock	536,720	432,067
Common/collective trusts	463,928,085	597,747,301
Total investments at fair value	723,658,190	1,008,647,708
Liabilities at fair value:		
Obligation to return collateral received for securities loaned	(24,280,464)	—
	699,377,726	1,008,647,708
Dividends receivable	693,932	509,321
Net receivables for security sales	404,418	1,172,890
Other (liabilities) assets	(20,011)	110,543
Net payables for security purchases	(549,045)	(1,358,693)
Total net assets	\$ 699,907,020	\$1,009,081,769

TRW Automotive Lebanon Hourly Plan C

Notes to Financial Statements (continued)

4. Investments (continued)

Net investment loss for the Master Trust is as follows for the year ended December 31, 2008:

Net appreciation (depreciation) in fair value of investments
determined by quoted market price:

Cash equivalents	\$ 2,766,884
Common stock	(193,139,836)
Common/collective trusts	(71,831,140)
Preferred stock	(188,707)
	<hr/> (262,392,799)
Interest income	857,866
Dividend income	7,432,217
	<hr/> <hr/> \$ (254,102,716)

5. Fair Value Measurements

In September 2006, the Financial Accounting Standards Board issued Statement of Financial Accounting Standards No. 157 (SFAS No. 157), *Fair Value Measurements*. SFAS No. 157 is effective pertaining to financial assets and financial liabilities in financial statements issued for fiscal years beginning after November 15, 2007 and interim periods within those fiscal years. The effective date for nonfinancial assets and nonfinancial liabilities was delayed by one year to fiscal years beginning after November 15, 2008 and interim periods within those fiscal years. This standard defines fair value for financial reporting, establishes a framework for measuring fair value in accordance with U.S. generally accepted accounting principles and requires additional disclosures about fair value measurements. The Plan adopted SFAS No. 157 effective January 1, 2008.

The framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value.

The fair value hierarchy under SFAS No. 157 was established to distinguish between those inputs that are observable and unobservable. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3).

TRW Automotive Lebanon Hourly Plan C

Notes to Financial Statements (continued)

5. Fair Value Measurements (continued)

The following table sets forth by level, within the fair value hierarchy, the Plan assets held outside of the Master Trust at fair value as of December 31, 2008:

Assets at Fair Value as of December 31, 2008				
	Level 1	Level 2	Level 3	Total
Cash, interest bearing	\$ 444,452	\$ —	\$ —	\$ 444,452
Total assets at fair value	\$ 444,452	\$ —	\$ —	\$ 444,452

The following table sets forth by level, within the fair value hierarchy, the Master Trust assets and liabilities at fair value as of December 31, 2008:

Assets and Liabilities at Fair Value as of December 31, 2008				
	Level 1	Level 2	Level 3	Total
Assets				
Cash equivalents	\$ 14,991	\$ —	\$ —	\$ 14,991
Cash equivalents collateral received for securities loaned	23,179,835	—	—	23,179,835
U.S. government securities collateral received for securities loaned	1,100,629	—	—	1,100,629
Common stock	212,145,680	—	—	212,145,680
Common stock – held as securities loaned	22,752,250	—	—	22,752,250
Preferred stock	536,720	—	—	536,720
Common/collective trust	—	463,928,085	—	463,928,085
Liabilities				
Obligation to return collateral received for securities loaned	24,280,464	—	—	24,280,464
Total assets and liabilities at fair value	\$ 235,449,641	\$ 463,928,085	\$ —	\$ 699,377,726

TRW Automotive Lebanon Hourly Plan C

Notes to Financial Statements (continued)

5. Fair Value Measurements (continued)

Level 1 – The Company utilizes the market approach to determine the fair value of its assets under Level 1 of the fair value hierarchy. The market utilizes unadjusted quoted prices for transactions in active markets involving identical or comparable assets or liabilities. The funds in the Master Trust are valued at the closing price reported from an active market and therefore classified within Level 1 of the hierarchy are common stock and preferred stock. Interest bearing cash and cash equivalents are valued at cost which approximates fair value and are classified as Level 1.

Level 2 – The fair values determined through Level 2 of the fair value hierarchy are derived principally from or corroborated by observable market data. Inputs include quoted prices for similar assets and market-corroborated inputs. The fund in the Master Trust which is classified within Level 2 of the hierarchy is the common/collective trust. Common/collective trusts are valued at estimated fair values, which have been determined based on the unit values of the funds. Unit values are determined by the issuer sponsoring such funds by dividing the fund's net assets at fair value by its units outstanding at the valuation dates. Some of the funds are not publicly traded investments and do not have a readily ascertainable market value.

Level 3 – The fair values determined through Level 3 of the fair value hierarchy are derived principally from unobservable inputs provided to the Plan administrator by the trustee. There were no investments in the Master Trust which were classified within Level 3 of the hierarchy.

