# 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

**2012**

**This Form is Open to Public Inspection**

## Part I Annual Report Identification Information

For calendar plan year 2012 or fiscal plan year beginning 01/01/2012 and ending 12/31/2012

**A** This return/report is for:
- [ ] a multiemployer plan;
- [ ] a multiple-employer plan; or
- [X] 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:
- [X] Form 5558;
- [ ] automatic extension;
- [ ] the DFVC program;
- [ ] special extension (enter description)

## Part II Basic Plan Information—enter all requested information

**1a** Name of plan
ASPECT RATIO, INC. 401K PROFIT SHARING PLAN

**1b** Three-digit plan number (PN) ▶ 001

**1c** Effective date of plan 08/01/1997

**2a** Plan sponsor's name and address; include room or suite number (employer, if for a single-employer plan)

ASPECT RATIO INC.

1347 CAHUENGA BLVD.
HOLLYWOOD, CA 90028

**2b** Employer Identification Number (EIN)
95-3646052

**2c** Sponsor's telephone number
323-467-2121

**2d** Business code (see instructions)
512100

**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. | 08/22/2013 | JOHN INOUYE |
| | **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 |

Preparer's name (including firm name, if applicable) and address; include room or suite number. (optional)

Preparer's telephone number (optional)

| | | |
|---|---|---|
| **3a** Plan administrator's name and address [X] Same as Plan Sponsor Name [ ] Same as Plan Sponsor Address | **3b** Administrator's EIN | |
| | **3c** Administrator's telephone number | |
| **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: | **4b** EIN | |
| **a** Sponsor's name | **4c** PN | |
| **5** Total number of participants at the beginning of the plan year | **5** | 104 |
| **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** | 49 |
| **b** Retired or separated participants receiving benefits | **6b** | 0 |
| **c** Other retired or separated participants entitled to future benefits | **6c** | 29 |
| **d** Subtotal. Add lines **6a**, **6b**, and **6c** | **6d** | 78 |
| **e** Deceased participants whose beneficiaries are receiving or are entitled to receive benefits | **6e** | 0 |
| **f** Total. Add lines **6d** and **6e** | **6f** | 78 |
| **g** Number of participants with account balances as of the end of the plan year (only defined contribution plans complete this item) | **6g** | 66 |
| **h** Number of participants that terminated employment during the plan year with accrued benefits that were less than 100% vested | **6h** | 4 |
| **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 Characteristics Codes in the instructions:
2E 2G 2J 2K 2T 3D 2F

**b** If the plan provides welfare benefits, enter the applicable welfare feature codes from the List of Plan Characteristics Codes in the instructions:

**9a** Plan funding arrangement (check all that apply)

| | | |
|---|---|---|
| **(1)** | [X] | Insurance |
| **(2)** | [ ] | Code section 412(e)(3) insurance contracts |
| **(3)** | [X] | Trust |
| **(4)** | [ ] | General assets of the sponsor |

**9b** Plan benefit arrangement (check all that apply)

| | | |
|---|---|---|
| **(1)** | [X] | Insurance |
| **(2)** | [ ] | Code section 412(e)(3) insurance contracts |
| **(3)** | [X] | 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)** | [X] | **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)** | [X] | | **H** (Financial Information) |
| **(2)** | [ ] | | **I** (Financial Information – Small Plan) |
| **(3)** | [X] | 1 | **A** (Insurance Information) |
| **(4)** | [X] | | **C** (Service Provider Information) |
| **(5)** | [X] | | **D** (DFE/Participating Plan Information) |
| **(6)** | [ ] | | **G** (Financial Transaction Schedules) |

# SCHEDULE A (Form 5500)

Department of the Treasury
Internal Revenue Service

Department of Labor
Employee Benefits Security Administration

Pension Benefit Guaranty Corporation

## Insurance 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.**

▶ Insurance companies are required to provide the information pursuant to ERISA section 103(a)(2).

OMB No. 1210-0110

**2012**

**This Form is Open to Public Inspection**

For calendar plan year 2012 or fiscal plan year beginning 01/01/2012 and ending 12/31/2012

**A** Name of plan
ASPECT RATIO, INC. 401K PROFIT SHARING PLAN

**B** Three-digit plan number (PN) ▶ 001

**C** Plan sponsor's name as shown on line 2a of Form 5500
ASPECT RATIO INC.

**D** Employer Identification Number (EIN)
95-3646052

**Part I** **Information Concerning Insurance Contract Coverage, Fees, and Commissions** Provide information for each contract on a separate Schedule A. Individual contracts grouped as a unit in Parts II and III can be reported on a single Schedule A.

**1** Coverage Information:

**(a)** Name of insurance carrier

HARTFORD LIFE INSURANCE COMPANY

| **(b)** EIN | **(c)** NAIC code | **(d)** Contract or identification number | **(e)** Approximate number of persons covered at end of policy or contract year | Policy or contract year | |
|---|---|---|---|---|---|
| | | | | **(f)** From | **(g)** To |
| 06-0974148 | 88072 | GA-831016 | 66 | 01/01/2012 | 12/31/2012 |

**2** Insurance fee and commission information. Enter the total fees and total commissions paid. List in line 3 the agents, brokers, and other persons in descending order of the amount paid.

| **(a)** Total amount of commissions paid | **(b)** Total amount of fees paid |
|---|---|
| 24304 | 0 |

**3** Persons receiving commissions and fees. (Complete as many entries as needed to report all persons).

**(a)** Name and address of the agent, broker, or other person to whom commissions or fees were paid

BANCWEST INVSTMNT SRVCS INC
13505 CALIFORNIA STREET
OMAHA, NE 68154

| **(b)** Amount of sales and base commissions paid | Fees and other commissions paid | | |
|---|---|---|---|
| | **(c)** Amount | **(d)** Purpose | **(e)** Organization code |
| 24304 | | | 3 |

**(a)** Name and address of the agent, broker, or other person to whom commissions or fees were paid

| **(b)** Amount of sales and base commissions paid | Fees and other commissions paid | | |
|---|---|---|---|
| | **(c)** Amount | **(d)** Purpose | **(e)** Organization code |
| | | | |

**(a)** Name and address of the agent, broker, or other person to whom commissions or fees were paid

| **(b)** Amount of sales and base commissions paid | Fees and other commissions paid | | **(e)** Organization code |
|---|---|---|---|
| | **(c)** Amount | **(d)** Purpose | |
| | | | |

**(a)** Name and address of the agent, broker, or other person to whom commissions or fees were paid

| **(b)** Amount of sales and base commissions paid | Fees and other commissions paid | | **(e)** Organization code |
|---|---|---|---|
| | **(c)** Amount | **(d)** Purpose | |
| | | | |

**(a)** Name and address of the agent, broker, or other person to whom commissions or fees were paid

| **(b)** Amount of sales and base commissions paid | Fees and other commissions paid | | **(e)** Organization code |
|---|---|---|---|
| | **(c)** Amount | **(d)** Purpose | |
| | | | |

**(a)** Name and address of the agent, broker, or other person to whom commissions or fees were paid

| **(b)** Amount of sales and base commissions paid | Fees and other commissions paid | | **(e)** Organization code |
|---|---|---|---|
| | **(c)** Amount | **(d)** Purpose | |
| | | | |

**(a)** Name and address of the agent, broker, or other person to whom commissions or fees were paid

| **(b)** Amount of sales and base commissions paid | Fees and other commissions paid | | **(e)** Organization code |
|---|---|---|---|
| | **(c)** Amount | **(d)** Purpose | |
| | | | |

## Part II Investment and Annuity Contract Information

Where individual contracts are provided, the entire group of such individual contracts with each carrier may be treated as a unit for purposes of this report.

| | | | |
|---|---|---|---|
| 4 | Current value of plan's interest under this contract in the general account at year end | 4 | 932572 |
| 5 | Current value of plan's interest under this contract in separate accounts at year end | 5 | 3881608 |

6 Contracts With Allocated Funds:

a State the basis of premium rates ▶ MINIMUM RATE BASIS IS GAM 1994 BASIC TABLE UNISEX WITH PROJECTION FACTORS

| | | | |
|---|---|---|---|
| b | Premiums paid to carrier | 6b | 40 |
| c | Premiums due but unpaid at the end of the year | 6c | 0 |
| d | If the carrier, service, or other organization incurred any specific costs in connection with the acquisition or retention of the contract or policy, enter amount. Specify nature of costs ▶ | 6d | 0 |

e Type of contract: (1) ☐ individual policies (2) ☒ group deferred annuity (3) ☐ other (specify) ▶

f If contract purchased, in whole or in part, to distribute benefits from a terminating plan check here ▶ ☐

7 Contracts With Unallocated Funds (Do not include portions of these contracts maintained in separate accounts)

a Type of contract: (1) ☐ deposit administration (2) ☐ immediate participation guarantee (3) ☐ guaranteed investment (4) ☒ other ▶ GROUP FUNDING AGREEMENT

| | | | | | |
|---|---|---|---|---|---|
| b | Balance at the end of the previous year | | | 7b | 0 |
| c | Additions: (1) Contributions deposited during the year | 7c(1) | 37023 | | |
| | (2) Dividends and credits | 7c(2) | | | |
| | (3) Interest credited during the year | 7c(3) | 13350 | | |
| | (4) Transferred from separate account | 7c(4) | 41238 | | |
| | (5) Other (specify below) | 7c(5) | 990293 | | |
| | ▶ ACQUISITION,LOAN PYMT | | | | |
| | (6) Total additions | | | 7c(6) | 1081904 |
| d | Total of balance and additions (add lines **7b** and **7c(6)**). | | | 7d | 1081904 |
| e | Deductions: | | | | |
| | (1) Disbursed from fund to pay benefits or purchase annuities during year | 7e(1) | 149317 | | |
| | (2) Administration charge made by carrier | 7e(2) | 55 | | |
| | (3) Transferred to separate account | 7e(3) | 0 | | |
| | (4) Other (specify below) | 7e(4) | 0 | | |
| | ▶ | | | | |
| | (5) Total deductions | | | 7e(5) | 149372 |
| f | Balance at the end of the current year (subtract line **7e(5)** from line **7d**) | | | 7f | 932532 |

## Part III Welfare Benefit Contract Information

If more than one contract covers the same group of employees of the same employer(s) or members of the same employee organizations(s), the information may be combined for reporting purposes if such contracts are experience-rated as a unit. Where contracts cover individual employees, the entire group of such individual contracts with each carrier may be treated as a unit for purposes of this report.

**8** Benefit and contract type (check all applicable boxes)

**a** ☐ Health (other than dental or vision) **b** ☐ Dental **c** ☐ Vision **d** ☐ Life insurance

**e** ☐ Temporary disability (accident and sickness) **f** ☐ Long-term disability **g** ☐ Supplemental unemployment **h** ☐ Prescription drug

**i** ☐ Stop loss (large deductible) **j** ☐ HMO contract **k** ☐ PPO contract **l** ☐ Indemnity contract

**m** ☐ Other (specify) ▶

| | | | | |
|---|---|---|---|---|
| **9** Experience-rated contracts: | | | | |
| **a** Premiums: (1) Amount received | **9a(1)** | | | |
| (2) Increase (decrease) in amount due but unpaid | **9a(2)** | | | |
| (3) Increase (decrease) in unearned premium reserve | **9a(3)** | | | |
| (4) Earned (**(1)** + **(2)** - **(3)**) | | | **9a(4)** | |
| **b** Benefit charges (1) Claims paid | **9b(1)** | | | |
| (2) Increase (decrease) in claim reserves | **9b(2)** | | | |
| (3) Incurred claims (add **(1)** and **(2)**) | | | **9b(3)** | |
| (4) Claims charged | | | **9b(4)** | |
| **c** Remainder of premium: (1) Retention charges (on an accrual basis) -- | | | | |
| (A) Commissions | **9c(1)(A)** | | | |
| (B) Administrative service or other fees | **9c(1)(B)** | | | |
| (C) Other specific acquisition costs | **9c(1)(C)** | | | |
| (D) Other expenses | **9c(1)(D)** | | | |
| (E) Taxes | **9c(1)(E)** | | | |
| (F) Charges for risks or other contingencies | **9c(1)(F)** | | | |
| (G) Other retention charges | **9c(1)(G)** | | | |
| (H) Total retention | | | **9c(1)(H)** | |
| (2) Dividends or retroactive rate refunds. (These amounts were ☐ paid in cash, or ☐ credited.) | | | **9c(2)** | |
| **d** Status of policyholder reserves at end of year: (1) Amount held to provide benefits after retirement | | | **9d(1)** | |
| (2) Claim reserves | | | **9d(2)** | |
| (3) Other reserves | | | **9d(3)** | |
| **e** Dividends or retroactive rate refunds due. (Do not include amount entered in line **9c(2)**.) | | | **9e** | |
| **10** Nonexperience-rated contracts: | | | | |
| **a** Total premiums or subscription charges paid to carrier | | | **10a** | |
| **b** If the carrier, service, or other organization incurred any specific costs in connection with the acquisition or retention of the contract or policy, other than reported in Part I, line 2 above, report amount. | | | **10b** | |

Specify nature of costs ▶

## Part IV Provision of Information

**11** Did the insurance company fail to provide any information necessary to complete Schedule A? ☐ Yes ☒ No

**12** If the answer to line 11 is "Yes," specify the information not provided. ▶

| SCHEDULE C (Form 5500) | Service Provider Information | OMB No. 1210-0110 |
|---|---|---|
| Department of the Treasury<br>Internal Revenue Service<br>Department of Labor<br>Employee Benefits Security Administration<br>Pension Benefit Guaranty Corporation | This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA).<br>▶ **File as an attachment to Form 5500.** | **2012**<br>**This Form is Open to Public Inspection.** |

For calendar plan year 2012 or fiscal plan year beginning 01/01/2012 and ending 12/31/2012

**A** Name of plan
ASPECT RATIO, INC. 401K PROFIT SHARING PLAN

**B** Three-digit plan number (PN) ▶ 001

**C** Plan sponsor's name as shown on line 2a of Form 5500
ASPECT RATIO INC.

**D** Employer Identification Number (EIN)
95-3646052

## Part I Service Provider Information (see instructions)

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

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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)

HARTFORD LIFE INSURANCE COMPANY

06-0974148

| (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? |
|---|---|---|---|---|---|---|
| 15 23 37 38 54 55 59 60 62 63 64 65 66 99 50 | N/A | 75 | Yes [X] No [ ] | Yes [X] No [ ] | 0 | Yes [X] No [ ] |

