

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 2013 This Form is Open to Public Inspection
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Part I	Annual Report Identification Information
For calendar plan year 2013 or fiscal plan year beginning <u>01/01/2013</u> and ending <u>12/31/2013</u>	
A This return/report is for:	☐ a multiemployer plan; ☐ a multiple-employer plan; or ☒ a single-employer plan; ☐ a DFE (specify) ____
B This return/report is:	☐ the first return/report; ☐ the final return/report; ☐ an amended return/report; ☐ a short plan year return/report (less than 12 months).
C If the plan is a collectively-bargained plan, check here.	☒
D Check box if filing under:	☐ Form 5558; ☐ automatic extension; ☐ the DFVC program; ☐ special extension (enter description)

Part II	Basic Plan Information—enter all requested information										
1a Name of plan <u>THE 401(K) RETIREMENT AND SAVINGS PLAN FOR EMPLOYEES OF FAIRFIELD MANUFACTURING COMPANY, INC.</u>	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">1b Three-digit plan number (PN) ▶</td> <td style="width: 20%; text-align: center;"><u>001</u></td> </tr> <tr> <td colspan="2">1c Effective date of plan <u>06/29/1970</u></td> </tr> <tr> <td colspan="2">2b Employer Identification Number (EIN) <u>63-0500160</u></td> </tr> <tr> <td colspan="2">2c Sponsor's telephone number <u>765-772-4000</u></td> </tr> <tr> <td colspan="2">2d Business code (see instructions) <u>332300</u></td> </tr> </table>	1b Three-digit plan number (PN) ▶	<u>001</u>	1c Effective date of plan <u>06/29/1970</u>		2b Employer Identification Number (EIN) <u>63-0500160</u>		2c Sponsor's telephone number <u>765-772-4000</u>		2d Business code (see instructions) <u>332300</u>	
1b Three-digit plan number (PN) ▶	<u>001</u>										
1c Effective date of plan <u>06/29/1970</u>											
2b Employer Identification Number (EIN) <u>63-0500160</u>											
2c Sponsor's telephone number <u>765-772-4000</u>											
2d Business code (see instructions) <u>332300</u>											
2a Plan sponsor's name and address; include room or suite number (employer, if for a single-employer plan) <u>FAIRFIELD MANUFACTURING CO., INC.</u> <u>P.O. BOX 7940</u> <u>LAFAYETTE, IN 47903-7940</u>											

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

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

SIGN HERE	Filed with authorized/valid electronic signature.	<u>07/30/2014</u>	<u>JANE WOLFE</u>
	Signature of plan administrator	Date	Enter name of individual signing as plan administrator
SIGN HERE			
	Signature of employer/plan sponsor	Date	Enter name of individual signing as employer or plan sponsor
SIGN HERE			
	Signature of DFE	Date	Enter name of individual signing as DFE
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 ☒ Same as Plan Sponsor Name ☐ Same as Plan Sponsor Address		3b Administrator's EIN	
4 If the name and/or EIN of the plan sponsor has changed since the last return/report filed for this plan, enter the name, EIN and the plan number from the last return/report: a Sponsor's name		3c Administrator's telephone number 4b EIN 4c PN	
5 Total number of participants at the beginning of the plan year		5	1383
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	1177
b Retired or separated participants receiving benefits		6b	8
c Other retired or separated participants entitled to future benefits.....		6c	113
d Subtotal. Add lines 6a , 6b , and 6c		6d	1298
e Deceased participants whose beneficiaries are receiving or are entitled to receive benefits		6e	1
f Total. Add lines 6d and 6e		6f	1299
g Number of participants with account balances as of the end of the plan year (only defined contribution plans complete this item)		6g	1073
h Number of participants that terminated employment during the plan year with accrued benefits that were less than 100% vested		6h	0
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 2F 2G 2J 2K 2T 2S 3D 3H			
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) ☐ Insurance (2) ☐ Code section 412(e)(3) insurance contracts (3) ☒ Trust (4) ☐ General assets of the sponsor		9b Plan benefit arrangement (check all that apply) (1) ☐ Insurance (2) ☐ Code section 412(e)(3) insurance contracts (3) ☒ Trust (4) ☐ General assets of the sponsor	
10 Check all applicable boxes in 10a and 10b to indicate which schedules are attached, and, where indicated, enter the number attached. (See instructions)			
a Pension Schedules (1) ☒ R (Retirement Plan Information) (2) ☐ MB (Multiemployer Defined Benefit Plan and Certain Money Purchase Plan Actuarial Information) - signed by the plan actuary (3) ☐ SB (Single-Employer Defined Benefit Plan Actuarial Information) - signed by the plan actuary		b General Schedules (1) ☒ H (Financial Information) (2) ☐ I (Financial Information – Small Plan) (3) ☐ A (Insurance Information) (4) ☒ C (Service Provider Information) (5) ☒ D (DFE/Participating Plan Information) (6) ☐ G (Financial Transaction Schedules)	

SCHEDULE C (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Service Provider Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA). ► File as an attachment to Form 5500.	OMB No. 1210-0110
		2013
		This Form is Open to Public Inspection.

For calendar plan year 2013 or fiscal plan year beginning 01/01/2013 and ending 12/31/2013

A Name of plan <u>THE 401(K) RETIREMENT AND SAVINGS PLAN FOR EMPLOYEES OF FAIRFIELD MANUFACTURING COMPANY, INC.</u>	B Three-digit plan number (PN) <u>001</u>
C Plan sponsor's name as shown on line 2a of Form 5500 <u>FAIRFIELD MANUFACTURING CO., INC.</u>	D Employer Identification Number (EIN) <u>63-0500160</u>

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)

MERRILL LYNCH, PIERCE, FENNER & SM

13-5674085

(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 52 59 60 62 63 72	RECORDKEEPING	36751	Yes ☒ No ☐	Yes ☒ No ☐	0	Yes ☐ No ☐

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

MERRILL LYNCH CONSULTING SERVICES

DEER LAKE DRIVE EAST
JACKSONVILLE, FL 32246

(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?
70	CONSULTANT	17137	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 ☐

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
(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.	
(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
(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.	
(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
(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.	