TRW Automotive Lebanon Hourly Plan C

Notes to Financial Statements (continued)

6. Securities Lending

The Master Trust is authorized to engage in the lending of certain investments. Securities lending is a temporary exchange of portfolio assets for acceptable collateral (typically cash) between a lender and an approved borrower. The market value of securities on loan in the Master Trust was approximately \$22.8 million and the collateral held was approximately \$24.3 million at December 31, 2008. In return for the loaned securities, the agent, prior to or simultaneous with delivery of the loan securities to the borrower, received collateral in the form of cash, U.S. government securities or letters of credit as a safeguard against possible default of any borrower on the return of the loan. Each loan is initially collateralized, in the case of (a) loaned securities denominated in U.S. dollars or whose primary trading market is located in the U.S. at 102% of the market value of the loaned securities, or (b) loaned securities not denominated in U.S. dollars or whose primary trading market is located in the U.S. to the extent of 105% of the market value of the loaned securities. The collateral is marked to market on a daily basis. The Master Trust maintains full ownership rights to the securities loaned (except for the right to vote proxy whereas the customer can request that the security be returned at a best efforts basis and consideration of normal settlement cycle), and accordingly, classifies loaned securities as investments. Securities lending income earned by the Master Trust was approximately \$0.3 million for the year ended December 31, 2008.

7. Administrative Expenses

The Plan incurs administrative expenses directly related to the Plan which consist primarily of PBGC premiums, auditing, benefit administration, advisory and actuarial fees. These expenses are reported on the statement of changes in net assets available for benefits as administrative expenses. Investment related expenses for the Master Trust are allocated to the Plan and are reflected in the net investment gains/losses from the Master Trust. All other costs of administering the Plan are paid by the Company.

8. Party-in-Interest Transactions

Party-in-interest transactions included the purchase and sale of short-term investments and Master Trust units through the Trustee and the payment of services and expenses of the Trust by the Plan. Party-in-interest transactions also include transactions between the Plan and Fidelity, the Plan administrator. Such transactions are exempt from being prohibited transactions.

There were no party-in-interest transactions which were prohibited under the Department of Labor regulations.

TRW Automotive Lebanon Hourly Plan C

Notes to Financial Statements (continued)

8. Party-in-Interest Transactions

Other than those described above or pursuant to a certain trust agreement (see Notes 1, 3, and 4), the Plan has had no agreements or transactions with related parties.

9. Income Tax Status

The Plan has received a determination letter from the Internal Revenue Service dated June 1, 2009, stating that the Plan is qualified under Section 401(a) of the Internal Revenue Code (the Code) and, therefore, the related trust is exempt from taxation. Subsequent to this determination by the Internal Revenue Service, the Plan was amended. Once qualified, the Plan is required to operate in conformity with the Code to maintain its qualified status. The Plan Sponsor believes the Plan is operating in compliance with the applicable requirements of the Code and, therefore, believes that the Plan, as amended, is qualified and the related trust is tax-exempt.

10. Risks and Uncertainties

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

Plan contributions are made and the actuarial present value of accumulated plan benefits are reported based on certain assumptions pertaining to interest rates, inflation rates, and employee demographics, all of which are subject to change. Due to uncertainties inherent in the estimation and assumption processes, it is at least reasonably possible that changes in these estimates and assumptions in the near term could materially affect the amounts reported and disclosed in the financial statements.

Supplemental Schedule

TRW Automotive Lebanon Hourly Plan C

EIN #14-1857697 Plan #007

Schedule H, Line 4i – Schedule of Assets
(Held at End of Year)

Year Ended December 31, 2008

Identity of Issuer, Borrower, Lessor, or Similar Party	Description of Investments	Cost	Current Value
Fidelity*	Interest bearing cash	\$ 444,452	\$ 444,452

*Party in interest

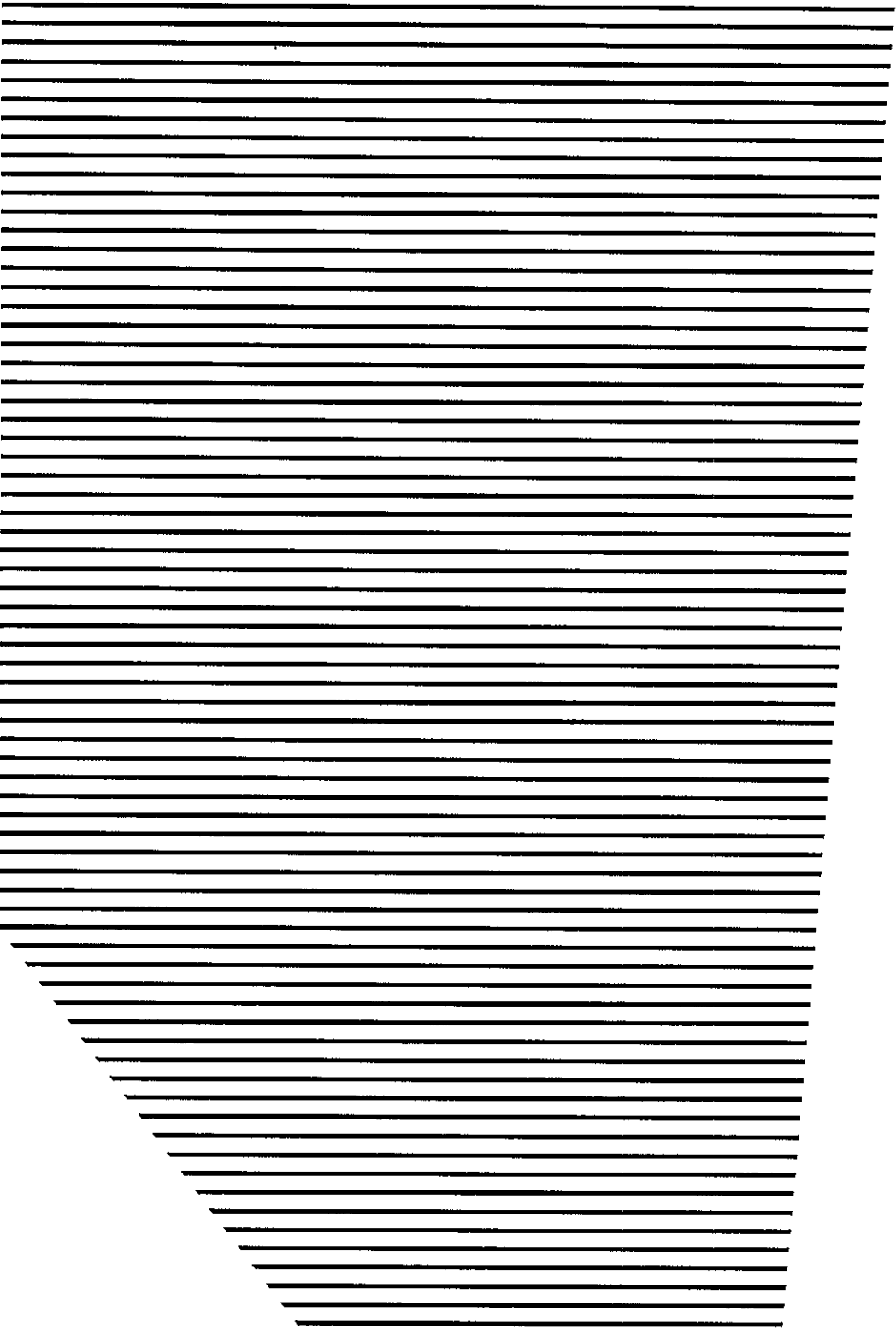
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**SCHEDULE C
(Form 5500)**