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

MORNINGSTAR ASSOCIATES, LLC

36-4317381

| (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? |
|---|---|---|---|---|---|---|
| 49 | N/A | 0 | Yes [X] No [ ] | Yes [ ] No [X] | 19 | Yes [ ] No [X] |

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

MESIROW FINANCIAL INVESTMENT MGMT

36-3429599

| (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? |
|---|---|---|---|---|---|---|
| 27 49 | N/A | 0 | Yes [X] No [ ] | Yes [ ] No [X] | 25 | Yes [ ] No [X] |

**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)

| (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 |
|---|---|---|
| HARTFORD LIFE INSURANCE COMPANY | 52 59 60 63 62 | 0 |

| **(d)** Enter name and EIN (address) of source of indirect compensation | **(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation. |
|---|---|
| SEE FEE AND COMPENSATION DISCLOSURE<br><br>06-0974148 | SEE FEE AND COMPENSATION DISCLOSURE |

| **(a)** Enter service provider name as it appears on line 2 | **(b)** Service Codes (see instructions) | **(c)** Enter amount of indirect compensation |
|---|---|---|
| MORNINGSTAR ASSOCIATES, LLC | 49 | 19 |

| **(d)** Enter name and EIN (address) of source of indirect compensation | **(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation. |
|---|---|
| HARTFORD LIFE INSURANCE COMPANY<br><br>06-0974148 | SEE FEE AND COMPENSATION DISCLOSURE REPORT |

| **(a)** Enter service provider name as it appears on line 2 | **(b)** Service Codes (see instructions) | **(c)** Enter amount of indirect compensation |
|---|---|---|
| MESIROW FINANCIAL INVESTMENT MGMT | 27 49 | 25 |

| **(d)** Enter name and EIN (address) of source of indirect compensation | **(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation. |
|---|---|
| HARTFORD LIFE INSURANCE COMPANY<br><br>06-0974148 | SEE FEE AND COMPENSATION DISCLOSURE REPORT |

## 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

**2012**

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

For calendar plan year 2012 or fiscal plan year beginning 01/01/2012 and ending 12/31/2012

**A** Name of plan
ASPECT RATIO, INC. 401K PROFIT SHARING PLAN

**B** Three-digit plan number (PN) ▶ 001

**C** Plan or DFE sponsor's name as shown on line 2a of Form 5500
ASPECT RATIO INC.

**D** Employer Identification Number (EIN)
95-3646052

**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: SEPARATE ACCOUNT 401

**b** Name of sponsor of entity listed in (a): HARTFORD LIFE INSURANCE COMPANY

| **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) |
|---|---|---|
| 06-0974148-000 | P | 3881607 |

**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) |
|---|---|---|

## 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 |
|---|---|

**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

**2012**

**This Form is Open to Public Inspection**

For calendar plan year 2012 or fiscal plan year beginning 01/01/2012 and ending 12/31/2012

**A** Name of plan
ASPECT RATIO, INC. 401K PROFIT SHARING PLAN

**B** Three-digit plan number (PN) ▶ 001

**C** Plan sponsor's name as shown on line 2a of Form 5500
ASPECT RATIO INC.

**D** Employer Identification Number (EIN)
95-3646052

## 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 | 5207 | |
| **b** Receivables (less allowance for doubtful accounts): | | | |
| **(1)** Employer contributions | 1b(1) | | |
| **(2)** Participant contributions | 1b(2) | | |
| **(3)** Other | 1b(3) | 2093 | |
| **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) | 78155 | 86228 |
| **(9)** Value of interest in common/collective trusts | 1c(9) | 1014921 | |
| **(10)** Value of interest in pooled separate accounts | 1c(10) | | 3881607 |
| **(11)** Value of interest in master trust investment accounts | 1c(11) | | |
| **(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) | 4020752 | |
| **(14)** Value of funds held in insurance company general account (unallocated contracts) | 1c(14) | | 932572 |
| **(15)** Other | 1c(15) | | |

| | | | (a) Beginning of Year | (b) End of Year |
|---|---|---|---|---|
| **1d** | Employer-related investments: | | | |
| | **(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 | 5121128 | 4900407 |
| | **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 through1j) | 1k | 0 | 0 |
| | **Net Assets** | | | |
| **l** | Net assets (subtract line 1k from line 1f) | 1l | 5121128 | 4900407 |

## 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) Amount | (b) Total |
|---|---|---|---|---|
| **a** | **Contributions:** | | | |
| | **(1)** Received or receivable in cash from: **(A)** Employers | 2a(1)(A) | 20408 | |
| | **(B)** Participants | 2a(1)(B) | 356618 | |
| | **(C)** Others (including rollovers) | 2a(1)(C) | 4889 | |
| | **(2)** Noncash contributions | 2a(2) | | |
| | **(3)** Total contributions. Add lines **2a(1)(A), (B), (C),** and line **2a(2)** | 2a(3) | | 381915 |
| **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) | 4619 | |
| | **(F)** Other | 2b(1)(F) | 13350 | |
| | **(G)** Total interest. Add lines **2b(1)(A)** through **(F)** | 2b(1)(G) | | 17969 |
| | **(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) | | |
| | **(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 |
| | **(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 |

| | | (a) Amount | (b) Total |
|---|---|---|---|
| (6) Net investment gain (loss) from common/collective trusts | 2b(6) | | |
| (7) Net investment gain (loss) from pooled separate accounts | 2b(7) | | 515887 |
| (8) Net investment gain (loss) from master trust investment accounts | 2b(8) | | |
| (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 | | 2397 |
| d Total income. Add all **income** amounts in column (b) and enter total | 2d | | 918168 |
| **Expenses** | | | |
| e Benefit payment and payments to provide benefits: | | | |
| (1) Directly to participants or beneficiaries, including direct rollovers | 2e(1) | 1114296 | |
| (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) | | 1114296 |
| 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) | | |
| (2) Contract administrator fees | 2i(2) | 24593 | |
| (3) Investment advisory and management fees | 2i(3) | | |
| (4) Other | 2i(4) | | |
| (5) Total administrative expenses. Add lines **2i(1)** through **(4)** | 2i(5) | | 24593 |
| j Total expenses. Add all **expense** amounts in column (b) and enter total | 2j | | 1138889 |
| **Net Income and Reconciliation** | | | |
| k Net income (loss). Subtract line **2j** from line **2d** | 2k | | -220721 |
| 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)** [X] Disclaimer **(4)** [ ] Adverse

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

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

**(1)** Name: WHITE, NELSON, DIEHL, EVANS, LLP **(2)** EIN: 33-0686301

**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 lines 4a, 4e, 4f, 4g, 4h, 4k, 4m, 4n, or 5. 103-12 IEs also do not complete lines 4j and 4l. MTIAs also do not complete line 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.) | 4a | | 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.) | 4b | | X | |

| | | | Yes | No | Amount |
|---|---|---|---|---|---|
| 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.) | 4c | | 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.) | 4d | | X | |
| e | Was this plan covered by a fidelity bond? | 4e | X | | 500000 |
| f | Did the plan have a loss, whether or not reimbursed by the plan's fidelity bond, that was caused by fraud or dishonesty? | 4f | | 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? | 4g | | 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? | 4h | | 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.) | 4i | 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.) | 4j | | 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? | 4k | | X | |
| l | Has the plan failed to provide any benefit when due under the plan? | 4l | | X | |
| m | If this is an individual account plan, was there a blackout period? (See instructions and 29 CFR 2520.101-3.) | 4m | | 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. | 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) |
|---|---|---|
| | | |
| | | |
| | | |

## Part V Trust Information (optional)

| **6a** Name of trust | **6b** Trust's EIN |
|---|---|
| | |

# 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

**2012**

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

For calendar plan year 2012 or fiscal plan year beginning 01/01/2012 and ending 12/31/2012

**A** Name of plan
ASPECT RATIO, INC. 401K PROFIT SHARING PLAN

**B** Three-digit plan number (PN) ▶ 001

**C** Plan sponsor's name as shown on line 2a of Form 5500
ASPECT RATIO INC.

**D** Employer Identification Number (EIN)
95-3646052

## 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 year (if more than two, enter EINs of the two payors who paid the greatest dollar amounts of benefits):

EIN(s): 06-0974148 30-0219031

**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** 0

## Part II Funding Information (If the plan is not subject to the minimum funding requirements of section of 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 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 (include any prior year accumulated funding deficiency not waived) ..... **6a** 0

**b** Enter the amount contributed by the employer to the plan for this plan year ..... **6b** 0

**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** 0

**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 or other authority 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

**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. If no, check the "No" box. ..... ☐ **Increase** ☐ **Decrease** ☐ **Both** ☐ **No**

## 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.

**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**

## 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 lines 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 lines 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 lines 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 lines 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 lines 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 lines 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 line 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 lines (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 line 19(b)?
☐ Effective duration ☐ Macaulay duration ☐ Modified duration ☐ Other (specify):

# *ASPECT RATIO, INC.*
# *401(K) PROFIT SHARING PLAN*

## FINANCIAL STATEMENTS AND SUPPLEMENTAL INFORMATION

## YEAR ENDED DECEMBER 31, 2012

## WITH INDEPENDENT AUDITORS' REPORT

**ASPECT RATIO, INC. 401(K) PROFIT SHARING PLAN**
**TABLE OF CONTENTS**
**DECEMBER 31, 2012**


Page

**Independent Auditors' Report**.....1

**Financial Statements:**

Statements Of Net Assets Available For Benefits .....3

Statement Of Changes In Net Assets Available For Benefits.....4

**Notes To Financial Statements** .....5

**Supplemental Information (Included Pursuant To Department Of Labor's Rules And Regulations):**

Schedule H, Line 4i - Schedule Of Assets (Held At End Of Year).....16

WHITE NELSON DIEHL EVANS LLP
Certified Public Accountants & Consultants

# INDEPENDENT AUDITORS' REPORT

To the Administrative Committee of
Aspect Ratio, Inc. 401(k) Profit Sharing Plan
Los Angeles, California

We were engaged to audit the accompanying financial statements of Aspect Ratio, Inc. 401(k) Profit Sharing Plan (the "Plan") which comprise the statements of net assets available for benefits as of December 31, 2012 and 2011, and the related statements of changes in net assets available for benefits for the year ended December 31, 2012, and the related notes to the financial statements.

**Management's Responsibility for the Financial Statements**

Plan management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

**Auditors' Responsibility**

Our responsibility is to express an opinion on these financial statements based on conducting the audit in accordance with auditing standards generally accepted in the United States of America. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

**Basis for Disclaimer of Opinion**

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 information summarized in Note D, which was certified by The Hartford Life Insurance Company, the trustee of the Plan, except for comparing the 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 and for the years ended December 31, 2012 and 2011, that the information provided to the plan administrator by the trustee is complete and accurate.



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*Offices located in Orange and San Diego Counties*

**Disclaimer of Opinion**

Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient, appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on these financial statements.

**Other Matter**

We were engaged for the purpose of forming an opinion on the financial statements as a whole. The supplemental schedule, Schedule H, Line 4i - Schedule of Assets (Held At End Of Year), which is the responsibility of Plan management, is presented for the purpose of additional analysis and is not a required part of the financial statements but is required by the Department of Labor's (DOL) Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, it is inappropriate to and we do not express an opinion on the supplemental schedule referred to above.

**Report on Form and Content in Compliance With DOL Rules and Regulations**

The form and content of the information included in the financial statements and supplemental schedule, other than that derived from the information certified by the trustee, have been audited by us in accordance with auditing standards generally accepted in the United States of America 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.

White Nelson Diehl Evans LLP

Irvine, California
August 1, 2013

**ASPECT RATIO, INC. 401(K) PROFIT SHARING PLAN**
**STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS**
**DECEMBER 31, 2012 AND 2011**

ASSETS

| | 2012 | 2011 |
|---|---|---|
| Investments: | | |
| At Fair Value: | | |
| Pooled Accounts | $ 3,881,648 | $ - |
| Mutual Funds | - | 4,020,752 |
| Stable Value Fund | 932,531 | - |
| Common/Collective Trusts | - | 1,014,921 |
| Total Investments | 4,814,179 | 5,035,673 |
| Notes Receivable From Participants | 86,228 | 80,248 |
| Cash | - | 5,207 |
| Total Assets | 4,900,407 | 5,121,128 |

LIABILITIES

| | | |
|---|---|---|
| Excess Contributions Payable | 274 | - |
| Employer Match Payable | 106 | - |
| Total Liabilities | 380 | - |
| Net Assets Available For Benefits | $ 4,900,027 | $ 5,121,128 |

The accompanying notes are an integral part of these financial statements

**ASPECT RATIO, INC. 401(K) PROFIT SHARING PLAN**
**STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS**
**YEAR ENDED DECEMBER 31, 2012**

| | | |
|---|---|---|
| Additions To Net Assets Attributed To: | | |
| Contributions: | | |
| Participant | $ | 356,344 |
| Employer | | 20,302 |
| Rollover | | 4,889 |
| Total Contributions | | 381,535 |
| Earnings On Investments At Fair Value: | | |
| Interest And Dividends | | 13,350 |
| Net Realized And Unrealized Gains On Pooled Accounts | | 515,887 |
| Total Earnings On Investments At Fair Value | | 529,237 |
| Interest Income On Notes Receivable From Participants | | 7,016 |
| Total Additions To Net Assets Available For Benefits | | 917,788 |
| Deductions From Net Assets Attributed To: | | |
| Benefits Paid To Participants And Beneficiaries | | 1,114,296 |
| Administrative Expenses | | 24,593 |
| Total Deductions From Net Assets Available For Benefits | | 1,138,889 |
| Decrease In Net Assets Available For Benefits | | (221,101) |
| Net Assets Available For Benefits, December 31, 2011 | | 5,121,128 |
| Net Assets Available For Benefits, December 31, 2012 | $ | 4,900,027 |

The accompanying notes are an integral part of these financial statements

**ASPECT RATIO, INC. 401(K) PROFIT SHARING PLAN**
**NOTES TO THE FINANCIAL STATEMENTS**
**DECEMBER 31, 2012**

**NOTE A:** **Description Of The Plan** - The following description of the Aspect Ratio, Inc. 401(k) Profit Sharing Plan (the "Plan") provides only general information. Participants should refer to the Plan agreement for a more complete description of the Plan's provisions.