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

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 2013 This Form is Open to Public Inspection.
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For calendar plan year 2013 or fiscal plan year beginning 01/01/2013 and ending 12/31/2013

A Name of plan THE 401(K) RETIREMENT AND SAVINGS PLAN FOR EMPLOYEES OF FAIRFIELD MANUFACTURING COMPANY, INC.	B Three-digit plan number (PN) ►	001
C Plan or DFE sponsor's name as shown on line 2a of Form 5500 FAIRFIELD MANUFACTURING CO., INC.	D Employer Identification Number (EIN) 63-0500160	

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)
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a Name of MTIA, CCT, PSA, or 103-12 IE: <u>INVESCO STABLE VALUE TRUST</u>		
b Name of sponsor of entity listed in (a): <u>INVESCO NATIONAL TRUST COMPANY</u>		
c EIN-PN <u>84-1142974-001</u>	d Entity code <u>C</u>	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 30404313
a Name of MTIA, CCT, PSA, or 103-12 IE: <u>BLACKROCK EQUITY INDEX TRUST</u>		
b Name of sponsor of entity listed in (a): <u>BLACKROCK INSTITUTIONAL TRUST COMPANY</u>		
c EIN-PN <u>45-4365907-001</u>	d Entity code <u>C</u>	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 2475062
a Name of MTIA, CCT, PSA, or 103-12 IE: <u>DJ TARGET TODAY SL SERIES FUND</u>		
b Name of sponsor of entity listed in (a): <u>STATE STREET BANK AND TRUST COMPANY</u>		
c EIN-PN <u>90-0337987-140</u>	d Entity code <u>C</u>	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 245068
a Name of MTIA, CCT, PSA, or 103-12 IE: <u>DJ TARGET 2015 SL SERIES FUND</u>		
b Name of sponsor of entity listed in (a): <u>STATE STREET BANK AND TRUST COMPANY</u>		
c EIN-PN <u>90-0337987-249</u>	d Entity code <u>C</u>	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 232983
a Name of MTIA, CCT, PSA, or 103-12 IE: <u>DJ TARGET 2025 SL SERIES FUND</u>		
b Name of sponsor of entity listed in (a): <u>STATE STREET BANK AND TRUST COMPANY</u>		
c EIN-PN <u>90-0337987-137</u>	d Entity code <u>C</u>	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 1054505
a Name of MTIA, CCT, PSA, or 103-12 IE: <u>DJ TARGET 2035 SL SERIES FUND</u>		
b Name of sponsor of entity listed in (a): <u>STATE STREET BANK AND TRUST COMPANY</u>		
c EIN-PN <u>90-0337987-138</u>	d Entity code <u>C</u>	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 859498
a Name of MTIA, CCT, PSA, or 103-12 IE: <u>DJ TARGET 2045 SL SERIES FUND</u>		
b Name of sponsor of entity listed in (a): <u>STATE STREET BANK AND TRUST COMPANY</u>		
c EIN-PN <u>90-0337987-139</u>	d Entity code <u>C</u>	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 436033

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

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

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

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

SCHEDULE H (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Financial Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA), and section 6058(a) of the Internal Revenue Code (the Code). ► File as an attachment to Form 5500.	OMB No. 1210-0110 2013 This Form is Open to Public Inspection
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For calendar plan year 2013 or fiscal plan year beginning <u>01/01/2013</u> and ending <u>12/31/2013</u>		
A Name of plan <u>THE 401(K) RETIREMENT AND SAVINGS PLAN FOR EMPLOYEES OF FAIRFIELD MANUFACTURING COMPANY, INC.</u>	B Three-digit plan number (PN) ►	<u>001</u>
C Plan sponsor's name as shown on line 2a of Form 5500 <u>FAIRFIELD MANUFACTURING CO., INC.</u>	D Employer Identification Number (EIN) <u>63-0500160</u>	

Part I	Asset and Liability Statement		(a) Beginning of Year	(b) End of Year
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	Total noninterest-bearing cash	1a	1225	750
b	Receivables (less allowance for doubtful accounts):			
	(1) Employer contributions.....	1b(1)		
	(2) Participant contributions.....	1b(2)		
	(3) Other.....	1b(3)		
c	General investments:			
	(1) Interest-bearing cash (include money market accounts & certificates of deposit).....	1c(1)	336	1464
	(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)	3911655	4270094
	(9) Value of interest in common/collective trusts	1c(9)	39183484	35707462
	(10) Value of interest in pooled separate accounts	1c(10)		
	(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)	25226892	31533042
	(14) Value of funds held in insurance company general account (unallocated contracts).....	1c(14)		
	(15) Other.....	1c(15)		

1d Employer-related investments:		(a) Beginning of Year	(b) End of Year
(1) Employer securities	1d(1)		
(2) Employer real property	1d(2)		
e Buildings and other property used in plan operation	1e		
f Total assets (add all amounts in lines 1a through 1e)	1f	68323592	71512812

Liabilities

g Benefit claims payable	1g		
h Operating payables	1h		
i Acquisition indebtedness	1i		
j Other liabilities	1j		
k Total liabilities (add all amounts in lines 1g through 1j)	1k	0	0

Net Assets

l Net assets (subtract line 1k from line 1f)	1l	68323592	71512812
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Part II Income and Expense Statement

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

Income

		(a) Amount	(b) Total
a Contributions:			
(1) Received or receivable in cash from: (A) Employers	2a(1)(A)	1946841	
(B) Participants	2a(1)(B)	2746866	
(C) Others (including rollovers)	2a(1)(C)	274894	
(2) Noncash contributions	2a(2)		
(3) Total contributions. Add lines 2a(1)(A) , (B) , (C) , and line 2a(2)	2a(3)		4968601
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)	174687	
(F) Other	2b(1)(F)		
(G) Total interest. Add lines 2b(1)(A) through (F)	2b(1)(G)		174687
(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)	1088759	
(D) Total dividends. Add lines 2b(2)(A) , (B) , and (C)	2b(2)(D)		1088759
(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)		746947
(7) Net investment gain (loss) from pooled separate accounts	2b(7)		
(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)		5874678
c Other income	2c		64354
d Total income. Add all income amounts in column (b) and enter total	2d		12918026

Expenses

e Benefit payment and payments to provide benefits:			
(1) Directly to participants or beneficiaries, including direct rollovers	2e(1)	9333849	
(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)		9333849
f Corrective distributions (see instructions)	2f		
g Certain deemed distributions of participant loans (see instructions)	2g		226148
h Interest expense	2h		
i Administrative expenses: (1) Professional fees	2i(1)		
(2) Contract administrator fees	2i(2)		
(3) Investment advisory and management fees	2i(3)		
(4) Other	2i(4)	168809	
(5) Total administrative expenses. Add lines 2i(1) through (4)	2i(5)		168809
j Total expenses. Add all expense amounts in column (b) and enter total	2j		9728806

Net Income and Reconciliation

k Net income (loss). Subtract line 2j from line 2d	2k		3189220
l Transfers of assets:			
(1) To this plan	2l(1)		
(2) From this plan	2l(2)		

Part III Accountant's Opinion

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

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

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

b Did the accountant perform a limited scope audit pursuant to 29 CFR 2520.103-8 and/or 103-12(d)?

☒ Yes ☐ No

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

(1) Name: KATZ SAPPER & MILLER LLP

(2) EIN: 35-1090346

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:

- 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.)
- 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.)