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.

► **File as an attachment to Form 5500.**

Official Use Only

OMB No. 1210-0110

2008

**This Form is Open to
Public Inspection.**

For calendar plan year 2008 or fiscal plan year beginning , and ending ,	
A Name of plan TRW AUTOMOTIVE LEBANON HOURLY PLAN C	B Three-digit plan number ► 007
C Plan sponsor's name as shown on line 2a of Form 5500 TRW AUTOMOTIVE US LLC	D Employer Identification Number 14-1857697

Part I Service Provider Information (see instructions)

- 1** Enter the total dollar amount of compensation paid by the plan to all persons, other than those listed below, who received compensation during the plan year: **1** 4577
- 2** On the first item below list the contract administrator, if any, as defined in the instructions. On the other items, list service providers in descending order of the compensation they received for the services rendered during the plan year. List only the top 40. 103-12 IEs should enter N/A in (c) and (d).

(a) Name	(b) Employer identification number (see instructions)	(c) Official plan position	
		Contract administrator	
(d) Relationship to employer, employee organization, or person known to be a party-in-interest	(e) Gross salary or allowances paid by plan	(f) Fees and commissions paid by plan	(g) Nature of service code(s) (see instructions)
			12

(a) Name	(b) Employer identification number (see instructions)	(c) Official plan position	
FIDELITY	04-2723880	ADMINISTRATION	
(d) Relationship to employer, employee organization, or person known to be a party-in-interest	(e) Gross salary or allowances paid by plan	(f) Fees and commissions paid by plan	(g) Nature of service code(s) (see instructions)
NONE		144945	13

For Paperwork Reduction Act Notice and OMB Control Numbers, see the instructions for Form 5500. v11.3 **Schedule C (Form 5500) 2008**



(a) Name	(b) Employer identification number (see instructions)	(c) Official plan position	
MERCER	13-2836910	INVESTMENT MANAGER	
(d) Relationship to employer, employee organization, or person known to be a party-in-interest	(e) Gross salary or allowances paid by plan	(f) Fees and commissions paid by plan	(g) Nature of service code(s) (see instructions)
NONE		20089	21
(a) Name	(b) Employer identification number (see instructions)	(c) Official plan position	
ERNST & YOUNG, LLP	34-6565596	AUDITOR	
(d) Relationship to employer, employee organization, or person known to be a party-in-interest	(e) Gross salary or allowances paid by plan	(f) Fees and commissions paid by plan	(g) Nature of service code(s) (see instructions)
NONE		15576	10
(a) Name	(b) Employer identification number (see instructions)	(c) Official plan position	
MERCER	13-2836910	ADMINISTRATION	
(d) Relationship to employer, employee organization, or person known to be a party-in-interest	(e) Gross salary or allowances paid by plan	(f) Fees and commissions paid by plan	(g) Nature of service code(s) (see instructions)
NONE		6660	13



Part II Termination Information on Accountants and Enrolled Actuaries (see instructions)

(a) Name _____ (b) EIN _____

(c) Position _____

(d) Address _____

(e) Telephone No. _____

Explanation: _____

(a) Name _____ (b) EIN _____

(c) Position _____

(d) Address _____

(e) Telephone No. _____

Explanation: _____

(a) Name _____ (b) EIN _____

(c) Position _____

(d) Address _____

(e) Telephone No. _____

Explanation: _____



**SCHEDULE R
(Form 5500)**Department of the Treasury
Internal Revenue ServiceDepartment of Labor
Employee Benefits Security
Administration

Pension Benefit Guaranty Corporation

Retirement Plan InformationThis schedule is required to be filed under sections 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.**

Official Use Only

OMB No. 1210-0110

2008**This Form is Open to
Public Inspection.**

For calendar year 2008 or fiscal plan year beginning , and ending ,

A Name of plan TRW AUTOMOTIVE LEBANON HOURLY PLAN C	B Three-digit plan number ► 007
C Plan sponsor's name as shown on line 2a of Form 5500 TRW AUTOMOTIVE US LLC	D Employer Identification Number 14-1857697

Part I Distributions

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 plan year (if more than two, enter EINs of the two payors who paid the greatest dollar amounts of benefits). 83-0349309	
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 1

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)

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 7.