(1) General - The Plan is a defined contribution plan which was adopted by Aspect Ratio, Inc. (the "Company") effective January 1, 2002, and is subject to the requirements of the Employee Retirement Income Security Act of 1974 (ERISA) and the Internal Revenue Code (IRC) of 1986, as amended. The purpose of the Plan is to provide retirement benefits for eligible employees over the age of 21 who have completed one year of service with the Company.

(2) Contributions - Participants may elect to contribute pretax annual compensation not to exceed the maximum deferral limitation, as defined in the Internal Revenue Code. Participants who have attained age 50 before the end of the Plan year are eligible to make catch-up contributions. Participants may also contribute amounts representing distributions from other qualified defined benefit or contribution plans. Participants direct the investment of their contributions into various investment options offered by the Plan. Participants may elect to contribute after-tax contributions to a Roth Account as defined by the Plan. The Company may make discretionary matching contributions in accordance with the Plan agreement. For the year ended December 31, 2012, the Company elected to make matching contributions totaling $20,302.

(3) Participant Accounts - Each participant's account is credited with the participant's contribution, the employer's contribution, an allocation of the Plan's earnings or losses, and charged with an allocation of administrative expenses. Allocations are based on participant earnings or account balances, as defined in the Plan document. The benefit to which a participant is entitled is the benefit that can be provided from the participant's vested account.

(4) Vesting - Participants are immediately vested in their voluntary, rollover, and qualified matching contributions plus actual earnings thereon. Vesting in additional non-elective contributions plus actual earnings thereon is based on years of continuous service. A participant is vested at the rate of 20 percent each year after two years of service and is considered to be 100 percent vested after six years of credited service.

**NOTE A:** **Description Of The Plan** - (Continued)

(5) Notes Receivable From Participants - Participants may borrow against their Plan account balance within Plan guidelines. Loan terms are at the discretion of the borrower but generally cannot exceed five years. The loan amount can be a minimum of $1,000 but cannot exceed the lesser of (a) one-half of the participant's non-forfeitable interest under the Plan, or (b) $50,000. Interest is charged on the outstanding balance at rates determined by the plan administrator based on the prevailing interest rates. Principal and interest is paid ratably through bi-weekly payroll deductions. The loans are secured by the vested account balance in the participant's account, and a participant can only have one outstanding loan at any time.

(6) Benefit Payments - Upon termination of service due to death, disability, or retirement, a participant may elect to receive either a lump-sum distribution equal to the vested portion of his or her account or an annuity over the life of the participant or designated beneficiary, as defined in the Plan document. For termination of service due to other reasons, a participant will receive the value of the vested interest in his or her account as a lump-sum distribution. The Plan does not permit any in-service distributions.

(7) Forfeitures - Forfeitures of the employee's non-vested portion of the Company's contributions can be used to apply against administrative expenses and employer's contributions. There were no forfeited non-allocated accounts at December 31, 2012 or 2011.

(8) Administrative Expenses - Certain administrative functions are performed by officers or employees of the Company. No such officer or employee received compensation from the Plan. Investment fees and certain transaction fees are paid by the Plan; all other administrative expenses incurred by the Plan are absorbed by the Company.

Investment management fees and operating expenses charged to the Plan for investments in the various funds are deducted from income earned on a daily basis and are reflected as a component of net appreciation (depreciation) in fair values of investments.

**NOTE B:** **Summary Of Significant Accounting Policies** - The following are the significant accounting policies followed by the Plan:

(1) Basis Of Accounting - The accompanying financial statements of the Plan have been prepared under the accrual method of accounting in accordance with accounting principles generally accepted in the United States Of America ("U.S. GAAP").

(2) Investment Valuation And Income Recognition - The Plan's investments are stated at fair value at December 31, 2012 and 2011. 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 N for discussion of fair value measurements.

Purchases and sales of investments are recorded on a trade-date basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date. Capital gains and/or losses are reported the day after the trade date.

Net realized and unrealized appreciation (depreciation) is recorded in the accompanying statement of changes in net assets available for benefits in net realized and unrealized gains or losses on investments.

Brokerage fees are added to the acquisition costs of assets purchased and subtracted from the proceeds of assets sold.

(3) 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 terms of the Plan document.

(4) Payment Of Benefits - Benefits are recorded when paid.

(5) Use Of Estimates - The process of preparing financial statements in conformity with accounting principles generally accepted in the United States of America requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues and gains, and expenses and losses. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

**NOTE C:** **Concentrations, 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 that such changes could materially affect participants' account balances and the amounts reported in the statements of net assets available for benefits.

The Plan held a portion of its assets, the Stable Value Fund, with one institution. In the event of the institution's failure, the Plan is at risk of loss to the extent of the dollars invested in that fund. The Plan is also at risk of loss in any of its pooled separate accounts which could fail to the extent of the dollars invested in the funds.

**NOTE D:** **Information Prepared And Certified By The Hartford Life Insurance Company** - The following information included in the accompanying financial statements and supplemental schedule was obtained from data that has been prepared and certified to as complete and accurate by the trustee:

| | 2012 | 2011 |
|---|---|---|
| Investments At Fair Value: | | |
| Pooled Separate Accounts | $ 3,881,648 | $ - |
| Stable Value Fund | $ 932,531 | $ - |
| Common/Collective Trusts | $ - | $ 1,014,921 |
| Mutual Funds | $ - | $ 4,020,752 |
| Notes Receivable From Participants | $ 86,228 | $ 80,248 |
| Cash | $ - | $ 5,207 |

The Hartford Life Insurance Company certified the completeness and accuracy of $13,350 of interest and dividend income, $515,887 of net appreciation in fair value of investments in pooled separate accounts, and $7,016 of interest income related to notes receivable from participants for the year ended December 31, 2012.

**NOTE E:** **Investments** - The following table presents investments that represent 5 percent or more of the Plan's net assets:

| | 2012 | 2011 |
|---|---|---|
| Pooled Separate Accounts: | | |
| Prudential Jennison Mid-Cap Growth A | $ 530,533 | $ - |
| Franklin Growth A | 317,150 | - |
| Ridgeworth Small-Cap Value Equity A | 303,235 | - |
| Pioneer Oak Ridge Small Cap Growth A | 431,175 | - |
| Hartford Index HLS IB | 380,669 | - |
| The Hartford International Opportunities R4 | 534,483 | - |
| Ridgeworth Total Return Bond A | 574,312 | - |
| JP Morgan US Equity A | 286,285 | - |
| Stable Value Funds: | | |
| Fixed Account | 932,531 | - |
| Mutual Funds: | | |
| American Funds EuroPacific Growth Fund | - | 527,957 |
| American Funds Growth Fund of America | - | 370,731 |
| Davis New York Venture Fund | - | 286,655 |
| Rainier Mid Cap Equity Fund | - | 596,685 |
| Royce Funds Pennsylvania Mutual Fund | - | 300,368 |
| Vanguard Index 500 Fund | - | 429,496 |
| Vanguard Total Bond Market Index Fund | - | 743,903 |
| Wasatch Small Cap Growth Fund | - | 488,634 |
| Common/Collective Trusts: | | |
| Associated Money Market Fund | - | 830,476 |

**NOTE F:** **Stable Value Funds -** Stable Value Funds consist of annuity contracts or funding agreements that may include a fixed fund offering called The Fixed Account. The Fixed Account is part of an issuing general account and is subject to the claims of the insurance company's general creditors. The insurance company credits interest on contributions made to the Fixed Account at a rate declared for a period of time. The insurance company guarantees a minimum rate of interest, 3% at December 31, 2012. Guarantees are subject to the insurance company's claims paying ability.

Generally distributions and transfers are processed from the The Fixed Account within a reasonable period of time after a participant request is received in good order. However, under certain conditions, as described in the Stable Value Funds Rider of the Group Annuity Contract or Funding Agreement, transfers from the The Fixed Account may be limited or deferred, and distributions may be subject to a market value adjustment.

**NOTE G:** **Excess Contributions Payable** - ERISA requires the Plan to satisfy certain nondiscrimination provisions. There were excess contributions payable for the year ended December 31, 2012 of $274, which the Plan is required to return in employee contributions in order to satisfy these provisions. Additionally, there were employer match contributions payables for the year ended December 31, 2012 of $106.

**NOTE H:** **Plan Termination** - Although it has not expressed any intent to do so, the Company has the right under the Plan to terminate the Plan, subject to the provisions of ERISA. In the event of Plan termination, all participants would become fully vested in their accounts.

**NOTE I:** **Withdrawn Participants** - At December 31, 2012 and 2011, there were no amounts allocated to accounts of participants who have elected to withdraw from the Plan but have not been paid.

**NOTE J:** **Tax Status** - The Plan is based on the PDS Advantage Volume Submitter 401(k) Savings/Profit Sharing Plan with The Hartford Life Insurance Company, the trustee of the Plan, which received a determination letter from the Internal Revenue Service (IRS) dated March 31, 2008, stating that the Plan was designed in accordance with the provisions of the Internal Revenue Code (IRC). The Plan has not yet filed for its own determination letter from the IRS. However, the plan administrator believes that the Plan is designed and is currently being operated in compliance with the applicable requirements of the IRC. The related trust, therefore, is not subject to tax under present income tax law.

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 if the Plan has taken an uncertain position that more likely than not would not be sustained upon examination by the Internal Revenue Service. The plan administrator has analyzed the tax positions taken by the Plan, and has concluded that as of December 31, 2012, there are no uncertain positions taken or expected to be taken that would require recognition of a liability 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 2009.

**NOTE K:** **Party-In-Interest** - The investments in pooled separate accounts and stable value funds are managed by The Hartford Life Insurance Company, which is the trustee, as defined by the Plan, and therefore, these investments qualify as party-in-interest transactions. Additionally, the notes receivable from participants qualify as party-in-interest transactions.

**NOTE L:** **Fidelity Bond** - ERISA requires that the Plan be covered by a fidelity bond. The amount of bond must be equal to the lesser of 10 percent of the funds handled or $500,000. For the year ended December 31, 2012, the Plan met the minimum bonding requirement.

**NOTE M:** **Differences On Form 5500** - The financial statements have been prepared on the accrual basis as required by generally accepted accounting principles. However, for the years ended December 31, 2012 and 2011, the Form 5500 to be filed with the Internal Revenue Service has been prepared on the cash basis.

The following is a reconciliation of net assets available for benefits per the financial statements to the Form 5500:

| | 2012 | 2011 |
|---|---|---|
| Net Assets Available For Benefits Per The Financial Statements | $ 4,900,027 | $ 5,121,128 |
| Add: Contributions Payable | 380 | - |
| Net Assets Available For Benefits Per The Form 5500 | $ 4,900,407 | $ 5,121,128 |

The following is a reconciliation of additions and deductions to net assets available for benefits per the financial statements to the Form 5500:

| | |
|---|---|
| Net Additions/Deductions Per The Financial Statements | $ (221,101) |
| Add: Current Year Contributions Payable | 380 |
| Net Additions/Deductions Per The Form 5500 | $ (220,721) |

**NOTE N:** **Fair Value Measurements** - FASB ASC 820, "*Fair Value Measurements and Disclosures*", provides the 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). The three levels of the fair value hierarchy under FASB ASC 820 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;

**NOTE N:** **Fair Value Measurements** - (Continued)

- Inputs other than quoted prices that are observable for the asset or liabilities;
- 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's 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.

The 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, 2012 and 2011.

*Pooled Separate Accounts:* Valued at the closing price reported on the active market on which the individual securities are traded.

*Stable Value Fund:* Value is based on the fair value of the underlying investments as based on information reported by the investment advisor using the audited financial statements of the stable value fund at year end.

*Mutual Funds:* Valued at the daily closing price as reported by the fund. Mutual funds held by the Plan are open-end mutual funds that are registered with the Securities and Exchange Commission. These funds are required to publish their daily net asset value (NAV) and to transact at that price. The mutual funds held by the Plan are deemed to be actively traded.

*Common/Collective Trusts:* Valued at the NAV of units of a bank collective trust. The NAV, as provided by the trustee, is used as a practical expedient to estimate fair value. The NAV is based on the fair value of the underlying investments held by the fund less its liabilities. This practical expedient is not used when it is determined to be probable that the fund will sell the investment for an amount different than the reported NAV. Participant transactions (purchased and sales) may occur daily. Were the Plan to initiate a full redemption of the collective trust, the investment adviser reserves the right to temporarily delay withdrawal from the trust in order to ensure that securities liquidations will be carried out in an orderly business manner.

**NOTE N:** **Fair Value Measurements** - (Continued)

The preceding methods may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while 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.

The following table sets forth by level, within the fair value hierarchy, the Plan's assets, measured on a recurring basis, at fair value as of December 31, 2012:

| | Level 1 | Level 2 | Level 3 | Total |
|---|---|---|---|---|
| Pooled Separate Accounts: | | | | |
| Blend Funds | $ - | $1,950,430 | $ - | $ 1,950,430 |
| Growth Funds | - | 1,356,833 | - | 1,356,833 |
| Fixed Income | - | 574,385 | - | 574,385 |
| Stable Value Fund | - | - | 932,531 | 932,531 |
| Total Assets At Fair Value | $ - | $3,881,648 | $ 932,531 | $4,814,179 |

The following table sets forth by level, within the fair value hierarchy, the Plan's assets, measured on a recurring basis, at fair value as of December 31, 2011:

| | Level 1 | Level 2 | Level 3 | Total |
|---|---|---|---|---|
| Mutual Funds: | | | | |
| Growth Funds | $ 1,457,420 | $ - | $ - | $ 1,457,420 |
| Value Funds | 76,905 | - | - | 76,905 |
| Blend Funds | 1,653,560 | - | - | 1,653,560 |
| Bonds | 832,867 | - | - | 832,867 |
| Common/Collective Trusts | - | 1,014,921 | - | 1,014,921 |
| Total Assets At Fair Value | $ 4,020,752 | $1,014,921 | $ - | $5,035,673 |

**NOTE N:** **Fair Value Measurements** - (Continued)

The table below sets forth a summary of changes in the fair value of the Plan's Level 3 assets for the year ended December 31, 2012:

| | Stable Value Fund |
|---|---|
| Beginning Balance | $ - |
| Interest Income | 13,350 |
| Purchases | 1,027,316 |
| Sales | (149,372) |
| Issuances, Settlements, Exchanges | 41,237 |
| Ending Balance | $ 932,531 |

The following table represents the Plan's level 3 financial instruments, the valuation techniques used to measure the fair value of those financial instruments, and the significant unobservable inputs and the ranges of values for those inputs.

| | Fair Value | Principal Valuation Technique | Unobservable Inputs | Range of Significant Input Values |
|---|---|---|---|---|
| Stable Value Fund | $932,531 | Net Surrender Value | Annuity Contract Credits Interest at a Declared Quarterly Rate | 3% |

**NOTE O:** **Net Asset Value Per Share (NAV)** - The following table for December 31, 2012 sets forth a summary of the Plan's investments whose fair value is estimated using NAV (or its equivalent):

| | Fair Value | Unfunded Commitment | Redemption Frequency | Other Redemption Restrictions | Redemption Notice Period |
|---|---|---|---|---|---|
| Pooled Sep. Accounts (a) | $3,881,648 | None | Daily | None | None |
| Stable Value Fund (b) | $ 932,531 | None | Quarterly | None | None |

**NOTE O:** **Net Asset Value Per Share (NAV)** - (Continued)

(a) Pooled Separate Funds are made up of a wide variety of underlying investments such as equities, bonds, real estate and mutual funds. The NAV is based on the market value of its underlying investments but the NAV is not a publically quoted price in an active market. .