	Yes	No	Amount
4a		X	
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.)		X	
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.)		X	
4d		X	
e Was this plan covered by a fidelity bond?	X		500000
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?		X	
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?		X	
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?		X	
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.)	X		
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.)		X	
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?		X	
4k		X	
l Has the plan failed to provide any benefit when due under the plan?		X	
4l		X	
m If this is an individual account plan, was there a blackout period? (See instructions and 29 CFR 2520.101-3.)		X	
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)

5c If the plan is a defined benefit plan, is it covered under the PBGC insurance program (see ERISA section 4021)? ☐ Yes ☐ No ☐ Not determined

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 2013 This Form is Open to Public Inspection.
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For calendar plan year 2013 or fiscal plan year beginning 01/01/2013 and ending 12/31/2013

A Name of plan <u>THE 401(K) RETIREMENT AND SAVINGS PLAN FOR EMPLOYEES OF FAIRFIELD MANUFACTURING COMPANY, INC.</u>	B Three-digit plan number (PN) ▶ <u>001</u>
C Plan sponsor's name as shown on line 2a of Form 5500 <u>FAIRFIELD MANUFACTURING CO., INC.</u>	D Employer Identification Number (EIN) <u>63-0500160</u>

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

1 Total value of distributions paid in property other than in cash or the forms of property specified in the instructions.....	1	<u>0</u>
2 Enter the EIN(s) of payor(s) who paid benefits on behalf of the plan to participants or beneficiaries during the year (if more than two, enter EINs of the two payors who paid the greatest dollar amounts of benefits): EIN(s): <u>94-1687665</u>		
Profit-sharing plans, ESOPs, and stock bonus plans, skip line 3.		
3 Number of participants (living or deceased) whose benefits were distributed in a single sum, during the plan year.....	3	

Part II	Funding Information (If the plan is not subject to the minimum funding requirements of section 412 of the Internal Revenue Code or ERISA section 302, skip this Part)
----------------	--

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		
b Enter the amount contributed by the employer to the plan for this plan year.....	6b		
c Subtract the amount in line 6b from the amount in line 6a. Enter the result (enter a minus sign to the left of a negative amount)	6c		
If you completed line 6c, skip lines 8 and 9.			
7 Will the minimum funding amount reported on line 6c be met by the funding deadline?.....	☐ Yes	☐ No	☐ N/A
8 If a change in actuarial cost method was made for this plan year pursuant to a revenue procedure 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
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9 If this is a defined benefit pension plan, were any amendments adopted during this plan year that increased or decreased the value of benefits? If yes, check the appropriate box. If no, check the "No" box.....	☐ Increase	☐ Decrease	☐ Both	☐ No
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Part IV	ESOPs (see instructions). If this is not a plan described under Section 409(a) or 4975(e)(7) of the Internal Revenue Code, skip this Part.
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10 Were unallocated employer securities or proceeds from the sale of unallocated securities used to repay any exempt loan?	☐ Yes	☐ No
11 a Does the ESOP hold any preferred stock?	☐ Yes	☐ No
b If the ESOP has an outstanding exempt loan with the employer as lender, is such loan part of a "back-to-back" loan? (See instructions for definition of "back-to-back" loan.).....	☐ Yes	☐ No
12 Does the ESOP hold any stock that is not readily tradable on an established securities market?	☐ Yes	☐ No

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): _____

**THE 401(k) RETIREMENT AND SAVINGS PLAN
FOR EMPLOYEES OF
FAIRFIELD MANUFACTURING COMPANY, INC.**

FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITORS' REPORT

December 31, 2013 and 2012

**THE 401(k) RETIREMENT AND SAVINGS PLAN
FOR EMPLOYEES OF
FAIRFIELD MANUFACTURING COMPANY, INC.**

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Independent Auditors' Report

To the Plan Administrator
The 401(k) Retirement and Savings Plan for Employees of
Fairfield Manufacturing Company, Inc.

Report on the Financial Statements

We were engaged to audit the accompanying financial statements of The 401(k) Retirement and Savings Plan for the Employees of Fairfield Manufacturing Company, Inc., which comprise the statements of net assets available for benefits as of December 31, 2013 and 2012, and the related statements of changes in net assets available for benefits for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

The Plan's management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States; 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. 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 4, which was certified by Bank of America, N.A., the trustee of the Plan, except for comparing such information with the related information included in the financial statements. 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 certifications from the Trustee as of and for the years ended December 31, 2013 and 2012, that the information provided to the Plan Administrator by the Trustee is complete and accurate.

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

The supplemental schedule of assets (held at end of year) as of December 31, 2013, is required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, and is presented for the purpose of additional analysis and is not a required part of the financial statements. Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we do not express an opinion on this supplemental schedule.

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 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.

Katz, Sapper & Miller, LLP

Indianapolis, Indiana
July 21, 2014

**THE 401(k) RETIREMENT AND SAVINGS PLAN FOR EMPLOYEES
OF FAIRFIELD MANUFACTURING COMPANY, INC.**

**STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS
December 31, 2013 and 2012**

	2013	2012
ASSETS		
Investments at fair value:		
Collective trust funds	\$35,707,462	\$39,183,484
Mutual fund shares	<u>31,533,042</u>	<u>25,226,892</u>
	67,240,504	64,410,376
Cash, interest-bearing	<u>1,464</u>	<u>336</u>
Total Investments	67,241,968	64,410,712
Notes receivable from participants	4,270,094	3,911,655
Cash, noninterest-bearing	<u>750</u>	<u>1,225</u>
NET ASSETS REFLECTING INVESTMENTS AT FAIR VALUE	71,512,812	68,323,592
Adjustment from fair value to contract value for fully benefit-responsive investment contract	<u>(372,475)</u>	<u>(1,229,615)</u>
NET ASSETS AVAILABLE FOR BENEFITS	<u><u>\$ 71,140,337</u></u>	<u><u>\$ 67,093,977</u></u>

See accompanying notes.

**THE 401(k) RETIREMENT AND SAVINGS PLAN FOR EMPLOYEES
OF FAIRFIELD MANUFACTURING COMPANY, INC.**

**STATEMENTS OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS
Years Ended December 31, 2013 and 2012**

	2013	2012
ADDITIONS TO NET ASSETS ATTRIBUTED TO		
Investment Income:		
Net appreciation in fair value of investments	\$ 7,015,223	\$ 3,413,177
Interest and dividend income	<u>1,616,655</u>	<u>1,225,425</u>
Total Investment Income	<u>8,631,878</u>	<u>4,638,602</u>
Interest income on notes receivable from participants	<u>174,687</u>	<u>158,015</u>
Contributions:		
Participant salary	2,746,866	2,947,859
Participant rollover	274,894	57,818
Employer	<u>1,946,841</u>	<u>2,023,875</u>
Total Contributions	<u>4,968,601</u>	<u>5,029,552</u>
Total Additions	<u>13,775,166</u>	<u>9,826,169</u>
DEDUCTIONS FROM NET ASSETS ATTRIBUTED TO		
Benefits paid	9,559,997	5,754,764
Administrative expenses	<u>168,809</u>	<u>152,224</u>
Total Deductions	<u>9,728,806</u>	<u>5,906,988</u>
NET INCREASE	4,046,360	3,919,181
NET ASSETS AVAILABLE FOR BENEFITS		
Beginning of Year	<u>67,093,977</u>	<u>63,174,796</u>
End of Year	<u><u>\$71,140,337</u></u>	<u><u>\$67,093,977</u></u>

See accompanying notes.

THE 401(k) RETIREMENT AND SAVINGS PLAN FOR EMPLOYEES OF FAIRFIELD MANUFACTURING COMPANY, INC.