5 If a waiver of the minimum funding standard for a prior plan year is being amortized in this plan year, see instructions, and enter the date of the ruling letter granting the waiver ► 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.

6a 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 7 and 8 and complete line 9.

7 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

8 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. (See instructions.) ☐ Increase ☒ Decrease ☐ No

Part IV Coverage (See instructions.)

9 Check the box for the test this plan used to satisfy the coverage requirements ☐ ratio percentage test ☐ average benefit test

For Paperwork Reduction Act Notice and OMB Control Numbers, see the instructions for Form 5500. v11.3 **Schedule R (Form 5500) 2008**

Attachment to Form 5500
2008 Schedule R, Distribution of Assets Information

Plan Name TRW AUTOMOTIVE LEBANON HOURLY PLAN C

EIN: 14-1857697

Plan Sponsor's Name TRW AUTOMOTIVE US LLC

PN: 007

- 1** Show the beginning-of-year distribution of assets for the following categories:

Stocks:	57 %
Investment-grade debt instruments:	41 %
High-yield debt instruments:	%
Real estate:	%
Other asset classes:	2 %

- 2** Indicate the average duration of the plan's debt portfolio by using one of the following categories. If the average duration falls exactly on the boundary of two categories, report the category with the lower duration.

☐	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.

- 3** Report the duration measure used:

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

**SCHEDULE SB
(Form 5500)**

Department of the Treasury
Internal Revenue Service
Department of Labor
Employee Benefits Security Administration
Pension Benefit Guaranty Corporation

**Single-Employer Defined Benefit Plan
Actuarial Information**

This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA) and section 6059 of the Internal Revenue Code (the Code).

▶ **Attach to Form 5500 or 5500-EZ if applicable. (See instructions.)**

Official Use Only

OMB No. 1210-0110

2008

**This Form is Open to
Public Inspection.**

For calendar plan year 2008 or fiscal plan year beginning _____ and ending _____

▶ **Round off amounts to nearest dollar.**

▶ **Caution:** A penalty of \$1,000 will be assessed for late filing of this report unless reasonable cause is established.

A Name of plan TRW AUTOMOTIVE LEBANON HOURLY PLAN C		B Three-digit plan number (PN) ▶	007
C Plan sponsor's name as shown on line 2a of Form 5500 or 5500-EZ TRW AUTOMOTIVE US LLC		D Employer Identification Number (EIN) 14-1857697	
E Type of plan: ☒ Single ☐ Multiple-A ☐ Multiple-B ☐ F Prior year plan size:		100 or fewer	101-500 ☒ More than 500

Part I Basic Information

1 Enter the valuation date: Month <u>01</u> Day <u>01</u> Year <u>2008</u>			
2 Assets:			
a Market value	2a	53813433	
b Actuarial value	2b	53813433	
3 Funding target/participant count breakdown		(1) Number of participants	(2) Funding Target
a For retired participants and beneficiaries receiving payment	3a	629	53528087
b For terminated vested participants	3b	198	3340184
c For active participants:			
(1) Non-vested benefits	3c(1)		2050543
(2) Vested benefits	3c(2)		6995354
(3) Total active	3c(3)	483	9045897
d Total	3d	1310	65914168
4 If the plan is in at-risk status, check the box and complete lines 4a and 4b			
a Funding target disregarding prescribed at-risk assumptions.		4a	
b Funding target reflecting at-risk assumptions, but disregarding transition rule for plans that have been at-risk for fewer than five consecutive years and disregarding loading factor		4b	
5 Effective interest rate		5	6.07 %
6 Target normal cost		6	661215

Statement by Enrolled Actuary

To the best of my knowledge, the information supplied in this schedule and accompanying schedules, statements and attachments, if any, is complete and accurate. Each prescribed assumption was applied in accordance with applicable law and regulations. In my opinion, each other assumption is reasonable (taking into account the experience of the plan and reasonable expectations) and such other assumptions, in combination, offer my best estimate of anticipated experience under the plan.

**SIGN
HERE**



Signature of actuary

JAMES D. KERSHNER, FSA

Type or print name of actuary

MERCER

Firm name

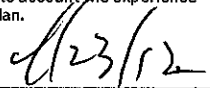
600 RENAISSANCE CENTER, SUITE 1800

DETROIT

MI

48243-1815

Address of the firm



Date

11-03526

Most recent enrollment number

313-259-5500

Telephone number (including area code)

If the actuary has not fully reflected any regulation or ruling promulgated under the statute in completing this schedule, check the box and see instructions. ☐

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

v11.3

Schedule SB (Form 5500) 2008

Part II	Beginning of year carryover and prefunding balances (See instructions.)
----------------	--