(b) Stable value fund invests in general insurance contracts and security-backed contracts in which each contract issuer specifies specific events which may trigger a market value adjustment. At this time, the stable value fund does not believe that the occurrence of any such market value event, which would limit the investment fund's ability to transact at contract value with participants, is probable. The objective of the stable value fund is to provide a diversified group of investments offering competitive levels of yield consistent with stable fixed-income methodology and the careful and prudent assumptions of investment risk providing for preservation of capital, stability, and predictability of returns, liquidity to pay plan benefits, and high credit quality.

The following table for December 31, 2011 sets forth a summary of the Plan's investments whose fair value is estimated using NAV (or its equivalent):

| | Fair Value | Unfunded Commitment | Redemption Frequency | Other Redemption Restrictions | Redemption Notice Period |
|---|---|---|---|---|---|
| Common/ Collective Trusts (c) | $1,014,921 | None | Daily | None | None |

(c) Common Collective Trusts funds seek to achieve the following objectives to varying degrees: growth, income, and conservation of capital. The funds will increasingly emphasize income and conservation of capital by investing a greater portion of their assets in bond, equity income and balanced funds as they approach and pass their target dates, this way, the funds seek to balance total return and stability over time.

**NOTE P:** **Subsequent Events** - The Plan has evaluated subsequent events through August 1, 2013, the date the financial statements were available to be issued.

# SUPPLEMENTAL INFORMATION

**ASPECT RATIO, INC. 401(K) PROFIT SHARING PLAN**
**SCHEDULE H, LINE 4I - SCHEDULE OF ASSETS (HELD AT END OF YEAR)**
**DECEMBER 31, 2012**

Form 5500 FEIN: #95-3646052
Schedule H - Part IV - Item i PLAN: #001

| (a) Party-In Interest | (b) Identity Of Issue, Borrower, Lessor, Or Similar Party | (c) Description Of Investment Including Maturity Date, Rate Of Interest, Collateral, Par Or Maturity Value | (d) Cost** | (e) Current Value |
|---|---|---|---|---|
| | Pooled Accounts | | | |
| * | Franklin Templeton Conservative Allocation A | Pooled Separate Accounts | $ - | $ 10,148 |
| * | Franklin Templeton Growth Allocation A | Pooled Separate Accounts | - | 42,300 |
| * | Franklin Templeton Moderate Allocation A | Pooled Separate Accounts | - | 141,949 |
| * | Prudential Jennison Mid-Cap Growth A | Pooled Separate Accounts | - | 530,533 |
| * | Franklin Growth A | Pooled Separate Accounts | - | 317,150 |
| * | Mutual Global Discovery A | Pooled Separate Accounts | - | 403 |
| * | Ridgeworth Small Cap Value Equity A | Pooled Separate Accounts | - | 303,235 |
| * | Victory Established Value A | Pooled Separate Accounts | - | 144 |
| * | Pioneer Oak Ridge Small Cap Growth A | Pooled Separate Accounts | - | 431,175 |
| * | Victory Small Company Opportunity A | Pooled Separate Accounts | - | 145 |
| * | Blackrock Equity Dividend A | Pooled Separate Accounts | - | 37,384 |
| * | Hartford Index HLS IB | Pooled Separate Accounts | - | 380,669 |
| * | Alliance Bernstein High Income A | Pooled Separate Accounts | - | 73 |
| * | Oppenheimer Developing Markets A | Pooled Separate Accounts | - | 39,899 |
| * | The Hartford International Opportunities R4 | Pooled Separate Accounts | - | 534,483 |
| * | Nuveen Mid-Cap Index A | Pooled Separate Accounts | - | 65,357 |
| * | Ridgeworth Total Return Bond A | Pooled Separate Accounts | - | 574,312 |
| * | JP Morgan US Equity A | Pooled Separate Accounts | - | 286,285 |
| * | Nuveen Small Cap Index A | Pooled Separate Accounts | - | 29,187 |
| * | JP Morgan Smart Retirement 2040A | Pooled Separate Accounts | - | 156,776 |
| * | Hartford Lifetime | Pooled Separate Accounts | - | 41 |
| | Total Pooled Accounts | | - | 3,881,648 |
| | Stable Value Fund | | | |
| | Fixed Account | Stable Value Fund | | 932,531 |
| * | Notes Receivable From Participants | Interest Rates (5.25%) | - | 86,228 |
| | Total Assets Held For Investment Purposes | | $ - | $ 4,900,407 |

* Party-In-Interest
** Cost Information Excluded As Permitted For Participant-Directed Accounts

## *Effective January 1, 2013 - Role of MassMutual*

Massachusetts Mutual Life Insurance Company (together, with its affiliates, "MassMutual") acquired The Hartford's retirement plans business effective January 1, 2013. In connection with the acquisition, The Hartford appointed MassMutual to provide all of administrative services necessary to support your plan's contract. In this role, MassMutual receives all charges, fees and compensation – both direct and indirect – as payable to The Hartford for the services provided to your plan under the packaged retirement services programs. Additionally, MassMutual and its affiliates are responsible for marketing and selling the retirement plan services programs and for paying sales commissions and other compensation to Financial Intermediaries for sales and marketing activities related to the retirement plan services programs.

For Form 5500 Schedule C reporting purposes, all Direct Compensation items (e.g., fees distributed from participant accounts) plus certain Indirect Compensation items (e.g., sales commissions) are reported on a Plan Year basis, and all remaining Indirect Compensation items (e.g., revenue sharing) are reported on a Calendar Year basis. As a result, if your 2012 Plan Year is an off-calendar year Plan Year (e.g., July 1, 2012 - June 30, 2013) certain of your Plan's Schedule C information may list multiple entities as payors or payees of Direct and Indirect Compensation.

Massachusetts Mutual Life Insurance Company: EIN 04-1590850

MassMutual Retirement Services, LLC (formerly Hartford Retirement Services, LLC): EIN 26-1589907

Hartford Life Insurance Company: EIN 06-0974148

Hartford Securities Distribution Company, Inc.: EIN 06-1408044

# Fee and Compensation Disclosure Report

This document is intended to assist a plan administrator ("you") in completing the Form 5500 Schedule C[1] by identifying different types of compensation paid with respect to the Hartford product utilized by your plan.

As permitted under the Schedule C rules, compensation is disclosed in the attached report as an actual dollar amount, an estimate or a formula or rate.

- Where an actual dollar amount of compensation is disclosed, no further notation regarding compensation calculations is generally provided.
- Where an estimate of the compensation amount is disclosed, we have used a reasonable method to arrive at the estimate and we have described the method used to arrive at the estimated amount.
- Where a formula or rate is provided to report compensation, we have used a reasonable method to arrive at the estimate and we have described the method used to arrive at the estimated amount. This formula or rate may be disclosed to describe the compensation to which it applies under the Schedule C rules. Alternatively, for purposes of Schedule C disclosure or in connection with your fiduciary review of the compensation paid with respect to the services, products and investment options utilized by the plan, you may calculate and disclose an actual or estimated dollar amount by multiplying the rate by the total assets to which it applies.

**Please note that, unless otherwise indicated in the descriptions contained in this report, direct compensation is presented on a plan year basis 01/01/2012 - 12/31/2012 and indirect compensation is presented on a calendar year basis ending 12/31/2012.**

This report includes compensation actually paid to or by the Hartford within the indicated plan year as part of your Hartford product. *(Note: If the plan year period or plan year end indicated in this Schedule C reporting package is incorrect, please notify your Hartford customer service representative immediately).* This report does not include amounts deducted from plan assets and paid to third parties (other than Hartford). In addition, the report does not include compensation related to investments held by the plan that are not serviced on our recordkeeping system. You should contact your other service providers for reportable compensation information. You may also receive information on the compensation reported here from other service providers as is described below.

Please note that we have provided suggested service codes with respect to services provided through our Hartford product. Please review all Schedule C and other Form 5500 materials with your experienced benefits counsel and other professionals to determine the most appropriate codes for your plan. In addition, please note that because plans with fewer than 100 participants (as of the beginning of the plan year) are generally not required to file Schedule C, you should refer to the instructions provided by the IRS for Schedule C and/or review the applicability of Schedule C to your plan with your experienced tax/benefits counsel, to determine whether it is necessary for the plan to report the information contemplated by this report.

**Please contact your Hartford Service Team should you require additional information regarding the compensation paid to or by Hartford with respect to your plan.**

*********

**Information provided in this document and related materials we provide are not intended to be and shall not be deemed tax advice, tax form preparation services, legal advice, advice to plans regarding compliance with ERISA reporting compliance, or accounting or other professional services. As described above, the information contained in this report may not cover all of the compensation received by the plan's service providers. We strongly encourage you to review all Schedule C and other Form 5500 materials with experienced benefits counsel and other professionals.**

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[1] Please refer to the Schedule C of the Form 5500 and its instructions (available at: http://www.dol.gov/ebsa/5500main.html), and please confer with experienced benefits counsel and other professionals, to determine the applicability of Schedule C to your plan.

# FORM 5500 SCHEDULE C REPORT
# SCHEDULE C, LINE 2(h) AND LINE 3(e) FORMULA DESCRIPTION

## ASPECT RATIO 401K PS PLAN (831016)
## EIN #: 95-3646052

***Please note that, unless otherwise indicated in the descriptions contained in this report, direct compensation is presented on a plan year basis 01/01/2012 - 12/31/2012 and indirect compensation is presented on a calendar year basis ending 12/31/2012.***

***For use with lines 2(h), 3(c), 3(d), 3(e)***

***Total Direct Compensation Paid*** **$75.06**

The total amount identified above reflects all fees deducted from plan assets at the plan administrator's direction for the plan year. Service providers which have received portions of these direct fees are listed below, along with the amount of fees they received. Please note that if there is a discrepancy between the total direct fees reported above and the sum of the direct fees reported below, you should contact your other service providers or your plan records to identify the recipient(s) of the fees and any other information relevant to your Schedule C filing.

***Recipient: Hartford Life Insurance Company EIN: 06-0974148***

**Service Codes: 15, 23, 37, 38, 54, 55, 59, 60, 62, 63, 64, 65, 66, 99, 50 (if direct compensation amount reflected below)**

*Direct Compensation* **$75.06**

The total amount identified above reflects fees deducted from plan assets at the plan administrator's direction for the 2012 plan year for the above named recipient. Please review other service providers, below, to determine whether direct fees were also paid to them. Also, please review your records to determine whether other service providers may have received any compensation not reported below (e.g., a reimbursement paid to any plan fiduciary, your employee benefits counsel, or a plan auditor).

Note: Due to system accounting protocols (including 'cash basis' accounting), amounts reported as Direct Compensation and amounts reported as paid to Hartford Life Insurance Company are the net result of aggregating direct compensation after the effects of adjustments processed in 2012, some of which may have pertained to prior years.

Please review the detailed breakdown at the end of the report for further information.

*Indirect Compensation*

**Float compensation** **$9.52**

Bank accounts and investments associated with short-term investment pool, 200 Hopmeadow Road, Simsbury, CT 06089

This is an estimate based on the annual average rate of float (0.1285% for 2012) earned on the bank accounts and investments associated with the short-term investment pool for the 2012 calendar year multiplied by an estimate of the assets related to uncashed checks.* This estimate does not include float earned for any other reason (e.g., if amounts remitted to The Hartford cannot be immediately invested because they are not in good order). Please review or request a copy of the current float disclosure for more information about the other circumstances in which float is earned.

* A complete listing of distribution checks that remain outstanding for your plan is available on the Retirement Plan Access web site under the Standard Reports section (Report R03998-Outstanding Distribution Checks). Uncashed check assets will continue to remain in a float-earning bank account until such time direction is received from the Plan Sponsor. The Plan Sponsor should consult with their tax advisor or benefits counsel to determine if assets attributable to uncashed checks should be included on the Form 5500 filing.

**Non Monetary Compensation**

Please note that items of nonmonetary compensation need to be reported for Schedule A or C (Form 5500) purposes if they exceed certain *de minimus* amounts. Transactions generating nonmonetary compensation may include gifts, gratuities, or certain types of in-kind benefits. Hartford's Code of Ethics and Business Conduct generally restricts Hartford employees from giving to or receiving gifts from customers and/or business partners having a value of over $100, in any individual situation, without prior approval. However, it is possible that one or more of your service providers for the calendar year, including Hartford, engaged in transactions generating nonmonetary compensation. Information concerning reportable transactions undertaken between or among non-Hartford parties may not be available to The Hartford.

Please consult with your legal or tax advisors if you have any questions.