NOTES TO FINANCIAL STATEMENTS December 31, 2013 and 2012

NOTE 1 - DESCRIPTION OF PLAN

The following description of The 401(k) Retirement and Savings Plan for Employees of Fairfield Manufacturing Company, Inc. (the Plan) provides only general information. Plan participants should refer to the Plan Agreement for a more complete description of the Plan's provisions.

General: The Plan was organized effective June 29, 1970, as a defined contribution retirement savings plan covering all eligible employees of Fairfield Manufacturing Company, Inc. (the Employer) who have completed one hour of service, except for specifically excluded employees as outlined in the Plan Agreement. The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA).

Contributions: Each year, Plan participants may authorize the Employer to contribute to the Plan an amount up to 50% of their pre-tax and 6% of their post-tax eligible annual compensation, subject to the maximum annual amount permitted under the Internal Revenue Code (IRC). Participants who attain age 50 before the end of the Plan year are eligible to make catch-up contributions. Participants may also make rollover contributions from amounts representing distributions from other qualified plans.

The Plan includes an auto-enrollment provision whereby all newly eligible employees are automatically enrolled in the Plan unless an affirmative election not to participate in the Plan is executed. Automatically enrolled participants have their contribution rate set at 5% of eligible compensation and their contributions are invested in a designated fund until an investment election is made by the participant.

The Employer may elect to make discretionary matching and profit-sharing contributions to the Plan. Both contributions are determined by the Employer's Board of Directors on an annual basis. In 2013 and 2012, the Employer made matching contributions equal to 100% of the first 5% of compensation that each participant contributed to the Plan. No Employer profit-sharing contributions were made to the Plan in 2013 or 2012.

Participants direct the investment of their contributions, as well as those made by the Employer, into various investment options offered by the Plan.

Participant Accounts: Each participant's account is credited with the participant's contributions, the Employer's matching contributions, as well as allocations of the Employer's profit-sharing contribution and Plan earnings. Participant accounts may also be charged with an allocation of certain administrative expenses of the Plan. Allocations are based on participant earnings or account balances, or specific participant transactions, as defined in the Plan Agreement. The benefit to which a participant is entitled is the benefit that can be provided from the participant's vested account.

Vesting and Forfeitures: Participants are immediately vested in their contributions and the Employer's contributions plus actual earnings thereon. As a result, there are no forfeitures of account balances.

NOTE 1 - DESCRIPTION OF PLAN (CONTINUED)

Notes Receivable from Participants: Participants may borrow from their account a minimum of \$500 up to a maximum amount equal to the lesser of \$50,000 or 50% of their vested account balance. The repayment terms of the notes cannot exceed five years except for the purchase of the participant's principal residence, for which the terms may exceed five years per the Plan Agreement. The notes are secured by the balance in the participant's account and bear interest at rates which are commensurate with local prevailing rates as determined by the Plan Administrator. Principal and interest are paid ratably through regular payroll deductions.

Payment of Benefits: Upon the occurrence of a distributable event due to separation from service by termination, death, disability, or retirement, as defined by the Plan Agreement, a participant may elect to receive a lump-sum cash distribution equal to the value of the participant's vested interest in his or her account, or annual installments over a period not to exceed the expected future lifetime of the participant or participant and spouse. Hardship and in-service withdrawals, as defined in the Plan Agreement, are also permitted from a participant's account.

Plan Termination: Although it has not expressed any intent to do so, the Employer has the right under the Plan to discontinue its contributions at any time and to terminate the Plan subject to the provisions of ERISA. In the event of termination, all assets will be distributed out of the Plan in accordance with the Plan Agreement.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting: The financial statements of the Plan are prepared on the accrual basis of accounting.

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

Investment Valuation and Income Recognition: The Plan's investments are reported at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. See Note 3 for discussion of fair value measurements.

Investment contracts held by a defined contribution plan are required to be reported at fair value. However, contract value is the relevant measurement attribute for that portion of the net assets available for benefits of a defined-contribution plan attributable to fully benefit-responsive investment contracts because contract value is the amount participants would receive if they were to initiate permitted transactions under the terms of the Plan. As discussed in Note 5, the Plan invests in a collective trust fund which is a fully benefit-responsive fund. The Plan's statement of net assets available for benefits presents the fair value of this investment, as well as the adjustment of this investment from fair value to contract value. The Plan's statement of changes in net assets available for benefits is prepared on a contract value basis.

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

Notes Receivable from Participants are stated at their unpaid principal balance plus any accrued but unpaid interest. Delinquent notes receivable are treated as distributions based upon the terms of the Plan Agreement.

Payment of Benefits: Benefits are recorded when paid.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Plan Expenses: Administrative expenses for maintaining the Plan may be paid by the Employer or the Plan, at the Employer's discretion. Certain administration fees are charged directly to the participant's account and are included in administrative expenses. Investment related expenses are included in net appreciation (depreciation) in fair value of investments.

Tax Status: The Plan has adopted a prototype plan document whose sponsor has received an opinion letter from the Internal Revenue Service (IRS) dated March 31, 2008, stating that the prototype plan document was designed in accordance with the applicable sections of the IRC. Although the Plan and the prototype plan document have been amended since receiving the opinion letter, the Plan Administrator believes that the Plan is designed, and is currently being operated, in compliance with the applicable requirements of the IRC. Therefore, the Plan Administrator believes that the Plan is qualified and the related trust is tax-exempt.

Accounting principles generally accepted in the United States require management to evaluate tax positions taken by the Plan and to 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 IRS or other taxing authorities. The Plan Administrator has analyzed the tax positions taken by the Plan and has concluded that as of December 31, 2013, 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 authorities; however, there are currently no audits for any tax periods in process. The Plan Administrator believes the Plan is no longer subject to income tax examinations for years prior to 2010.

Subsequent Events: The Plan Administrator has evaluated the financial statements for subsequent events occurring through July 21, 2014, the date the financial statements were available to be issued.

NOTE 3 - FAIR VALUE MEASUREMENTS

The Plan has categorized its assets that are measured at fair value into a three-level fair value hierarchy. The hierarchy 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 asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

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

Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has the ability to access.

Level 2 – Inputs to the valuation methodology include: quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in inactive markets; inputs other than quoted prices that are observable for the asset or liability; and inputs that are derived principally from or corroborated by observable market data by correlation or other means. If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement. In situations where there is little or no market activity for the asset or liability, the Plan makes estimates and assumptions related to the pricing of the asset or liability including assumptions regarding risk.

NOTE 3 - FAIR VALUE MEASUREMENTS (CONTINUED)

Following is a description of the valuation methodologies used by the Plan for investment assets that are measured at fair value on a recurring basis. There have been no changes in the methodologies used at December 31, 2013 and 2012.

Collective Trust Funds – Stable Value: Valued at the fair value of the underlying synthetic guaranteed investment contracts as reported in the audited financial statement for the fund.

Collective Trust Funds – Other Than Stable Value: Valued at the unit price reported by the sponsoring bank and trust companies. The unit price is based on the underlying net asset value of the mutual fund shares held in the account, less any accrual of fees and expenses borne by the account and divided by the number of units outstanding. The unit value is available on the active private market in which the participant can transact daily with no redemption restrictions.