		(a) Carryover balance	(b) Prefunding balance
7	Balance at beginning of prior year after applicable adjustments (line 13 from prior year)	N/A	N/A
8	Portion used to offset prior year's funding requirement (line 35 from prior year)	N/A	N/A
9	Amount remaining (line 7 minus line 8)	0	N/A
10	Interest on line 9 using prior year's actual return of <u> N/A </u> %	N/A	N/A
11	Prior year's excess contributions to be added to prefunding balance:		
a	Excess contributions (line 38 from prior year)		N/A
b	Interest on line 11a using prior year's effective rate of <u> N/A </u> %		N/A
c	Total available at beginning of current plan year to add to prefunding balance. .		N/A
d	Portion of line 11c to be added to prefunding balance		N/A
12	Reduction in balances due to elections or deemed elections	0	N/A
13	Balance at beginning of current year (line 9 + line 10 + line 11d - line 12).	0	N/A

Part III	Funding percentages
-----------------	----------------------------

14	Funding target attainment percentage	14	81.64 %
15	Adjusted funding target attainment percentage	15	81.64 %
16	Prior year's funding percentage for purposes of determining whether carryover/prefunding balances may be used to offset current year's funding requirement	16	78.34 %
17	If the current value of the assets of the plan is less than 70 percent of the funding target, enter such percentage	17	%

Part IV	Contributions and liquidity shortfalls
----------------	---

18 Contributions made to the plan for the plan year by employer(s) and employees:

(a) Date (MM-DD-YYYY)	(b) Amount paid by employer(s)	(c) Amount paid by employees	(a) Date (MM-DD-YYYY)	(b) Amount paid by employer(s)	(c) Amount paid by employees
01/15/2008	152279				
04/13/2008	1409334				
10/15/2008	560000				
01/15/2009	634528				
09/15/2009	130952				
			Totals ►	18(b) 2887093	18(c) 0

19 Discounted employer contributions — see instructions for small plan with a valuation date after the beginning of the year:		
a Contributions allocated toward unpaid minimum required contribution from prior years	19a	0
b Contributions made to avoid benefit restrictions adjusted to valuation date	19b	0
c Contributions allocated toward minimum required contribution for current year, adjusted to valuation date	19c	2788022

20 Quarterly contributions and liquidity shortfall(s):

a	Did the plan have a "funding shortfall" for the prior year?	☒ Yes	☐ No
b	If line 20a is "Yes," were required quarterly installments for the current year made in a timely manner?	☒ Yes	☐ No
c	If line 20a is "Yes," see instructions and complete the following table as applicable:		

Liquidity shortfall as of end of quarter of this plan year			
(1) 1st	(2) 2nd	(3) 3rd	(4) 4th
0	0	0	0

Part V Assumptions used to determine funding target and target normal cost

21 Discount rate:	1st segment:	2nd segment:	3rd segment:	☐ N/A, full yield curve used
a Segment rates:	5.31 %	5.92 %	6.43 %	
b Applicable month (enter code)				21b 0
22 Weighted average retirement age				22 63
23 Mortality table(s) (see instructions)	Prescribed -- combined	☒ Prescribed -- separate	Substitute	

Part VI Miscellaneous items

24 Has a change been made in the non-prescribed actuarial assumptions for the current plan year? If "Yes," see instructions regarding required attachment	☐ Yes	☒ No
25 Has a method change been made for the current plan year? If "Yes," see instructions regarding required attachment	☒ Yes	☐ No
26 Is the plan required to provide a Schedule of Active Participants? If "Yes," see instructions regarding required attachment	☒ Yes	☐ No
27 If the plan is eligible for (and is using) alternative funding rules, enter applicable code and see instructions regarding attachments	27	

Part VII Reconciliation of unpaid minimum required contributions for prior years

28 Unpaid minimum required contribution for all prior years	28	0
29 Discounted employer contributions allocated toward unpaid minimum required contributions from prior years (line 19a)	29	0
30 Remaining amount of unpaid minimum required contributions (line 28 minus line 29)	30	0

Part VIII Minimum required contribution for current year

31 Target normal cost, adjusted, if applicable (see instructions)	31	661215
32 Amortization installments:	Outstanding Balance	Installment
a Net shortfall amortization installment	12100735	2023937
b Waiver amortization installment	0	0
33 If a waiver has been approved for this plan year, enter the date of the ruling letter granting the approval (Month _____ Day _____ Year _____) and the waived amount.	33	
34 Total funding requirement before reflecting carryover/prefunding balances (line 31 + line 32a + line 32b - line 33)	34	2685152
35 Balances used to offset funding requirement. ...	Carryover balance	Prefunding balance
	0	0
36 Additional cash requirement (line 34 minus line 35)	36	2685152
37 Contributions allocated toward minimum required contribution for current year, adjusted to valuation date (line 19c)	37	2788022
38 Interest-adjusted excess contributions for current year (see instructions)	38	102870
39 Unpaid minimum required contribution for current year (excess, if any, of line 36 over line 37)	39	0
40 Unpaid minimum required contribution for all years	40	0

**ATTACHMENTS TO SCHEDULE SB (FORM 5500)
ACTUARIAL INFORMATION**

**Plan: TRW Automotive Lebanon Hourly Pension Plan
EIN/PN: 14-1857697/ 007**

We used and relied upon financial data submitted by the trustee without further audit. We have also used and relied on participant data supplied by the plan sponsor; these data would customarily not be verified by a plan's actuary. We have reviewed the participant data for internal consistency and reasonableness and have no reason to doubt its substantial accuracy. The plan is solely responsible for the validity and completeness of this information.