**Compensation paid with respect to Funds**

| *Investment Option Name* | *EIN* | *Revenue Sharing Rate (%) Paid to The Hartford (rates as of 12/31/2012)* | *Underlying Fund Gross Expense Ratio as of the Fund's Year End*[*] |
|---|---|---|---|
| ALLIANCEBERNSTEIN HIGH INCOME A | 13-3747683 | 0.55% x assets | 0.96% |
| BLACKROCK EQUITY DIVIDEND A | 13-3806694 | 0.55% x assets | 0.99% |
| FIXED ACCOUNT | 06-0974148 | | 0.00% |
| FRANKLIN GROWTH A | 13-2573775 | 0.35% x assets plus $12/participant | 0.94% |
| FRANKLIN TEMPLETON CONS ALLOC A | 13-3151768 | 0.35% x assets plus $12/participant | 1.15% |
| FRANKLIN TEMPLETON GROWTH ALLC A | 13-3151768 | 0.35% x assets plus $12/participant | 1.29% |
| FRANKLIN TEMPLETON MOD ALLOC A | 13-3151768 | 0.35% x assets plus $12/participant | 1.21% |
| HARTFORD INDEX HLS IB | 22-2937447 | 0.50% x assets | 0.58% |
| HARTFORD LIFETIME INCOME-A | 22-2937447 | | 0.00% |
| JPMORGAN SMARTRETIREMENT 2045 A | 33-1043149 | 0.55% x assets | 1.41% |
| JPMORGAN US EQUITY A | 33-1043149 | 0.55% x assets | 1.08% |
| MUTUAL GLOBAL DISCOVERY A | 22-2894171 | 0.35% x assets plus $12/participant | 1.31% |
| NUVEEN MID CAP INDEX A | 41-1418224 | 0.50% x assets | 0.93% |
| NUVEEN SMALL CAP INDEX A | 41-1418224 | 0.40% x assets | 1.14% |
| OPPENHEIMER DEVELOPING MARKETS A | 93-6305075 | 0.55% x assets | 1.36% |
| PIONEER OAK RIDGE SMCAP GROWTH A | 13-5657669 | 0.55% x assets | 1.51% |
| PRU JENNISON MID CAP GROWTH A | 13-2631108 | 0.55% x assets | 1.06% |
| RIDGEWORTH SM CAP VALUE EQUITY A | 23-2678674 | 0.75% x assets | 1.53% |
| RIDGEWORTH TOTAL RETURN BOND A | 23-2678674 | 0.40% x assets | 0.67% |
| THE HARTFORD INTERNAT'L OPPS R4 | 22-2937447 | 0.65% x assets | 1.23% |
| VICTORY ESTABLISHED VALUE A | 31-6364605 | 0.45% x assets plus $16/particpant | 1.08% |
| VICTORY SMALL CO OPPORTUNITY A | 31-6364605 | 0.45% x assets plus $16/particpant | 1.41% |

Under the variable investment options available through your plan's group annuity contract or funding agreement, contract values are invested in Hartford Life Insurance Company separate accounts that, in turn, invest in underlying registered investment companies (i.e., mutual funds) and collective investment funds.

The list includes any investment option held by the plan on at least one month end during the 2012 calendar year. To arrive at an estimate of the dollar amount that Hartford received from each investment option, multiply the rate of fees received from each investment option by your plan's year-end balance (or if the investment option was liquidated prior to year end, the balance on the liquidation date) and, if applicable, the per participant fee by the number of participants in the investment option at year end (or the liquidation date if earlier). This will be an estimate because your plan's balance and number of participants will vary over the course of the year, so the year-end balance and number of participants may be higher or lower than the daily balance. In addition, these fees are calculated on a daily basis.

* This amount is the sum of the fund's distribution, management and other fees, which are also identified in the fund's prospectus. Please note that, for 2012, affiliates of Hartford Life Insurance Company act as advisor to the Hartford funds. Such affiliates are identified in the fund's prospectus and receive management fees in the following amounts:

| | |
|---|---|
| Hartford Index HLS IB | 0.30% x assets |
| Hartford Intl Opportunities R4 | 0.73% x assets |

## *Recipient: BANCWEST INVSTMNT SRVCS INC EIN: 13-3618472*

**Service Codes:**

Please contact your Service Provider for the list of applicable services performed and Service Codes.

### *Direct Compensation* **$0.00**

Our records indicate that this recipient did not receive any Direct Compensation. Please review your records to determine whether this service provider may have received any compensation not reported.

### *Indirect Compensation*

* **Sales commission** Payor: Hartford Life Insurance Company EIN: 06-0974148 **$24,303.86**

* *Sales Commissions are reported on a Plan Year basis.*

**Non Monetary Compensation**

Please note that items of nonmonetary compensation need to be reported for Schedule A or C (Form 5500) purposes if they exceed certain *de minimus* amounts. Transactions generating nonmonetary compensation may include gifts, gratuities, or certain types of in-kind benefits. Hartford's Code of Ethics and Business Conduct generally restricts Hartford employees from giving to or receiving gifts from customers and/or business partners having a value of over $100, in any individual situation, without prior approval. However, it is possible that one or more of your service providers for the 2012 calendar year, including Hartford, engaged in transactions generating nonmonetary compensation. Information concerning reportable transactions undertaken between or among non-Hartford parties may not be available to The Hartford.

Please consult with your legal or tax advisors if you have any questions.

## *Recipient: Morningstar Associates, LLC EIN: 36-4317381*

**Service Code: 49**

### *Indirect Compensation*

**"Managed by You" services fee** Payor: Hartford Life Insurance Company EIN: 06-0974148 **$18.61**

This is an estimate determined by dividing a flat annual fee paid to Morningstar by the number of plans to whom this feature is made available.

## *Recipient: Mesirow Financial Investment Management, Inc. EIN: 36-3429599*

*Indirect Compensation*

**Annual fee and basis point fee for Mesirow plan fiduciary service** **$25.30**
**Service code: 27**

Payor: Hartford Life Insurance Company EIN: 06-0974148

This is an estimate based on the annual flat fee plus the basis point fee paid to Mesirow divided by the number of plans using this feature.

In addition to the indirect compensation noted above, we pay Mesirow Financial an additional asset-based fee for Fiduciary Assure services. This fee is computed using a tiered scale based on total assets under the program where the assets are multiplied by annualized rates ranging from 2.50 basis points down to 0.9 basis points.

**Annual platform package fee ("Model My Goals")** **$20.51**
**Service code: 49**

Payor: Hartford Life Insurance Company EIN: 06-0974148

This is an estimate based on the annual platform package fee paid to Mesirow divided by the number of plans using this feature.

# Direct Revenue Detail

**Recipient:** ***Hartford Life Insurance Company***

| **Fee Description** | **Dollar Amount** |
|---|---|
| One-Time Distribution Fee | $75.06 |
| **Total Direct Revenue:** | **$75.06** |
| **Grand Total Direct Fees:** | **$75.06** |

# *ASPECT RATIO, INC.*
# *401(K) PROFIT SHARING PLAN*

## FINANCIAL STATEMENTS AND SUPPLEMENTAL INFORMATION

## YEAR ENDED DECEMBER 31, 2012

## WITH INDEPENDENT AUDITORS' REPORT

**ASPECT RATIO, INC. 401(K) PROFIT SHARING PLAN**
**TABLE OF CONTENTS**
**DECEMBER 31, 2012**


Page

**Independent Auditors' Report**.....1

**Financial Statements:**

Statements Of Net Assets Available For Benefits .....3

Statement Of Changes In Net Assets Available For Benefits.....4

**Notes To Financial Statements** .....5

**Supplemental Information (Included Pursuant To Department Of Labor's Rules And Regulations):**

Schedule H, Line 4i - Schedule Of Assets (Held At End Of Year).....16

WHITE NELSON DIEHL EVANS LLP
Certified Public Accountants & Consultants

# INDEPENDENT AUDITORS' REPORT

To the Administrative Committee of
Aspect Ratio, Inc. 401(k) Profit Sharing Plan
Los Angeles, California

We were engaged to audit the accompanying financial statements of Aspect Ratio, Inc. 401(k) Profit Sharing Plan (the "Plan") which comprise the statements of net assets available for benefits as of December 31, 2012 and 2011, and the related statements of changes in net assets available for benefits for the year ended December 31, 2012, and the related notes to the financial statements.

**Management's Responsibility for the Financial Statements**

Plan management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

**Auditors' Responsibility**

Our responsibility is to express an opinion on these financial statements based on conducting the audit in accordance with auditing standards generally accepted in the United States of America. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

**Basis for Disclaimer of Opinion**

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 information summarized in Note D, which was certified by The Hartford Life Insurance Company, the trustee of the Plan, except for comparing the 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 and for the years ended December 31, 2012 and 2011, that the information provided to the plan administrator by the trustee is complete and accurate.



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*Offices located in Orange and San Diego Counties*

**Disclaimer of Opinion**

Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient, appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on these financial statements.

**Other Matter**

We were engaged for the purpose of forming an opinion on the financial statements as a whole. The supplemental schedule, Schedule H, Line 4i - Schedule of Assets (Held At End Of Year), which is the responsibility of Plan management, is presented for the purpose of additional analysis and is not a required part of the financial statements but is required by the Department of Labor's (DOL) Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, it is inappropriate to and we do not express an opinion on the supplemental schedule referred to above.

**Report on Form and Content in Compliance With DOL Rules and Regulations**

The form and content of the information included in the financial statements and supplemental schedule, other than that derived from the information certified by the trustee, have been audited by us in accordance with auditing standards generally accepted in the United States of America 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.

White Nelson Diehl Evans LLP

Irvine, California
August 1, 2013

**ASPECT RATIO, INC. 401(K) PROFIT SHARING PLAN**
**STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS**
**DECEMBER 31, 2012 AND 2011**

ASSETS

| | 2012 | 2011 |
|---|---|---|
| Investments: | | |
| At Fair Value: | | |
| Pooled Accounts | $ 3,881,648 | $ - |
| Mutual Funds | - | 4,020,752 |
| Stable Value Fund | 932,531 | - |
| Common/Collective Trusts | - | 1,014,921 |
| Total Investments | 4,814,179 | 5,035,673 |
| Notes Receivable From Participants | 86,228 | 80,248 |
| Cash | - | 5,207 |
| Total Assets | 4,900,407 | 5,121,128 |

LIABILITIES

| | | |
|---|---|---|
| Excess Contributions Payable | 274 | - |
| Employer Match Payable | 106 | - |
| Total Liabilities | 380 | - |
| Net Assets Available For Benefits | $ 4,900,027 | $ 5,121,128 |

The accompanying notes are an integral part of these financial statements

**ASPECT RATIO, INC. 401(K) PROFIT SHARING PLAN**
**STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS**
**YEAR ENDED DECEMBER 31, 2012**

| | | |
|---|---|---|
| Additions To Net Assets Attributed To: | | |
| Contributions: | | |
| Participant | $ | 356,344 |
| Employer | | 20,302 |
| Rollover | | 4,889 |
| Total Contributions | | 381,535 |
| Earnings On Investments At Fair Value: | | |
| Interest And Dividends | | 13,350 |
| Net Realized And Unrealized Gains On Pooled Accounts | | 515,887 |
| Total Earnings On Investments At Fair Value | | 529,237 |
| Interest Income On Notes Receivable From Participants | | 7,016 |
| Total Additions To Net Assets Available For Benefits | | 917,788 |
| Deductions From Net Assets Attributed To: | | |
| Benefits Paid To Participants And Beneficiaries | | 1,114,296 |
| Administrative Expenses | | 24,593 |
| Total Deductions From Net Assets Available For Benefits | | 1,138,889 |
| Decrease In Net Assets Available For Benefits | | (221,101) |
| Net Assets Available For Benefits, December 31, 2011 | | 5,121,128 |
| Net Assets Available For Benefits, December 31, 2012 | $ | 4,900,027 |

The accompanying notes are an integral part of these financial statements

**ASPECT RATIO, INC. 401(K) PROFIT SHARING PLAN**
**NOTES TO THE FINANCIAL STATEMENTS**
**DECEMBER 31, 2012**

**NOTE A:** **Description Of The Plan** - The following description of the Aspect Ratio, Inc. 401(k) Profit Sharing Plan (the "Plan") provides only general information. Participants should refer to the Plan agreement for a more complete description of the Plan's provisions.

(1) General - The Plan is a defined contribution plan which was adopted by Aspect Ratio, Inc. (the "Company") effective January 1, 2002, and is subject to the requirements of the Employee Retirement Income Security Act of 1974 (ERISA) and the Internal Revenue Code (IRC) of 1986, as amended. The purpose of the Plan is to provide retirement benefits for eligible employees over the age of 21 who have completed one year of service with the Company.

(2) Contributions - Participants may elect to contribute pretax annual compensation not to exceed the maximum deferral limitation, as defined in the Internal Revenue Code. Participants who have attained age 50 before the end of the Plan year are eligible to make catch-up contributions. Participants may also contribute amounts representing distributions from other qualified defined benefit or contribution plans. Participants direct the investment of their contributions into various investment options offered by the Plan. Participants may elect to contribute after-tax contributions to a Roth Account as defined by the Plan. The Company may make discretionary matching contributions in accordance with the Plan agreement. For the year ended December 31, 2012, the Company elected to make matching contributions totaling $20,302.

(3) Participant Accounts - Each participant's account is credited with the participant's contribution, the employer's contribution, an allocation of the Plan's earnings or losses, and charged with an allocation of administrative expenses. Allocations are based on participant earnings or account balances, as defined in the Plan document. The benefit to which a participant is entitled is the benefit that can be provided from the participant's vested account.

(4) Vesting - Participants are immediately vested in their voluntary, rollover, and qualified matching contributions plus actual earnings thereon. Vesting in additional non-elective contributions plus actual earnings thereon is based on years of continuous service. A participant is vested at the rate of 20 percent each year after two years of service and is considered to be 100 percent vested after six years of credited service.

**NOTE A:** **Description Of The Plan** - (Continued)

(5) Notes Receivable From Participants - Participants may borrow against their Plan account balance within Plan guidelines. Loan terms are at the discretion of the borrower but generally cannot exceed five years. The loan amount can be a minimum of $1,000 but cannot exceed the lesser of (a) one-half of the participant's non-forfeitable interest under the Plan, or (b) $50,000. Interest is charged on the outstanding balance at rates determined by the plan administrator based on the prevailing interest rates. Principal and interest is paid ratably through bi-weekly payroll deductions. The loans are secured by the vested account balance in the participant's account, and a participant can only have one outstanding loan at any time.

(6) Benefit Payments - Upon termination of service due to death, disability, or retirement, a participant may elect to receive either a lump-sum distribution equal to the vested portion of his or her account or an annuity over the life of the participant or designated beneficiary, as defined in the Plan document. For termination of service due to other reasons, a participant will receive the value of the vested interest in his or her account as a lump-sum distribution. The Plan does not permit any in-service distributions.