Mutual Fund Shares: Valued at the published net asset value (NAV), as reported by each fund, of the shares held by the Plan at the reporting date.

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, although the Plan's management 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 assets could result in a different fair value measurement at the reporting date.

Following is a summary, by major nature and risks class within each level of the fair value hierarchy, of the Plan's investment assets that are measured at fair value on a recurring basis as of December 31, 2013 and 2012:

2013	Level 1	Level 2	Level 3	Total
Collective trust funds:				
Stable value			\$30,404,313	\$30,404,313
Large cap equity		\$2,475,062		2,475,062
Target retirement date		2,828,087		2,828,087
Mutual fund shares:				
Balanced funds	\$ 4,648,697			4,648,697
Fixed income funds	3,450,698			3,450,698
International equity funds	2,919,875			2,919,875
Value equity funds	1,222,847			1,222,847
Growth equity funds	<u>19,290,925</u>			<u>19,290,925</u>
Total Investments at Fair Value	<u>\$31,533,042</u>	<u>\$5,303,149</u>	<u>\$30,404,313</u>	<u>\$67,240,504</u>
2012				
Collective trust funds:				
Stable value			\$34,213,753	\$34,213,753
Large cap equity		\$2,108,958		2,108,958
Target retirement date		2,860,773		2,860,773
Mutual fund shares:				
Balanced funds	\$ 2,934,798			2,934,798
Fixed income funds	4,272,961			4,272,961
International equity funds	2,854,580			2,854,580
Value equity funds	1,599,342			1,599,342
Growth equity funds	<u>13,565,211</u>			<u>13,565,211</u>
Total Investments at Fair Value	<u>\$25,226,892</u>	<u>\$4,969,731</u>	<u>\$34,213,753</u>	<u>\$64,410,376</u>

NOTE 3 - FAIR VALUE MEASUREMENTS (CONTINUED)

Following is a summary of the changes in the fair value of the Plan's Level 3 stable value collective trust fund for the years ended December 31, 2013 and 2012:

	2013	2012
Balance at beginning of year	\$34,213,753	\$33,509,753
Interest	596,328	708,899
Purchases	4,770,842	5,141,811
Sales	(8,319,470)	(4,930,900)
Change in contract value to fair value adjustment	<u>(857,140)</u>	<u>(215,810)</u>
Balance at end of year	<u>\$30,404,313</u>	<u>\$34,213,753</u>

At December 31, 2013 and 2012, the Plan had no other assets and no liabilities that are measured at fair value on a recurring basis.

Quantitative Information about Significant Unobservable Inputs Used in Level 3 Fair Value Measurements

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 as of December 31, 2013 and 2012.

Instrument 2013	Fair Value	Principal Valuation Technique	Unobservable Inputs	Range of Significant Input Values	Weighted Average
Invesco Stable Value Trust	<u>\$30,404,313</u>	Market Value	GIC yields Credit ratings of wrap contract providers	0.83% - 2.50% AA+ to A-	1.26%
2012					
Invesco Stable Value Trust	<u>\$34,213,753</u>	Market Value	GIC yields Credit ratings of wrap contract providers	0.57% - 1.72% AA+ to A-	0.88%

Valuation processes and procedures are the responsibilities of the 401(k) Committee which meets quarterly with the Plan's registered investment advisor to review investment performances and to discuss investment valuation and changes in valuation techniques or unobservable inputs.

NOTE 4 - INVESTMENT INFORMATION CERTIFIED BY TRUSTEE

All investment information disclosed in the accompanying financial statements, related notes and supplemental schedule has not been audited, but was obtained or derived from information provided to the Plan Administrator by the Plan's trustee. The following is a summary of the Plan's investment information which has been certified as complete and accurate as of and for the years ended December 31, 2013 and 2012, by Bank of America, N.A., the Trustee, in accordance with Section 2520.103-5 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA:

	2013	2012
Collective Trust Funds:		
Invesco Stable Value Trust (at contract value)	\$30,031,838*	\$32,984,138*
Other collective trust funds	<u>5,303,149</u>	<u>4,969,731</u>
	<u>35,334,987</u>	<u>37,953,869</u>
Mutual Fund Shares:		
Invesco Dynamics Fund CL N		5,924,677*
Invesco Mid Cap Growth Fund CL A	7,615,691*	
Invesco Equity and Income CL Y	3,571,515*	
Pimco Total Return Fund	3,450,698	4,101,571*
Dodge & Cox Stock Fund	4,977,813*	3,640,822*
American Growth Fund of America	3,622,092*	
Other mutual fund shares	<u>8,295,233</u>	<u>11,559,822</u>
	<u>31,533,042</u>	<u>25,226,892</u>
Cash, interest-bearing	<u>1,464</u>	<u>336</u>
Total Investments held by Trustee	<u>\$66,869,493</u>	<u>\$63,181,097</u>

* Represents 5% or more of the Plan's net assets available for benefits at the date indicated.

	2013	2012
Interest and dividend income	<u>\$1,616,655</u>	<u>\$1,225,425</u>
Net appreciation in fair value of investments:		
Fair value measured by quoted prices in an active market:		
Mutual fund shares	\$5,939,032	\$2,846,036
Fair value measured by other methods:		
Collective trust funds	<u>1,076,191</u>	<u>567,141</u>
	<u>\$7,015,223</u>	<u>\$3,413,177</u>

NOTE 5 - INVESTMENT CONTRACT WITH TRUST COMPANY

The Plan invests in a benefit-responsive investment with Invesco National Trust Company, which maintains the investment in a collective trust fund. The trust is credited with earnings based on a fixed rate of interest and charged for participant withdrawals and administrative expenses. Invesco National Trust Company is contractually obligated to repay the principal and a specified interest rate that is guaranteed to the Plan.

As described in Note 2, because this investment is fully benefit-responsive, contract value is the relevant measurement attribute for that portion of the Plan's net assets available for benefits attributable to the investment. Contract value, as reported to the Plan by Invesco National Trust Company, represents contributions made, plus earnings, less participant withdrawals and administrative expenses. Participants may ordinarily direct the withdrawal or transfer of all or a portion of their investment at contract value.

There are no reserves against contract value for credit risk of the contract issuer or otherwise. The average yield rate based on actual earnings of the fund was approximately 1.26% for 2013 and 0.88% for 2012, and the average interest rate credited to participants was approximately 1.45% for 2013 and 1.82% for 2012.

Certain events limit the ability of the Plan to transact at contract value with the issuer. Such events include the following: (1) amendments to the Plan documents (including complete or partial Plan termination or merger with another plan), (2) changes to the Plan's prohibition on competing investment options or deletion of equity wash provisions, (3) communications from the Plan's sponsor designed to induce participants to transfer from the fund, (4) bankruptcy of the Plan Sponsor or other Plan Sponsor events (for example, divestitures or spin-offs of a subsidiary) that cause a significant withdrawal from the Plan, or (5) the failure of the trust to qualify for exemption from federal income taxes or any required prohibited transaction exemption under ERISA. The Plan Administrator does not believe that any events which would limit the Plan's ability to transact at contract value with participants are probable of occurring.