The following separate exhibits are attached:

- Schedule SB, Line 19 – Discounted Employer Contributions
- Schedule SB, Line 22 – Description of Weighted Average Retirement Age
- Schedule SB, Part V – Statement of Actuarial Assumptions/Methods
- Schedule SB, Part V – Summary of Plan Provisions
- Schedule SB, Line 25 – Change in Actuarial Methods
- Schedule SB, Line 26 – Schedule of Active Participant Data
- Schedule SB, Line 32 – Schedule of Amortization Bases

Schedule SB, Line 19– Discounted Employer Contributions

Date	Employer Contribution	Plan Year	Effective Interest Rate	Interest- adjusted Contribution
1/15/2008	\$ 152,279	2008	6.07%	\$ 151,936
4/13/2008	\$ 1,409,334	2008	6.07%	\$ 1,386,155
10/15/2008	\$ 560,000	2008	6.07%	\$ 534,625
1/15/2009	\$ 634,928	2008	6.07%	\$ 596,866
9/15/2009	\$ 130,952	2008	6.07%	\$ 118,440
Total	\$ 2,887,093	2008	6.07%	\$ 2,788,022

Schedule SB, Line 22 – Description of Weighted Average Retirement

Schedule B, Line 6B--Description of Weighted Average Retirement Age

Service Breakpoint: 30
Average Age at 1/1/2005: 40.3054
Average Service at 1/1/2005: 9.0456

A					B	C
Age	Active Group	Average Service	Retirement Rate (<30 YOS)	Retirement Rate (>30 YOS)	Number of Employees Expected to Retire	(A) x (B)
55	1000	24	0	0.30	0	0
56	1000	25	0	0.25	0	0
57	1000	26	0	0.20	0	0
58	1000	27	0	0.20	0	0
59	1000	28	0	0.20	0	0
60	1000	29	0.05	0.20	50	3000
61	950	30	0.10	0.20	190	11590
62	760	31	0.20	0.25	190	11780
63	570	32	0.30	0.35	200	12569
64	371	33	0.50	0.50	185	11856
65	185	34	1.00	1.00	<u>185</u>	<u>12041</u>
Total					1000	62836
Average						62.83575

Schedule SB, Part V – Statement of Actuarial Assumptions/Methods

Actuarial assumptions

Discount rates¹		<u>Funding</u>
▪ 1st 5 years		5.31%
▪ Next 15 years		5.92%
▪ Over 20 years		6.43%
Mortality elections¹		
▪ Healthy participants		2008 PPA separate static annuitant and nonannuitant mortality tables
▪ Pre-1995 disabilities		2008 PPA separate static annuitant and nonannuitant mortality tables
▪ Post-1994 disabilities		2008 PPA separate static annuitant and nonannuitant mortality tables
417(e) lump sums		
▪ Annuity substitution		N/A
▪ Generational mortality option		N/A
▪ Phase-in option		N/A
Non-417(e) lump sums		
▪ Mortality table		N/A
▪ Interest rate		N/A
Demographic assumptions		
Termination	Rates varying by age. Sample rates:	
	<u>Age</u>	<u>Male</u> <u>Female</u>
	20	0.1495 0.2496
	30	0.0691 0.0994
	40	0.0782 0.0488
	50	0.0399 0.0167
	60	0.0000 0.0000

¹ Based on interest and mortality elections made by TRW Automotive.

Schedule SB, Part V – Statement of Actuarial Assumptions/Methods

Disability

Rates varying by age.
Sample rates:

Age	Male	Female
20	0.000600	0.000900
30	0.000600	0.000900
40	0.000735	0.001102
50	0.001785	0.002677
60	0.006900	0.010350

Retirement

Rates varying by age.
Rates:

Age	With 10 Years of Service	With (Age+Service) at Least 85
55	0.00	0.30
56	0.00	0.25
57-59	0.00	0.20
60	0.05	0.20
61	0.10	0.20
62	0.20	0.25
63	0.30	0.35
64	0.50	0.50
65	1.00	1.00

Form of Payment

All married participants are assumed to choose the 50% joint and survivor option. The rest elect a life annuity.

Return from Laid-Off Status

Layoffs are presumed to not return; nonvested forfeitures are not assessed until TRW personnel status is reported as terminated.

Benefit commencement age for

- Future vested deferred 65
- Current vested deferred 62

Schedule SB, Part V – Statement of Actuarial Assumptions/Methods

Spouse assumptions	<u>Male participants</u>	<u>Female participants</u>
▪ Percentage married	80%	50%
▪ Spouse age difference	3 years younger	3 years older
Changes since prior valuation	Compared to the 2007 current liability assumptions, the interest discount was changed from 8.00% to 6.065% and the mortality table was updated from the 2007 combined current liability tables to the 2008 PPA separate static annuitant/nonannuitant tables.	

Schedule SB, Part V – Statement of Actuarial Assumptions/Methods

Asset methods – effective January 1, 2008

We used financial data submitted by the trustee as of January 1, 2008 without further audit. The reported values have been adjusted for amounts disbursed by the trust to the Plan's benefit payor, Fidelity, prior to December 31, 2007 in anticipation of benefits payable January 1, 2008. Customarily, this information would not be verified by a plan's actuary. We have reviewed the information for internal consistency and we have no reason to doubt its substantial accuracy.