(7) Forfeitures - Forfeitures of the employee's non-vested portion of the Company's contributions can be used to apply against administrative expenses and employer's contributions. There were no forfeited non-allocated accounts at December 31, 2012 or 2011.

(8) Administrative Expenses - Certain administrative functions are performed by officers or employees of the Company. No such officer or employee received compensation from the Plan. Investment fees and certain transaction fees are paid by the Plan; all other administrative expenses incurred by the Plan are absorbed by the Company.

Investment management fees and operating expenses charged to the Plan for investments in the various funds are deducted from income earned on a daily basis and are reflected as a component of net appreciation (depreciation) in fair values of investments.

**NOTE B:** **Summary Of Significant Accounting Policies** - The following are the significant accounting policies followed by the Plan:

(1) Basis Of Accounting - The accompanying financial statements of the Plan have been prepared under the accrual method of accounting in accordance with accounting principles generally accepted in the United States Of America ("U.S. GAAP").

(2) Investment Valuation And Income Recognition - The Plan's investments are stated at fair value at December 31, 2012 and 2011. 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 N for discussion of fair value measurements.

Purchases and sales of investments are recorded on a trade-date basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date. Capital gains and/or losses are reported the day after the trade date.

Net realized and unrealized appreciation (depreciation) is recorded in the accompanying statement of changes in net assets available for benefits in net realized and unrealized gains or losses on investments.

Brokerage fees are added to the acquisition costs of assets purchased and subtracted from the proceeds of assets sold.

(3) 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 terms of the Plan document.

(4) Payment Of Benefits - Benefits are recorded when paid.

(5) Use Of Estimates - The process of preparing financial statements in conformity with accounting principles generally accepted in the United States of America requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues and gains, and expenses and losses. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

**NOTE C:** **Concentrations, 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 that such changes could materially affect participants' account balances and the amounts reported in the statements of net assets available for benefits.

The Plan held a portion of its assets, the Stable Value Fund, with one institution. In the event of the institution's failure, the Plan is at risk of loss to the extent of the dollars invested in that fund. The Plan is also at risk of loss in any of its pooled separate accounts which could fail to the extent of the dollars invested in the funds.

**NOTE D:** **Information Prepared And Certified By The Hartford Life Insurance Company** - The following information included in the accompanying financial statements and supplemental schedule was obtained from data that has been prepared and certified to as complete and accurate by the trustee:

| | 2012 | 2011 |
|---|---|---|
| Investments At Fair Value: | | |
| Pooled Separate Accounts | $ 3,881,648 | $ - |
| Stable Value Fund | $ 932,531 | $ - |
| Common/Collective Trusts | $ - | $ 1,014,921 |
| Mutual Funds | $ - | $ 4,020,752 |
| Notes Receivable From Participants | $ 86,228 | $ 80,248 |
| Cash | $ - | $ 5,207 |

The Hartford Life Insurance Company certified the completeness and accuracy of $13,350 of interest and dividend income, $515,887 of net appreciation in fair value of investments in pooled separate accounts, and $7,016 of interest income related to notes receivable from participants for the year ended December 31, 2012.

**NOTE E:** **Investments** - The following table presents investments that represent 5 percent or more of the Plan's net assets:

| | 2012 | 2011 |
|---|---|---|
| Pooled Separate Accounts: | | |
| Prudential Jennison Mid-Cap Growth A | $ 530,533 | $ - |
| Franklin Growth A | 317,150 | - |
| Ridgeworth Small-Cap Value Equity A | 303,235 | - |
| Pioneer Oak Ridge Small Cap Growth A | 431,175 | - |
| Hartford Index HLS IB | 380,669 | - |
| The Hartford International Opportunities R4 | 534,483 | - |
| Ridgeworth Total Return Bond A | 574,312 | - |
| JP Morgan US Equity A | 286,285 | - |
| Stable Value Funds: | | |
| Fixed Account | 932,531 | - |
| Mutual Funds: | | |
| American Funds EuroPacific Growth Fund | - | 527,957 |
| American Funds Growth Fund of America | - | 370,731 |
| Davis New York Venture Fund | - | 286,655 |
| Rainier Mid Cap Equity Fund | - | 596,685 |
| Royce Funds Pennsylvania Mutual Fund | - | 300,368 |
| Vanguard Index 500 Fund | - | 429,496 |
| Vanguard Total Bond Market Index Fund | - | 743,903 |
| Wasatch Small Cap Growth Fund | - | 488,634 |
| Common/Collective Trusts: | | |
| Associated Money Market Fund | - | 830,476 |

**NOTE F:** **Stable Value Funds -** Stable Value Funds consist of annuity contracts or funding agreements that may include a fixed fund offering called The Fixed Account. The Fixed Account is part of an issuing general account and is subject to the claims of the insurance company's general creditors. The insurance company credits interest on contributions made to the Fixed Account at a rate declared for a period of time. The insurance company guarantees a minimum rate of interest, 3% at December 31, 2012. Guarantees are subject to the insurance company's claims paying ability.

Generally distributions and transfers are processed from the The Fixed Account within a reasonable period of time after a participant request is received in good order. However, under certain conditions, as described in the Stable Value Funds Rider of the Group Annuity Contract or Funding Agreement, transfers from the The Fixed Account may be limited or deferred, and distributions may be subject to a market value adjustment.

**NOTE G:** **Excess Contributions Payable** - ERISA requires the Plan to satisfy certain nondiscrimination provisions. There were excess contributions payable for the year ended December 31, 2012 of $274, which the Plan is required to return in employee contributions in order to satisfy these provisions. Additionally, there were employer match contributions payables for the year ended December 31, 2012 of $106.

**NOTE H:** **Plan Termination** - Although it has not expressed any intent to do so, the Company has the right under the Plan to terminate the Plan, subject to the provisions of ERISA. In the event of Plan termination, all participants would become fully vested in their accounts.

**NOTE I:** **Withdrawn Participants** - At December 31, 2012 and 2011, there were no amounts allocated to accounts of participants who have elected to withdraw from the Plan but have not been paid.

**NOTE J:** **Tax Status** - The Plan is based on the PDS Advantage Volume Submitter 401(k) Savings/Profit Sharing Plan with The Hartford Life Insurance Company, the trustee of the Plan, which received a determination letter from the Internal Revenue Service (IRS) dated March 31, 2008, stating that the Plan was designed in accordance with the provisions of the Internal Revenue Code (IRC). The Plan has not yet filed for its own determination letter from the IRS. However, the plan administrator believes that the Plan is designed and is currently being operated in compliance with the applicable requirements of the IRC. The related trust, therefore, is not subject to tax under present income tax law.

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 if the Plan has taken an uncertain position that more likely than not would not be sustained upon examination by the Internal Revenue Service. The plan administrator has analyzed the tax positions taken by the Plan, and has concluded that as of December 31, 2012, there are no uncertain positions taken or expected to be taken that would require recognition of a liability 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 2009.

**NOTE K:** **Party-In-Interest** - The investments in pooled separate accounts and stable value funds are managed by The Hartford Life Insurance Company, which is the trustee, as defined by the Plan, and therefore, these investments qualify as party-in-interest transactions. Additionally, the notes receivable from participants qualify as party-in-interest transactions.

**NOTE L:** **Fidelity Bond** - ERISA requires that the Plan be covered by a fidelity bond. The amount of bond must be equal to the lesser of 10 percent of the funds handled or $500,000. For the year ended December 31, 2012, the Plan met the minimum bonding requirement.

**NOTE M:** **Differences On Form 5500** - The financial statements have been prepared on the accrual basis as required by generally accepted accounting principles. However, for the years ended December 31, 2012 and 2011, the Form 5500 to be filed with the Internal Revenue Service has been prepared on the cash basis.

The following is a reconciliation of net assets available for benefits per the financial statements to the Form 5500:

| | 2012 | 2011 |
|---|---|---|
| Net Assets Available For Benefits Per The Financial Statements | $ 4,900,027 | $ 5,121,128 |
| Add: Contributions Payable | 380 | - |
| Net Assets Available For Benefits Per The Form 5500 | $ 4,900,407 | $ 5,121,128 |

The following is a reconciliation of additions and deductions to net assets available for benefits per the financial statements to the Form 5500:

| | |
|---|---|
| Net Additions/Deductions Per The Financial Statements | $ (221,101) |
| Add: Current Year Contributions Payable | 380 |
| Net Additions/Deductions Per The Form 5500 | $ (220,721) |

**NOTE N:** **Fair Value Measurements** - FASB ASC 820, "*Fair Value Measurements and Disclosures*", provides the 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). The three levels of the fair value hierarchy under FASB ASC 820 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;

**NOTE N:** **Fair Value Measurements** - (Continued)

- Inputs other than quoted prices that are observable for the asset or liabilities;
- 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's 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.

The 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, 2012 and 2011.

*Pooled Separate Accounts:* Valued at the closing price reported on the active market on which the individual securities are traded.

*Stable Value Fund:* Value is based on the fair value of the underlying investments as based on information reported by the investment advisor using the audited financial statements of the stable value fund at year end.

*Mutual Funds:* Valued at the daily closing price as reported by the fund. Mutual funds held by the Plan are open-end mutual funds that are registered with the Securities and Exchange Commission. These funds are required to publish their daily net asset value (NAV) and to transact at that price. The mutual funds held by the Plan are deemed to be actively traded.

*Common/Collective Trusts:* Valued at the NAV of units of a bank collective trust. The NAV, as provided by the trustee, is used as a practical expedient to estimate fair value. The NAV is based on the fair value of the underlying investments held by the fund less its liabilities. This practical expedient is not used when it is determined to be probable that the fund will sell the investment for an amount different than the reported NAV. Participant transactions (purchased and sales) may occur daily. Were the Plan to initiate a full redemption of the collective trust, the investment adviser reserves the right to temporarily delay withdrawal from the trust in order to ensure that securities liquidations will be carried out in an orderly business manner.

**NOTE N:** **Fair Value Measurements** - (Continued)

The preceding methods may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while 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.

The following table sets forth by level, within the fair value hierarchy, the Plan's assets, measured on a recurring basis, at fair value as of December 31, 2012:

| | Level 1 | Level 2 | Level 3 | Total |
|---|---|---|---|---|
| Pooled Separate Accounts: | | | | |
| Blend Funds | $ - | $1,950,430 | $ - | $ 1,950,430 |
| Growth Funds | - | 1,356,833 | - | 1,356,833 |
| Fixed Income | - | 574,385 | - | 574,385 |
| Stable Value Fund | - | - | 932,531 | 932,531 |
| Total Assets At Fair Value | $ - | $3,881,648 | $ 932,531 | $4,814,179 |

The following table sets forth by level, within the fair value hierarchy, the Plan's assets, measured on a recurring basis, at fair value as of December 31, 2011:

| | Level 1 | Level 2 | Level 3 | Total |
|---|---|---|---|---|
| Mutual Funds: | | | | |
| Growth Funds | $ 1,457,420 | $ - | $ - | $ 1,457,420 |
| Value Funds | 76,905 | - | - | 76,905 |
| Blend Funds | 1,653,560 | - | - | 1,653,560 |
| Bonds | 832,867 | - | - | 832,867 |
| Common/Collective Trusts | - | 1,014,921 | - | 1,014,921 |
| Total Assets At Fair Value | $ 4,020,752 | $1,014,921 | $ - | $5,035,673 |

**NOTE N:** **Fair Value Measurements** - (Continued)

The table below sets forth a summary of changes in the fair value of the Plan's Level 3 assets for the year ended December 31, 2012:

| | Stable Value Fund |
|---|---|
| Beginning Balance | $ - |
| Interest Income | 13,350 |
| Purchases | 1,027,316 |
| Sales | (149,372) |
| Issuances, Settlements, Exchanges | 41,237 |
| Ending Balance | $ 932,531 |

The following table represents the Plan's level 3 financial instruments, the valuation techniques used to measure the fair value of those financial instruments, and the significant unobservable inputs and the ranges of values for those inputs.

| | Fair Value | Principal Valuation Technique | Unobservable Inputs | Range of Significant Input Values |
|---|---|---|---|---|
| Stable Value Fund | $932,531 | Net Surrender Value | Annuity Contract Credits Interest at a Declared Quarterly Rate | 3% |

**NOTE O:** **Net Asset Value Per Share (NAV)** - The following table for December 31, 2012 sets forth a summary of the Plan's investments whose fair value is estimated using NAV (or its equivalent):

| | Fair Value | Unfunded Commitment | Redemption Frequency | Other Redemption Restrictions | Redemption Notice Period |
|---|---|---|---|---|---|
| Pooled Sep. Accounts (a) | $3,881,648 | None | Daily | None | None |
| Stable Value Fund (b) | $ 932,531 | None | Quarterly | None | None |

**NOTE O:** **Net Asset Value Per Share (NAV)** - (Continued)

(a) Pooled Separate Funds are made up of a wide variety of underlying investments such as equities, bonds, real estate and mutual funds. The NAV is based on the market value of its underlying investments but the NAV is not a publically quoted price in an active market. .

(b) Stable value fund invests in general insurance contracts and security-backed contracts in which each contract issuer specifies specific events which may trigger a market value adjustment. At this time, the stable value fund does not believe that the occurrence of any such market value event, which would limit the investment fund's ability to transact at contract value with participants, is probable. The objective of the stable value fund is to provide a diversified group of investments offering competitive levels of yield consistent with stable fixed-income methodology and the careful and prudent assumptions of investment risk providing for preservation of capital, stability, and predictability of returns, liquidity to pay plan benefits, and high credit quality.

The following table for December 31, 2011 sets forth a summary of the Plan's investments whose fair value is estimated using NAV (or its equivalent):

| | Fair Value | Unfunded Commitment | Redemption Frequency | Other Redemption Restrictions | Redemption Notice Period |
|---|---|---|---|---|---|
| Common/ Collective Trusts (c) | $1,014,921 | None | Daily | None | None |

(c) Common Collective Trusts funds seek to achieve the following objectives to varying degrees: growth, income, and conservation of capital. The funds will increasingly emphasize income and conservation of capital by investing a greater portion of their assets in bond, equity income and balanced funds as they approach and pass their target dates, this way, the funds seek to balance total return and stability over time.

**NOTE P:** **Subsequent Events** - The Plan has evaluated subsequent events through August 1, 2013, the date the financial statements were available to be issued.