NOTE 6 - PLAN AMENDMENTS

Effective January 1, 2013, the Plan Agreement was amended to include an auto-enrollment provision whereby all eligible employees either hired on or after January 1, 2013 or who have never enrolled to make elective deferral contributions are automatically enrolled in the Plan unless an affirmative election not to participate in the Plan is executed. Automatically enrolled participants have their contribution rate set at 5% of pre-tax eligible compensation and their contributions are invested in a designated fund until an investment election is made by the participant.

NOTE 7 - PARTY-IN-INTEREST TRANSACTIONS

Party-in-interest transactions include those with fiduciaries or employees of the Plan, any person who provides services to the Plan, an employer whose employees are covered by the Plan, an employee organization whose members are covered by the Plan, a person who owns 50% or more of such an employer or employee association, or relatives of such persons.

Certain Plan investments are managed by an affiliate of Bank of America, N.A., the trustee of the Plan; therefore, transactions in these investments qualify as exempt party-in-interest transactions under ERISA. The Trustee also receives indirect fees from investments which are deducted from investment returns. Direct fees paid by the Plan to the Trustee and/or its affiliates totaled \$168,809 in 2013 and \$152,224 in 2012.

The Employer provides certain accounting, administrative, and investment management services to the Plan for which it receives no compensation.

Notes receivable from participants are permitted party-in-interest transactions.

NOTE 8 - RISKS AND UNCERTAINTITIES

The Plan's 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 Plan's financial statements.

NOTE 9 - RECONCILIATION OF FINANCIAL STATEMENTS TO FORM 5500

The following is a reconciliation of net assets available for benefits per the financial statements to net assets per Form 5500 at December 31, 2013 and 2012:

	2013	2012
Net assets available for benefits per the financial statements	\$71,140,337	\$67,093,977
Adjustment from contract value to fair value for fully benefit-responsive investment contract	<u>372,475</u>	<u>1,229,615</u>
Net assets per Form 5500	<u>\$71,512,812</u>	<u>\$68,323,592</u>

The following is a reconciliation of net increase per the financial statements to net income per Form 5500 for the year ended December 31, 2013:

Net increase per the financial statements	\$4,046,360
Change in adjustment from contract value to fair value for fully benefit-responsive investment contract	<u>(857,140)</u>
Net income per Form 5500	<u>\$3,189,220</u>

SUPPLEMENTAL SCHEDULE

**THE 401(k) RETIREMENT AND SAVINGS PLAN FOR EMPLOYEES
OF FAIRFIELD MANUFACTURING COMPANY, INC.**

EIN 63-0500160 PN 001

**SCHEDULE H, LINE 4i - SCHEDULE OF ASSETS (HELD AT END OF YEAR)
December 31, 2013**

(a)	(b) and (c) Identity of Issue/ Description of Investment	Number of Shares/Units	(d) Cost	(e) Current Value
	COLLECTIVE TRUST FUNDS			
*	Invesco Stable Value Trust	30,031,838	**	\$ 30,404,313
*	BlackRock Equity Index Fund CL M	180,589	**	2,475,062
*	State Street DJ TARGET Today Sec Ldg Series	17,103	**	245,068
*	State Street DJ TARGET 2015 Sec Lndg Series	16,191	**	232,983
*	State Street DJ TARGET 2025 Sec Lndg Series	66,758	**	1,054,505
*	State Street DJ TARGET 2035 Sec Lndg Series	51,085	**	859,498
*	State Street DJ TARGET 2045 Sec Lndg Series	24,806	**	436,033
	Total Collective Trust Funds			<u>35,707,462</u>
	MUTUAL FUND SHARES			
*	Managers Special Equity Manager Class	8,197	**	715,068
	Hotchkis & Wiley Mid Cap Value A	8,789	**	353,043
	Dodge & Cox International Stock Fund	50,626	**	2,178,958
*	Invesco Common Stock Fund CL A	36,592	**	869,804
*	Invesco Equity and Income CL Y	335,039	**	3,571,515
*	Invesco Mid Cap Growth Fund CL A	203,356	**	7,615,691
*	Invesco Small Cap Equity	78,504	**	1,412,283
	Pimco Total Return Fund	322,797	**	3,450,698
	Dodge & Cox Stock Fund	29,477	**	4,977,813
	American Growth Fund of America	84,235	**	3,622,092
	John Hancock Disciplined Cap Fund	59,447	**	1,077,182
	Oppenheimer International Growth Fund CL A	24,719	**	947,978
	Templeton Foreign Fund	89,160	**	740,917
	Total Mutual Fund Shares			<u>31,533,042</u>
*	CASH, INTEREST-BEARING			
	Bank of America interest bearing cash .28%		**	<u>1,464</u>
*	NOTES RECEIVABLE FROM PARTICIPANTS , bearing interest at 4.25%-10.5%, with maturities through October 2043		0	<u>4,270,094</u>
	TOTAL			<u><u>\$ 71,512,062</u></u>

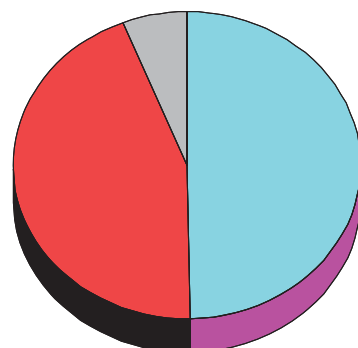
* Party-in-interest, but not prohibited transactions.

** Cost has been omitted for participant-directed investments.

STATEMENT OF ASSETS
FOR THE PERIOD 01/01/2013 - 12/31/2013

THE 401(K) RETIREMENT & SAVINGS
PLAN FOR EMPLOYEES OF FAIRFIELD
CONSOLIDATION

ALLOCATION OF PLAN ASSETS



0.00% MONEY MARKET	49.67% COMMON / COLLECTIVE TRUSTS
44.33% MUTUAL FUNDS	6.00% LOANS
0.00% PENDING SETTLEMENT FUNDS	0.00% ACCRUED INCOME

Investment Category	Shares/ Units	Price/ NAV	Cost/Book Value	Market Value	% Total Value
<u>MONEY MARKET</u>					
BIF MONEY FUND		1.000	1,207.67	1,207.67	0.00%
<u>COMMON / COLLECTIVE TRUSTS</u>					
INVESCO STABLE VALUE TRUST	30,031,838.0404	1.000	30,031,838.88	30,031,838.04	42.21%
SSGA DOW JONES TARGET 2015 C	16,190.6331	14.390	213,029.54	232,983.21	0.33%
SSGA DOW JONES TARGET 2025 C	66,757.6934	15.796	787,559.25	1,054,504.52	1.48%
SSGA DOW JONES TARGET 2035 C	51,084.5549	16.825	606,013.48	859,497.64	1.21%
SSGA DOW JONES TARGET 2045 C	24,805.6158	17.578	322,669.82	436,033.11	0.61%
SSGA DOW JONES TARGET TODAY C	17,102.9536	14.329	196,449.06	245,068.22	0.34%
BLACKROCK EQUITY INDEX FD CL M	180,588.9647	13.705	1,869,302.65	2,475,062.06	3.48%
TOTAL COMMON / COLLECTIVE TRUSTS			34,026,862.68	35,334,986.80	49.67%