The asset valuation method is the fair market value. Prior to 2008, the asset valuation method was determined on a smoothed basis that recognized the market value of assets of the valuation date. Under the prior method, the actuarial value of assets was determined according to the following procedure:

1. An expected actuarial value of assets at the valuation is determined from the actuarial value at the prior valuation date, by adding contributions made for the prior year; subtracting actual benefits and plan expenses paid from plan assets for the prior year; and adding interest at the prior year's valuation rate of interest.
2. The final actuarial value is determined as the expected actuarial value, plus 25% of the difference between the market value of assets and the expected actuarial value.

Participant methods – effective January 1, 2008

We used the participant data supplied by the plan sponsor. We have reviewed the data and have no reason to doubt its substantial accuracy. Participants or former participants are included or excluded from the valuation as described below:

- **Participants included:** The plan sponsor provides us with data on all employees as of the valuation date, but only those employees who have completed the plan's eligibility requirements are includable in the valuation of liabilities.
- **Participants excluded:** No actuarial liability is included for nonvested participants who terminated prior to the valuation date. For this purpose, participants with a break in service on the valuation date are treated as terminated participants.
- **Insurance contracts:** The plan does not have any insurance contracts.
- **Disabled participants:** The liabilities for participants on long-term disability have been included with the liabilities for terminated vested participants.
- **Transferred participants:** The liabilities for employees who have transferred into another plan of the plan sponsor have been included with the liabilities for terminated vested participants.
- **Estimated benefits:** We estimated benefits for terminated vested participants to the extent that exact termination calculations were not provided to us.

Schedule SB, Part V – Statement of Actuarial Assumptions/Methods

Benefits included or excluded

Unless noted below, all benefits provided by the plan are included in this valuation.

- **Plan amendments:** Amendments adopted after the valuation date or effective after the current plan year are excluded from the valuation.
- **Scheduled benefit increases:** Scheduled benefit increases effective after the end of the current plan year are excluded from minimum funding requirements.
- **Shutdown benefits:** We are not aware of any corporate actions that would create shutdown benefits; therefore, they are excluded.
- **IRC Section 415(b):** The limitations of Internal Revenue Code Section 415(b) have been incorporated into our calculations.
- **Benefit restrictions:** Benefit restrictions (if applicable) are ignored in this valuation.

Plan sponsor elections

Funding interest rate – effective January 1, 2008:

- Segment rates
- No look-back period
- No phase-in

Mortality

- Static mortality; combined annuitant and nonannuitant rates

Asset valuation

- Market value

Schedule SB, Part V – Statement of Actuarial Assumptions/Methods

Method used in minimum funding determinations

Target liability for minimum funding calculations is computed using the traditional unit credit method of funding.

A detailed description of the calculation follows:

- An individual's **target liability** is the present value of benefits based on credited service and average pay as of the beginning of the plan year, and an individual's **normal cost** is the present value of the benefit expected to accrue in the plan year.
- The plan's **target normal cost** is the sum of the individual normal costs, and the plan's **funding target liability** is the sum of the target liabilities for all participants under the plan.

Use of this method is prescribed by the PPA.

Method used in maximum deductible contribution determinations

Maximum funding calculations include the excess of the accrued liability computed using the projected unit credit method over the minimum funding target liability.

A detailed description of the calculation follows:

An individual's **projected accrued liability** is the present value of benefits based on credited service as of the beginning of the plan year would be used in the calculation of the benefit on each expected separation date.

The plan's **projected funding target liability** is the sum of the projected accrued liabilities for all participants under the plan.

Method changes since prior valuation

The valuation described above were adopted at January 1, 2008, in conformance with the PPA; prior methods, not described herein, conformed to pre-PPA requirements.

Schedule SB, Part V – Summary of Plan Provisions**Plan provisions**

<i>Effective date</i>	January 1, 1963.
<i>Covered employees</i>	Hourly paid employees of the Lebanon Plant of the TRW Commercial Steering Division who are members of the UAW Local 342.
<i>Participation date</i>	Date of becoming a covered employee.

Definitions

<i>Vesting service</i>	One year for each 1,000-hour calendar year of service.						
<i>Benefit service</i>	One year for each calendar year with the required number of hours of service, shown below.						
	<table> <tr> <th><u>Year</u></th><th><u>Hours of Service</u></th></tr> <tr> <td>Prior to 1987</td><td>1,700</td></tr> <tr> <td>After 1/1/87</td><td>2,280</td></tr> </table>	<u>Year</u>	<u>Hours of Service</u>	Prior to 1987	1,700	After 1/1/87	2,280
<u>Year</u>	<u>Hours of Service</u>						
Prior to 1987	1,700						
After 1/1/87	2,280						
<i>Normal retirement date (NRD)</i>	First of month following the attainment of age 65 with five years of vesting service.						
<i>Monthly pension benefit</i>	For employees hired before November 1, 1997 - \$32.00 times benefit service, effective January 1, 2003; for employees hired on or after November 1, 1997 - \$24.00 times benefit service, effective January 1, 2003. Effective January 1, 2009, for employees hired on or after November 1, 1997, benefit service is frozen as of January 1, 2009.						
<i>Special age 65 benefit</i>	\$60.00 per month, effective for 2004, payable after age 65 to all retired employees or surviving spouses unless the participant had retired from deferred vested status; \$65.00 effective for 2005; \$70.00 effective for 2006; \$75.00 effective for 2006.						
<i>Supplemental benefit</i>	A \$475 monthly supplement payable to age 62 for employees who retire early (\$500 effective as of January 1, 2005).						