# SUPPLEMENTAL INFORMATION

**ASPECT RATIO, INC. 401(K) PROFIT SHARING PLAN**
**SCHEDULE H, LINE 4I - SCHEDULE OF ASSETS (HELD AT END OF YEAR)**
**DECEMBER 31, 2012**

Form 5500 FEIN: #95-3646052
Schedule H - Part IV - Item i PLAN: #001

| (a) Party-In Interest | (b) Identity Of Issue, Borrower, Lessor, Or Similar Party | (c) Description Of Investment Including Maturity Date, Rate Of Interest, Collateral, Par Or Maturity Value | (d) Cost** | (e) Current Value |
|---|---|---|---|---|
| | Pooled Accounts | | | |
| * | Franklin Templeton Conservative Allocation A | Pooled Separate Accounts | $ - | $ 10,148 |
| * | Franklin Templeton Growth Allocation A | Pooled Separate Accounts | - | 42,300 |
| * | Franklin Templeton Moderate Allocation A | Pooled Separate Accounts | - | 141,949 |
| * | Prudential Jennison Mid-Cap Growth A | Pooled Separate Accounts | - | 530,533 |
| * | Franklin Growth A | Pooled Separate Accounts | - | 317,150 |
| * | Mutual Global Discovery A | Pooled Separate Accounts | - | 403 |
| * | Ridgeworth Small Cap Value Equity A | Pooled Separate Accounts | - | 303,235 |
| * | Victory Established Value A | Pooled Separate Accounts | - | 144 |
| * | Pioneer Oak Ridge Small Cap Growth A | Pooled Separate Accounts | - | 431,175 |
| * | Victory Small Company Opportunity A | Pooled Separate Accounts | - | 145 |
| * | Blackrock Equity Dividend A | Pooled Separate Accounts | - | 37,384 |
| * | Hartford Index HLS IB | Pooled Separate Accounts | - | 380,669 |
| * | Alliance Bernstein High Income A | Pooled Separate Accounts | - | 73 |
| * | Oppenheimer Developing Markets A | Pooled Separate Accounts | - | 39,899 |
| * | The Hartford International Opportunities R4 | Pooled Separate Accounts | - | 534,483 |
| * | Nuveen Mid-Cap Index A | Pooled Separate Accounts | - | 65,357 |
| * | Ridgeworth Total Return Bond A | Pooled Separate Accounts | - | 574,312 |
| * | JP Morgan US Equity A | Pooled Separate Accounts | - | 286,285 |
| * | Nuveen Small Cap Index A | Pooled Separate Accounts | - | 29,187 |
| * | JP Morgan Smart Retirement 2040A | Pooled Separate Accounts | - | 156,776 |
| * | Hartford Lifetime | Pooled Separate Accounts | - | 41 |
| | Total Pooled Accounts | | - | 3,881,648 |
| | Stable Value Fund | | | |
| | Fixed Account | Stable Value Fund | | 932,531 |
| * | Notes Receivable From Participants | Interest Rates (5.25%) | - | 86,228 |
| | Total Assets Held For Investment Purposes | | $ - | $ 4,900,407 |

* Party-In-Interest
** Cost Information Excluded As Permitted For Participant-Directed Accounts

# *ASPECT RATIO, INC.*
# *401(K) PROFIT SHARING PLAN*

## FINANCIAL STATEMENTS AND SUPPLEMENTAL INFORMATION

## YEAR ENDED DECEMBER 31, 2012

## WITH INDEPENDENT AUDITORS' REPORT

**ASPECT RATIO, INC. 401(K) PROFIT SHARING PLAN**
**TABLE OF CONTENTS**
**DECEMBER 31, 2012**


Page

**Independent Auditors' Report**.....1

**Financial Statements:**

Statements Of Net Assets Available For Benefits .....3

Statement Of Changes In Net Assets Available For Benefits.....4

**Notes To Financial Statements** .....5

**Supplemental Information (Included Pursuant To Department Of Labor's Rules And Regulations):**

Schedule H, Line 4i - Schedule Of Assets (Held At End Of Year).....16

WHITE NELSON DIEHL EVANS LLP
Certified Public Accountants & Consultants

# INDEPENDENT AUDITORS' REPORT

To the Administrative Committee of
Aspect Ratio, Inc. 401(k) Profit Sharing Plan
Los Angeles, California

We were engaged to audit the accompanying financial statements of Aspect Ratio, Inc. 401(k) Profit Sharing Plan (the "Plan") which comprise the statements of net assets available for benefits as of December 31, 2012 and 2011, and the related statements of changes in net assets available for benefits for the year ended December 31, 2012, and the related notes to the financial statements.

**Management's Responsibility for the Financial Statements**

Plan management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

**Auditors' Responsibility**

Our responsibility is to express an opinion on these financial statements based on conducting the audit in accordance with auditing standards generally accepted in the United States of America. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

**Basis for Disclaimer of Opinion**

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 information summarized in Note D, which was certified by The Hartford Life Insurance Company, the trustee of the Plan, except for comparing the 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 and for the years ended December 31, 2012 and 2011, that the information provided to the plan administrator by the trustee is complete and accurate.



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*Offices located in Orange and San Diego Counties*

**Disclaimer of Opinion**

Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient, appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on these financial statements.

**Other Matter**

We were engaged for the purpose of forming an opinion on the financial statements as a whole. The supplemental schedule, Schedule H, Line 4i - Schedule of Assets (Held At End Of Year), which is the responsibility of Plan management, is presented for the purpose of additional analysis and is not a required part of the financial statements but is required by the Department of Labor's (DOL) Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, it is inappropriate to and we do not express an opinion on the supplemental schedule referred to above.

**Report on Form and Content in Compliance With DOL Rules and Regulations**

The form and content of the information included in the financial statements and supplemental schedule, other than that derived from the information certified by the trustee, have been audited by us in accordance with auditing standards generally accepted in the United States of America 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.

White Nelson Diehl Evans LLP

Irvine, California
August 1, 2013

**ASPECT RATIO, INC. 401(K) PROFIT SHARING PLAN**
**STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS**
**DECEMBER 31, 2012 AND 2011**

ASSETS

| | 2012 | 2011 |
|---|---|---|
| Investments: | | |
| At Fair Value: | | |
| Pooled Accounts | $ 3,881,648 | $ - |
| Mutual Funds | - | 4,020,752 |
| Stable Value Fund | 932,531 | - |
| Common/Collective Trusts | - | 1,014,921 |
| Total Investments | 4,814,179 | 5,035,673 |
| Notes Receivable From Participants | 86,228 | 80,248 |
| Cash | - | 5,207 |
| Total Assets | 4,900,407 | 5,121,128 |

LIABILITIES

| | | |
|---|---|---|
| Excess Contributions Payable | 274 | - |
| Employer Match Payable | 106 | - |
| Total Liabilities | 380 | - |
| Net Assets Available For Benefits | $ 4,900,027 | $ 5,121,128 |

The accompanying notes are an integral part of these financial statements

**ASPECT RATIO, INC. 401(K) PROFIT SHARING PLAN**
**STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS**
**YEAR ENDED DECEMBER 31, 2012**

| | | |
|---|---|---|
| Additions To Net Assets Attributed To: | | |
| Contributions: | | |
| Participant | $ | 356,344 |
| Employer | | 20,302 |
| Rollover | | 4,889 |
| Total Contributions | | 381,535 |
| Earnings On Investments At Fair Value: | | |
| Interest And Dividends | | 13,350 |
| Net Realized And Unrealized Gains On Pooled Accounts | | 515,887 |
| Total Earnings On Investments At Fair Value | | 529,237 |
| Interest Income On Notes Receivable From Participants | | 7,016 |
| Total Additions To Net Assets Available For Benefits | | 917,788 |
| Deductions From Net Assets Attributed To: | | |
| Benefits Paid To Participants And Beneficiaries | | 1,114,296 |
| Administrative Expenses | | 24,593 |
| Total Deductions From Net Assets Available For Benefits | | 1,138,889 |
| Decrease In Net Assets Available For Benefits | | (221,101) |
| Net Assets Available For Benefits, December 31, 2011 | | 5,121,128 |
| Net Assets Available For Benefits, December 31, 2012 | $ | 4,900,027 |

The accompanying notes are an integral part of these financial statements

**ASPECT RATIO, INC. 401(K) PROFIT SHARING PLAN**
**NOTES TO THE FINANCIAL STATEMENTS**
**DECEMBER 31, 2012**

**NOTE A:** **Description Of The Plan** - The following description of the Aspect Ratio, Inc. 401(k) Profit Sharing Plan (the "Plan") provides only general information. Participants should refer to the Plan agreement for a more complete description of the Plan's provisions.

(1) General - The Plan is a defined contribution plan which was adopted by Aspect Ratio, Inc. (the "Company") effective January 1, 2002, and is subject to the requirements of the Employee Retirement Income Security Act of 1974 (ERISA) and the Internal Revenue Code (IRC) of 1986, as amended. The purpose of the Plan is to provide retirement benefits for eligible employees over the age of 21 who have completed one year of service with the Company.

(2) Contributions - Participants may elect to contribute pretax annual compensation not to exceed the maximum deferral limitation, as defined in the Internal Revenue Code. Participants who have attained age 50 before the end of the Plan year are eligible to make catch-up contributions. Participants may also contribute amounts representing distributions from other qualified defined benefit or contribution plans. Participants direct the investment of their contributions into various investment options offered by the Plan. Participants may elect to contribute after-tax contributions to a Roth Account as defined by the Plan. The Company may make discretionary matching contributions in accordance with the Plan agreement. For the year ended December 31, 2012, the Company elected to make matching contributions totaling $20,302.

(3) Participant Accounts - Each participant's account is credited with the participant's contribution, the employer's contribution, an allocation of the Plan's earnings or losses, and charged with an allocation of administrative expenses. Allocations are based on participant earnings or account balances, as defined in the Plan document. The benefit to which a participant is entitled is the benefit that can be provided from the participant's vested account.

(4) Vesting - Participants are immediately vested in their voluntary, rollover, and qualified matching contributions plus actual earnings thereon. Vesting in additional non-elective contributions plus actual earnings thereon is based on years of continuous service. A participant is vested at the rate of 20 percent each year after two years of service and is considered to be 100 percent vested after six years of credited service.

**NOTE A:** **Description Of The Plan** - (Continued)

(5) Notes Receivable From Participants - Participants may borrow against their Plan account balance within Plan guidelines. Loan terms are at the discretion of the borrower but generally cannot exceed five years. The loan amount can be a minimum of $1,000 but cannot exceed the lesser of (a) one-half of the participant's non-forfeitable interest under the Plan, or (b) $50,000. Interest is charged on the outstanding balance at rates determined by the plan administrator based on the prevailing interest rates. Principal and interest is paid ratably through bi-weekly payroll deductions. The loans are secured by the vested account balance in the participant's account, and a participant can only have one outstanding loan at any time.

(6) Benefit Payments - Upon termination of service due to death, disability, or retirement, a participant may elect to receive either a lump-sum distribution equal to the vested portion of his or her account or an annuity over the life of the participant or designated beneficiary, as defined in the Plan document. For termination of service due to other reasons, a participant will receive the value of the vested interest in his or her account as a lump-sum distribution. The Plan does not permit any in-service distributions.

(7) Forfeitures - Forfeitures of the employee's non-vested portion of the Company's contributions can be used to apply against administrative expenses and employer's contributions. There were no forfeited non-allocated accounts at December 31, 2012 or 2011.

(8) Administrative Expenses - Certain administrative functions are performed by officers or employees of the Company. No such officer or employee received compensation from the Plan. Investment fees and certain transaction fees are paid by the Plan; all other administrative expenses incurred by the Plan are absorbed by the Company.

Investment management fees and operating expenses charged to the Plan for investments in the various funds are deducted from income earned on a daily basis and are reflected as a component of net appreciation (depreciation) in fair values of investments.

**NOTE B:** **Summary Of Significant Accounting Policies** - The following are the significant accounting policies followed by the Plan:

(1) Basis Of Accounting - The accompanying financial statements of the Plan have been prepared under the accrual method of accounting in accordance with accounting principles generally accepted in the United States Of America ("U.S. GAAP").

(2) Investment Valuation And Income Recognition - The Plan's investments are stated at fair value at December 31, 2012 and 2011. 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 N for discussion of fair value measurements.

Purchases and sales of investments are recorded on a trade-date basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date. Capital gains and/or losses are reported the day after the trade date.

Net realized and unrealized appreciation (depreciation) is recorded in the accompanying statement of changes in net assets available for benefits in net realized and unrealized gains or losses on investments.

Brokerage fees are added to the acquisition costs of assets purchased and subtracted from the proceeds of assets sold.

(3) 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 terms of the Plan document.

(4) Payment Of Benefits - Benefits are recorded when paid.

(5) Use Of Estimates - The process of preparing financial statements in conformity with accounting principles generally accepted in the United States of America requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues and gains, and expenses and losses. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

**NOTE C:** **Concentrations, 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 that such changes could materially affect participants' account balances and the amounts reported in the statements of net assets available for benefits.

The Plan held a portion of its assets, the Stable Value Fund, with one institution. In the event of the institution's failure, the Plan is at risk of loss to the extent of the dollars invested in that fund. The Plan is also at risk of loss in any of its pooled separate accounts which could fail to the extent of the dollars invested in the funds.

**NOTE D:** **Information Prepared And Certified By The Hartford Life Insurance Company** - The following information included in the accompanying financial statements and supplemental schedule was obtained from data that has been prepared and certified to as complete and accurate by the trustee:

| | 2012 | 2011 |
|---|---|---|
| Investments At Fair Value: | | |
| Pooled Separate Accounts | $ 3,881,648 | $ - |
| Stable Value Fund | $ 932,531 | $ - |
| Common/Collective Trusts | $ - | $ 1,014,921 |
| Mutual Funds | $ - | $ 4,020,752 |
| Notes Receivable From Participants | $ 86,228 | $ 80,248 |
| Cash | $ - | $ 5,207 |

The Hartford Life Insurance Company certified the completeness and accuracy of $13,350 of interest and dividend income, $515,887 of net appreciation in fair value of investments in pooled separate accounts, and $7,016 of interest income related to notes receivable from participants for the year ended December 31, 2012.