Balances include pending activity

STATEMENT OF ASSETS
FOR THE PERIOD 01/01/2013 - 12/31/2013

THE 401(K) RETIREMENT & SAVINGS
PLAN FOR EMPLOYEES OF FAIRFIELD
CONSOLIDATION

Investment Category	Shares/ Units	Price/ NAV	Cost/Book Value	Market Value	% Total Value
<u>MUTUAL FUNDS</u>					
MANAGERS SP EQ MANAGER CLASS	8,196.5613	87.240	525,170.51	715,068.01	1.01%
HOTCHKIS&WILEY MID CAP VAL A	8,788.7110	40.170	191,387.74	353,042.52	0.50%
DODGE & COX INTERNATIONAL ST	50,626.3419	43.040	1,767,196.59	2,178,957.76	3.06%
INVESCO COMSTOCK FUND CL A	36,592.4915	23.770	651,247.77	869,803.52	1.22%
INVESCO EQUITY AND INCOME CL Y	335,038.8941	10.660	2,978,354.24	3,571,514.61	5.02%
INVESCO MID CAP GROWTH FD CL A	203,356.2765	37.450	4,911,474.60	7,615,692.55	10.71%
INVESCO SMALL CAP EQTY CL R5	78,503.8055	17.990	1,058,767.52	1,412,283.46	1.99%
JOHN HANCOCK DISCIPLNED CAP R2	59,447.1308	18.120	1,077,182.02	1,077,182.01	1.51%
OPPENHEIMER INTL GROWTH F CL A	24,719.1252	38.350	947,978.46	947,978.45	1.33%
PIMCO TOTAL RETURN FUND	322,796.8402	10.690	3,512,470.00	3,450,698.22	4.85%
DODGE & COX STOCK FUND	29,477.1891	168.870	3,507,067.10	4,977,812.92	7.00%
TEMPLETON FOREIGN FUND	89,159.6342	8.310	740,916.56	740,916.56	1.04%
AMERICAN FUNDS GRTH FD OF AMER	84,234.6945	43.000	2,714,844.21	3,622,091.86	5.09%
TOTAL MUTUAL FUNDS			24,584,057.32	31,533,042.45	44.33%
<u>LOANS</u>					
LOAN FUND	4,270,093.9100	1.000	4,270,093.91	4,270,093.91	6.00%
<u>PENDING SETTLEMENT FUNDS</u>					
PENDING SETTLEMENT FUND	750.0000	1.000	750.00	750.00	0.00%
INVESTMENT TOTAL			62,882,971.58	71,140,080.83	100.00%

Balances include pending activity

STATEMENT OF ASSETS
FOR THE PERIOD 01/01/2013 - 12/31/2013

THE 401(K) RETIREMENT & SAVINGS
PLAN FOR EMPLOYEES OF FAIRFIELD
CONSOLIDATION

Investment Category	Shares/ Units	Price/ NAV	Cost/Book Value	Market Value	% Total Value
UNINVESTED CASH			0.00	0.00	0.00%
ACCRUED INCOME			255.28	255.28	0.00%
TOTAL ASSETS			62,883,226.86	71,140,336.11	100.00%

A portion of the balance displayed in the BIF Money Fund or the Merrill Lynch Bank Deposit Program (MLBD Program) may contain a pending deposit. If cash funds are invested / deposited in the BIF or MLBD Program, sweep activity details are available upon request.

Balances include pending activity

**THE 401(k) RETIREMENT AND SAVINGS PLAN
FOR EMPLOYEES OF
FAIRFIELD MANUFACTURING COMPANY, INC.**

FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITORS' REPORT

December 31, 2013 and 2012

**THE 401(k) RETIREMENT AND SAVINGS PLAN
FOR EMPLOYEES OF
FAIRFIELD MANUFACTURING COMPANY, INC.**

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Independent Auditors' Report

To the Plan Administrator
The 401(k) Retirement and Savings Plan for Employees of
Fairfield Manufacturing Company, Inc.

Report on the Financial Statements

We were engaged to audit the accompanying financial statements of The 401(k) Retirement and Savings Plan for the Employees of Fairfield Manufacturing Company, Inc., which comprise the statements of net assets available for benefits as of December 31, 2013 and 2012, and the related statements of changes in net assets available for benefits for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

The Plan's management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States; 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. 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 4, which was certified by Bank of America, N.A., the trustee of the Plan, except for comparing such information with the related information included in the financial statements. 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 certifications from the Trustee as of and for the years ended December 31, 2013 and 2012, that the information provided to the Plan Administrator by the Trustee is complete and accurate.

Disclaimer of Opinion

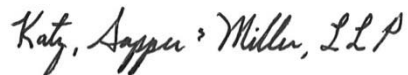
Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient, appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on these financial statements.

Other Matter

The supplemental schedule of assets (held at end of year) as of December 31, 2013, is required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, and is presented for the purpose of additional analysis and is not a required part of the financial statements. Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we do not express an opinion on this supplemental schedule.

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 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.



Indianapolis, Indiana
July 21, 2014

**THE 401(k) RETIREMENT AND SAVINGS PLAN FOR EMPLOYEES
OF FAIRFIELD MANUFACTURING COMPANY, INC.**

**STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS
December 31, 2013 and 2012**

	2013	2012
ASSETS		
Investments at fair value:		
Collective trust funds	\$35,707,462	\$39,183,484
Mutual fund shares	<u>31,533,042</u>	<u>25,226,892</u>
	67,240,504	64,410,376
Cash, interest-bearing	<u>1,464</u>	<u>336</u>
Total Investments	67,241,968	64,410,712
Notes receivable from participants	4,270,094	3,911,655
Cash, noninterest-bearing	<u>750</u>	<u>1,225</u>
NET ASSETS REFLECTING INVESTMENTS AT FAIR VALUE	71,512,812	68,323,592
Adjustment from fair value to contract value for fully benefit-responsive investment contract	<u>(372,475)</u>	<u>(1,229,615)</u>
NET ASSETS AVAILABLE FOR BENEFITS	<u><u>\$ 71,140,337</u></u>	<u><u>\$ 67,093,977</u></u>

See accompanying notes.

**THE 401(k) RETIREMENT AND SAVINGS PLAN FOR EMPLOYEES
OF FAIRFIELD MANUFACTURING COMPANY, INC.**

**STATEMENTS OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS
Years Ended December 31, 2013 and 2012**

	2013	2012
ADDITIONS TO NET ASSETS ATTRIBUTED TO		
Investment Income:		
Net appreciation in fair value of investments	\$ 7,015,223	\$ 3,413,177
Interest and dividend income	<u>1,616,655</u>	<u>1,225,425</u>
Total Investment Income	<u>8,631,878</u>	<u>4,638,602</u>
Interest income on notes receivable from participants	<u>174,687</u>	<u>158,015</u>
Contributions:		
Participant salary	2,746,866	2,947,859
Participant rollover	274,894	57,818
Employer	<u>1,946,841</u>	<u>2,023,875</u>
Total Contributions	<u>4,968,601</u>	<u>5,029,552</u>
Total Additions	<u>13,775,166</u>	<u>9,826,169</u>
DEDUCTIONS FROM NET ASSETS ATTRIBUTED TO		
Benefits paid	9,559,997	5,754,764
Administrative expenses	<u>168,809</u>	<u>152,224</u>
Total Deductions	<u>9,728,806</u>	<u>5,906,988</u>
NET INCREASE	4,046,360	3,919,181
NET ASSETS AVAILABLE FOR BENEFITS		
Beginning of Year	<u>67,093,977</u>	<u>63,174,796</u>
End of Year	<u><u>\$71,140,337</u></u>	<u><u>\$67,093,977</u></u>

See accompanying notes.