Schedule SB, Part V – Summary of Plan Provisions**Eligibility for Benefits**

<i>Normal retirement</i>	Retirement at NRD
<i>Early retirement</i>	Retirement before NRD and on or after both attaining age 55 and completing ten years of benefit service, or after attaining age 55 and the sum of age and benefit service equals or exceeds 85.
<i>Postponed retirement</i>	Retirement after NRD.
<i>Disability</i>	Totally and permanently disabled, after ten years of benefit service.
<i>Deferred vested</i>	Termination for reasons other than death or retirement after completing five years of vesting service.
<i>Pre-retirement spouse</i>	Death while eligible for normal, early, postponed or deferred vested retirement benefits benefit having been married at least one year.

Monthly Benefits Paid Upon the Following Events

<i>Normal retirement</i>	Monthly pension benefit determined as of NRD.
<i>Early retirement</i>	<p>Monthly pension benefit determined as of early retirement date, reduced by 7.2% for each year of payment before age 60. There is no deduction for employees who retire with age plus years of benefit service greater than or equal to 85 ("85 points").</p> <p>A supplemental benefit of \$475 (\$500 effective January 1, 2007) per month for early retirement with less than 30 years of benefit service is payable between age 55 and 62, reduced 3.3% for each year less than 30 years. There is no reduction for employees with more than 30 years of benefit service.</p>
<i>Postponed retirement</i>	Monthly pension benefit determined as of actual retirement date.
<i>Disability</i>	Monthly pension benefit determined as of disability date, payable immediately.
<i>Termination with deferred vested benefit</i>	Monthly pension benefit determined as of termination date and deferred to age 65. If a participant elects to receive benefit after early retirement age, it will be reduced 7.2% per year under age 62.

Schedule SB, Part V – Summary of Plan Provisions

<i>Death with pre-retirement spouse benefits</i>	If an employee dies after attaining age 55 with ten years of benefit service, his spouse receives the spouse benefit assuming the employee had retired early and elected the 50% joint and survivor option the day before his death. If an employee dies before age 55, the benefit is calculated as if the employee terminated his employment on his date of death, survived to his earliest retirement date and elected the 50% joint and survivor option.
<i>Normal form of payment</i>	Life annuity if the participant has no spouse as of the date payments begin. If married, benefits are paid in the form of a 66-2/3% joint and survivor annuity. However, if termination is due to disability prior to age 55, benefits are paid in the form of a 50% joint and survivor annuity.
<i>Other forms of payment</i>	If the participant elects and the spouse consents (if applicable), another actuarially equivalent optional form is offered by the plan. Optional forms are a 25%, 50%, 75% or 100% contingent annuitant, or a ten-year certain and life annuity, or (for married participants) a life annuity.
<i>Maximum on benefits</i>	All benefits for any calendar year may not exceed the maximum limitations for that year as defined in the Internal Revenue Code. If necessary, the defined benefit plan is reduced.
<i>Changes in plan provisions since prior year</i>	None.

Schedule SB, Line 25 – Change in Method

Method used in minimum funding determinations

Target liability for minimum funding calculations is computed using the traditional unit credit method of funding.

A detailed description of the calculation follows:

- An individual's **target liability** is the present value of benefits based on credited service and average pay as of the beginning of the plan year, and an individual's **normal cost** is the present value of the benefit expected to accrue in the plan year.
- The plan's **target normal cost** is the sum of the individual normal costs, and the plan's **funding target liability** is the sum of the target liabilities for all participants under the plan.

Use of this method is prescribed by the PPA.

Method used in maximum deductible contribution determinations

Maximum funding calculations include the excess of the accrued liability computed using the projected unit credit method over the minimum funding target liability.

A detailed description of the calculation follows:

An individual's **projected accrued liability** is the present value of benefits based on credited service as of the beginning of the plan year would be used in the calculation of the benefit on each expected separation date.

The plan's **projected funding target liability** is the sum of the projected accrued liabilities for all participants under the plan.

Method changes since prior valuation

The valuation described above were adopted at January 1, 2008, in conformance with the PPA; prior methods, not described herein, conformed to pre-PPA requirements.

Schedule SB, Line 26 – Schedule of Active Participant Data

Distribution of active participants

Age	Years of Service										Total
	<1	1-4	5-9	10-14	15-19	20-24	25-29	30-34	35-39	40+	
Under 25	1	8	1								10
25 - 29	1	24	13								38
30 - 34		41	38	17							96
35 - 39		30	33	31							94
40 - 44		23	20	29							72
45 - 49		19	23	14							56
50 - 54	1	20	18	21	2			2	9		73
55 - 59	1	9	6	5		1		1	7		30
60 - 64		3	2	1					3	3	12
65 - 69		1	1								2
70 - 74											0
75+											0
Total	4	178	155	118	2	1	0	3	19	3	483

Schedule SB, Line 32 – Schedule of Amortization Bases

Description	Amortization Period			Balance		
	Date Created	Initial Years	Years Left	Initial	Outstanding	Beginning of Year Payment
Shortfall Amortization Charge	1/1/2008	7	7	12,100,735	12,100,735	2,023,937

Plan Name	TRW Automotive Lebanon Hourly Plan C	EIN:	14-1857697
Plan Sponsor's Name	TRW Automotive US LLC	PN:	007

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