**NOTE E:** **Investments** - The following table presents investments that represent 5 percent or more of the Plan's net assets:

| | 2012 | 2011 |
|---|---|---|
| Pooled Separate Accounts: | | |
| Prudential Jennison Mid-Cap Growth A | $ 530,533 | $ - |
| Franklin Growth A | 317,150 | - |
| Ridgeworth Small-Cap Value Equity A | 303,235 | - |
| Pioneer Oak Ridge Small Cap Growth A | 431,175 | - |
| Hartford Index HLS IB | 380,669 | - |
| The Hartford International Opportunities R4 | 534,483 | - |
| Ridgeworth Total Return Bond A | 574,312 | - |
| JP Morgan US Equity A | 286,285 | - |
| Stable Value Funds: | | |
| Fixed Account | 932,531 | - |
| Mutual Funds: | | |
| American Funds EuroPacific Growth Fund | - | 527,957 |
| American Funds Growth Fund of America | - | 370,731 |
| Davis New York Venture Fund | - | 286,655 |
| Rainier Mid Cap Equity Fund | - | 596,685 |
| Royce Funds Pennsylvania Mutual Fund | - | 300,368 |
| Vanguard Index 500 Fund | - | 429,496 |
| Vanguard Total Bond Market Index Fund | - | 743,903 |
| Wasatch Small Cap Growth Fund | - | 488,634 |
| Common/Collective Trusts: | | |
| Associated Money Market Fund | - | 830,476 |

**NOTE F:** **Stable Value Funds -** Stable Value Funds consist of annuity contracts or funding agreements that may include a fixed fund offering called The Fixed Account. The Fixed Account is part of an issuing general account and is subject to the claims of the insurance company's general creditors. The insurance company credits interest on contributions made to the Fixed Account at a rate declared for a period of time. The insurance company guarantees a minimum rate of interest, 3% at December 31, 2012. Guarantees are subject to the insurance company's claims paying ability.

Generally distributions and transfers are processed from the The Fixed Account within a reasonable period of time after a participant request is received in good order. However, under certain conditions, as described in the Stable Value Funds Rider of the Group Annuity Contract or Funding Agreement, transfers from the The Fixed Account may be limited or deferred, and distributions may be subject to a market value adjustment.

**NOTE G:** **Excess Contributions Payable** - ERISA requires the Plan to satisfy certain nondiscrimination provisions. There were excess contributions payable for the year ended December 31, 2012 of $274, which the Plan is required to return in employee contributions in order to satisfy these provisions. Additionally, there were employer match contributions payables for the year ended December 31, 2012 of $106.

**NOTE H:** **Plan Termination** - Although it has not expressed any intent to do so, the Company has the right under the Plan to terminate the Plan, subject to the provisions of ERISA. In the event of Plan termination, all participants would become fully vested in their accounts.

**NOTE I:** **Withdrawn Participants** - At December 31, 2012 and 2011, there were no amounts allocated to accounts of participants who have elected to withdraw from the Plan but have not been paid.

**NOTE J:** **Tax Status** - The Plan is based on the PDS Advantage Volume Submitter 401(k) Savings/Profit Sharing Plan with The Hartford Life Insurance Company, the trustee of the Plan, which received a determination letter from the Internal Revenue Service (IRS) dated March 31, 2008, stating that the Plan was designed in accordance with the provisions of the Internal Revenue Code (IRC). The Plan has not yet filed for its own determination letter from the IRS. However, the plan administrator believes that the Plan is designed and is currently being operated in compliance with the applicable requirements of the IRC. The related trust, therefore, is not subject to tax under present income tax law.

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 if the Plan has taken an uncertain position that more likely than not would not be sustained upon examination by the Internal Revenue Service. The plan administrator has analyzed the tax positions taken by the Plan, and has concluded that as of December 31, 2012, there are no uncertain positions taken or expected to be taken that would require recognition of a liability 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 2009.

**NOTE K:** **Party-In-Interest** - The investments in pooled separate accounts and stable value funds are managed by The Hartford Life Insurance Company, which is the trustee, as defined by the Plan, and therefore, these investments qualify as party-in-interest transactions. Additionally, the notes receivable from participants qualify as party-in-interest transactions.

**NOTE L:** **Fidelity Bond** - ERISA requires that the Plan be covered by a fidelity bond. The amount of bond must be equal to the lesser of 10 percent of the funds handled or $500,000. For the year ended December 31, 2012, the Plan met the minimum bonding requirement.

**NOTE M:** **Differences On Form 5500** - The financial statements have been prepared on the accrual basis as required by generally accepted accounting principles. However, for the years ended December 31, 2012 and 2011, the Form 5500 to be filed with the Internal Revenue Service has been prepared on the cash basis.

The following is a reconciliation of net assets available for benefits per the financial statements to the Form 5500:

| | 2012 | 2011 |
|---|---|---|
| Net Assets Available For Benefits Per The Financial Statements | $ 4,900,027 | $ 5,121,128 |
| Add: Contributions Payable | 380 | - |
| Net Assets Available For Benefits Per The Form 5500 | $ 4,900,407 | $ 5,121,128 |

The following is a reconciliation of additions and deductions to net assets available for benefits per the financial statements to the Form 5500:

| | |
|---|---|
| Net Additions/Deductions Per The Financial Statements | $ (221,101) |
| Add: Current Year Contributions Payable | 380 |
| Net Additions/Deductions Per The Form 5500 | $ (220,721) |

**NOTE N:** **Fair Value Measurements** - FASB ASC 820, "*Fair Value Measurements and Disclosures*", provides the 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). The three levels of the fair value hierarchy under FASB ASC 820 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;

**NOTE N:** **Fair Value Measurements** - (Continued)

- Inputs other than quoted prices that are observable for the asset or liabilities;
- 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's 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.

The 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, 2012 and 2011.

*Pooled Separate Accounts:* Valued at the closing price reported on the active market on which the individual securities are traded.

*Stable Value Fund:* Value is based on the fair value of the underlying investments as based on information reported by the investment advisor using the audited financial statements of the stable value fund at year end.

*Mutual Funds:* Valued at the daily closing price as reported by the fund. Mutual funds held by the Plan are open-end mutual funds that are registered with the Securities and Exchange Commission. These funds are required to publish their daily net asset value (NAV) and to transact at that price. The mutual funds held by the Plan are deemed to be actively traded.

*Common/Collective Trusts:* Valued at the NAV of units of a bank collective trust. The NAV, as provided by the trustee, is used as a practical expedient to estimate fair value. The NAV is based on the fair value of the underlying investments held by the fund less its liabilities. This practical expedient is not used when it is determined to be probable that the fund will sell the investment for an amount different than the reported NAV. Participant transactions (purchased and sales) may occur daily. Were the Plan to initiate a full redemption of the collective trust, the investment adviser reserves the right to temporarily delay withdrawal from the trust in order to ensure that securities liquidations will be carried out in an orderly business manner.

**NOTE N:** **Fair Value Measurements** - (Continued)

The preceding methods may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while 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.

The following table sets forth by level, within the fair value hierarchy, the Plan's assets, measured on a recurring basis, at fair value as of December 31, 2012:

| | Level 1 | Level 2 | Level 3 | Total |
|---|---|---|---|---|
| Pooled Separate Accounts: | | | | |
| Blend Funds | $ - | $1,950,430 | $ - | $ 1,950,430 |
| Growth Funds | - | 1,356,833 | - | 1,356,833 |
| Fixed Income | - | 574,385 | - | 574,385 |
| Stable Value Fund | - | - | 932,531 | 932,531 |
| Total Assets At Fair Value | $ - | $3,881,648 | $ 932,531 | $4,814,179 |

The following table sets forth by level, within the fair value hierarchy, the Plan's assets, measured on a recurring basis, at fair value as of December 31, 2011:

| | Level 1 | Level 2 | Level 3 | Total |
|---|---|---|---|---|
| Mutual Funds: | | | | |
| Growth Funds | $ 1,457,420 | $ - | $ - | $ 1,457,420 |
| Value Funds | 76,905 | - | - | 76,905 |
| Blend Funds | 1,653,560 | - | - | 1,653,560 |
| Bonds | 832,867 | - | - | 832,867 |
| Common/Collective Trusts | - | 1,014,921 | - | 1,014,921 |
| Total Assets At Fair Value | $ 4,020,752 | $1,014,921 | $ - | $5,035,673 |

**NOTE N:** **Fair Value Measurements** - (Continued)

The table below sets forth a summary of changes in the fair value of the Plan's Level 3 assets for the year ended December 31, 2012:

| | Stable Value Fund |
|---|---|
| Beginning Balance | $ - |
| Interest Income | 13,350 |
| Purchases | 1,027,316 |
| Sales | (149,372) |
| Issuances, Settlements, Exchanges | 41,237 |
| Ending Balance | $ 932,531 |

The following table represents the Plan's level 3 financial instruments, the valuation techniques used to measure the fair value of those financial instruments, and the significant unobservable inputs and the ranges of values for those inputs.

| | Fair Value | Principal Valuation Technique | Unobservable Inputs | Range of Significant Input Values |
|---|---|---|---|---|
| Stable Value Fund | $932,531 | Net Surrender Value | Annuity Contract Credits Interest at a Declared Quarterly Rate | 3% |

**NOTE O:** **Net Asset Value Per Share (NAV)** - The following table for December 31, 2012 sets forth a summary of the Plan's investments whose fair value is estimated using NAV (or its equivalent):

| | Fair Value | Unfunded Commitment | Redemption Frequency | Other Redemption Restrictions | Redemption Notice Period |
|---|---|---|---|---|---|
| Pooled Sep. Accounts (a) | $3,881,648 | None | Daily | None | None |
| Stable Value Fund (b) | $ 932,531 | None | Quarterly | None | None |

**NOTE O:** **Net Asset Value Per Share (NAV)** - (Continued)

(a) Pooled Separate Funds are made up of a wide variety of underlying investments such as equities, bonds, real estate and mutual funds. The NAV is based on the market value of its underlying investments but the NAV is not a publically quoted price in an active market. .

(b) Stable value fund invests in general insurance contracts and security-backed contracts in which each contract issuer specifies specific events which may trigger a market value adjustment. At this time, the stable value fund does not believe that the occurrence of any such market value event, which would limit the investment fund's ability to transact at contract value with participants, is probable. The objective of the stable value fund is to provide a diversified group of investments offering competitive levels of yield consistent with stable fixed-income methodology and the careful and prudent assumptions of investment risk providing for preservation of capital, stability, and predictability of returns, liquidity to pay plan benefits, and high credit quality.

The following table for December 31, 2011 sets forth a summary of the Plan's investments whose fair value is estimated using NAV (or its equivalent):

| | Fair Value | Unfunded Commitment | Redemption Frequency | Other Redemption Restrictions | Redemption Notice Period |
|---|---|---|---|---|---|
| Common/ Collective Trusts (c) | $1,014,921 | None | Daily | None | None |

(c) Common Collective Trusts funds seek to achieve the following objectives to varying degrees: growth, income, and conservation of capital. The funds will increasingly emphasize income and conservation of capital by investing a greater portion of their assets in bond, equity income and balanced funds as they approach and pass their target dates, this way, the funds seek to balance total return and stability over time.

**NOTE P:** **Subsequent Events** - The Plan has evaluated subsequent events through August 1, 2013, the date the financial statements were available to be issued.

# SUPPLEMENTAL INFORMATION

**ASPECT RATIO, INC. 401(K) PROFIT SHARING PLAN**
**SCHEDULE H, LINE 4I - SCHEDULE OF ASSETS (HELD AT END OF YEAR)**
**DECEMBER 31, 2012**

Form 5500 FEIN: #95-3646052
Schedule H - Part IV - Item i PLAN: #001

| (a) Party-In Interest | (b) Identity Of Issue, Borrower, Lessor, Or Similar Party | (c) Description Of Investment Including Maturity Date, Rate Of Interest, Collateral, Par Or Maturity Value | (d) Cost** | (e) Current Value |
|---|---|---|---|---|
| | Pooled Accounts | | | |
| * | Franklin Templeton Conservative Allocation A | Pooled Separate Accounts | $ - | $ 10,148 |
| * | Franklin Templeton Growth Allocation A | Pooled Separate Accounts | - | 42,300 |
| * | Franklin Templeton Moderate Allocation A | Pooled Separate Accounts | - | 141,949 |
| * | Prudential Jennison Mid-Cap Growth A | Pooled Separate Accounts | - | 530,533 |
| * | Franklin Growth A | Pooled Separate Accounts | - | 317,150 |
| * | Mutual Global Discovery A | Pooled Separate Accounts | - | 403 |
| * | Ridgeworth Small Cap Value Equity A | Pooled Separate Accounts | - | 303,235 |
| * | Victory Established Value A | Pooled Separate Accounts | - | 144 |
| * | Pioneer Oak Ridge Small Cap Growth A | Pooled Separate Accounts | - | 431,175 |
| * | Victory Small Company Opportunity A | Pooled Separate Accounts | - | 145 |
| * | Blackrock Equity Dividend A | Pooled Separate Accounts | - | 37,384 |
| * | Hartford Index HLS IB | Pooled Separate Accounts | - | 380,669 |
| * | Alliance Bernstein High Income A | Pooled Separate Accounts | - | 73 |
| * | Oppenheimer Developing Markets A | Pooled Separate Accounts | - | 39,899 |
| * | The Hartford International Opportunities R4 | Pooled Separate Accounts | - | 534,483 |
| * | Nuveen Mid-Cap Index A | Pooled Separate Accounts | - | 65,357 |
| * | Ridgeworth Total Return Bond A | Pooled Separate Accounts | - | 574,312 |
| * | JP Morgan US Equity A | Pooled Separate Accounts | - | 286,285 |
| * | Nuveen Small Cap Index A | Pooled Separate Accounts | - | 29,187 |
| * | JP Morgan Smart Retirement 2040A | Pooled Separate Accounts | - | 156,776 |
| * | Hartford Lifetime | Pooled Separate Accounts | - | 41 |
| | Total Pooled Accounts | | - | 3,881,648 |
| | Stable Value Fund | | | |
| | Fixed Account | Stable Value Fund | | 932,531 |
| * | Notes Receivable From Participants | Interest Rates (5.25%) | - | 86,228 |
| | Total Assets Held For Investment Purposes | | $ - | $ 4,900,407 |

* Party-In-Interest
** Cost Information Excluded As Permitted For Participant-Directed Accounts