THE 401(k) RETIREMENT AND SAVINGS PLAN FOR EMPLOYEES OF FAIRFIELD MANUFACTURING COMPANY, INC.

NOTES TO FINANCIAL STATEMENTS December 31, 2013 and 2012

NOTE 1 - DESCRIPTION OF PLAN

The following description of The 401(k) Retirement and Savings Plan for Employees of Fairfield Manufacturing Company, Inc. (the Plan) provides only general information. Plan participants should refer to the Plan Agreement for a more complete description of the Plan's provisions.

General: The Plan was organized effective June 29, 1970, as a defined contribution retirement savings plan covering all eligible employees of Fairfield Manufacturing Company, Inc. (the Employer) who have completed one hour of service, except for specifically excluded employees as outlined in the Plan Agreement. The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA).

Contributions: Each year, Plan participants may authorize the Employer to contribute to the Plan an amount up to 50% of their pre-tax and 6% of their post-tax eligible annual compensation, subject to the maximum annual amount permitted under the Internal Revenue Code (IRC). Participants who attain age 50 before the end of the Plan year are eligible to make catch-up contributions. Participants may also make rollover contributions from amounts representing distributions from other qualified plans.

The Plan includes an auto-enrollment provision whereby all newly eligible employees are automatically enrolled in the Plan unless an affirmative election not to participate in the Plan is executed. Automatically enrolled participants have their contribution rate set at 5% of eligible compensation and their contributions are invested in a designated fund until an investment election is made by the participant.

The Employer may elect to make discretionary matching and profit-sharing contributions to the Plan. Both contributions are determined by the Employer's Board of Directors on an annual basis. In 2013 and 2012, the Employer made matching contributions equal to 100% of the first 5% of compensation that each participant contributed to the Plan. No Employer profit-sharing contributions were made to the Plan in 2013 or 2012.

Participants direct the investment of their contributions, as well as those made by the Employer, into various investment options offered by the Plan.

Participant Accounts: Each participant's account is credited with the participant's contributions, the Employer's matching contributions, as well as allocations of the Employer's profit-sharing contribution and Plan earnings. Participant accounts may also be charged with an allocation of certain administrative expenses of the Plan. Allocations are based on participant earnings or account balances, or specific participant transactions, as defined in the Plan Agreement. The benefit to which a participant is entitled is the benefit that can be provided from the participant's vested account.

Vesting and Forfeitures: Participants are immediately vested in their contributions and the Employer's contributions plus actual earnings thereon. As a result, there are no forfeitures of account balances.

NOTE 1 - DESCRIPTION OF PLAN (CONTINUED)

Notes Receivable from Participants: Participants may borrow from their account a minimum of \$500 up to a maximum amount equal to the lesser of \$50,000 or 50% of their vested account balance. The repayment terms of the notes cannot exceed five years except for the purchase of the participant's principal residence, for which the terms may exceed five years per the Plan Agreement. The notes are secured by the balance in the participant's account and bear interest at rates which are commensurate with local prevailing rates as determined by the Plan Administrator. Principal and interest are paid ratably through regular payroll deductions.

Payment of Benefits: Upon the occurrence of a distributable event due to separation from service by termination, death, disability, or retirement, as defined by the Plan Agreement, a participant may elect to receive a lump-sum cash distribution equal to the value of the participant's vested interest in his or her account, or annual installments over a period not to exceed the expected future lifetime of the participant or participant and spouse. Hardship and in-service withdrawals, as defined in the Plan Agreement, are also permitted from a participant's account.

Plan Termination: Although it has not expressed any intent to do so, the Employer has the right under the Plan to discontinue its contributions at any time and to terminate the Plan subject to the provisions of ERISA. In the event of termination, all assets will be distributed out of the Plan in accordance with the Plan Agreement.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting: The financial statements of the Plan are prepared on the accrual basis of accounting.

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

Investment Valuation and Income Recognition: The Plan's investments are reported at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. See Note 3 for discussion of fair value measurements.

Investment contracts held by a defined contribution plan are required to be reported at fair value. However, contract value is the relevant measurement attribute for that portion of the net assets available for benefits of a defined-contribution plan attributable to fully benefit-responsive investment contracts because contract value is the amount participants would receive if they were to initiate permitted transactions under the terms of the Plan. As discussed in Note 5, the Plan invests in a collective trust fund which is a fully benefit-responsive fund. The Plan's statement of net assets available for benefits presents the fair value of this investment, as well as the adjustment of this investment from fair value to contract value. The Plan's statement of changes in net assets available for benefits is prepared on a contract value basis.

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

Notes Receivable from Participants are stated at their unpaid principal balance plus any accrued but unpaid interest. Delinquent notes receivable are treated as distributions based upon the terms of the Plan Agreement.

Payment of Benefits: Benefits are recorded when paid.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Plan Expenses: Administrative expenses for maintaining the Plan may be paid by the Employer or the Plan, at the Employer's discretion. Certain administration fees are charged directly to the participant's account and are included in administrative expenses. Investment related expenses are included in net appreciation (depreciation) in fair value of investments.

Tax Status: The Plan has adopted a prototype plan document whose sponsor has received an opinion letter from the Internal Revenue Service (IRS) dated March 31, 2008, stating that the prototype plan document was designed in accordance with the applicable sections of the IRC. Although the Plan and the prototype plan document have been amended since receiving the opinion letter, the Plan Administrator believes that the Plan is designed, and is currently being operated, in compliance with the applicable requirements of the IRC. Therefore, the Plan Administrator believes that the Plan is qualified and the related trust is tax-exempt.

Accounting principles generally accepted in the United States require management to evaluate tax positions taken by the Plan and to 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 IRS or other taxing authorities. The Plan Administrator has analyzed the tax positions taken by the Plan and has concluded that as of December 31, 2013, 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 authorities; however, there are currently no audits for any tax periods in process. The Plan Administrator believes the Plan is no longer subject to income tax examinations for years prior to 2010.

Subsequent Events: The Plan Administrator has evaluated the financial statements for subsequent events occurring through July 21, 2014, the date the financial statements were available to be issued.

NOTE 3 - FAIR VALUE MEASUREMENTS

The Plan has categorized its assets that are measured at fair value into a three-level fair value hierarchy. The hierarchy 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 asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

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

Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has the ability to access.

Level 2 – Inputs to the valuation methodology include: quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in inactive markets; inputs other than quoted prices that are observable for the asset or liability; and inputs that are derived principally from or corroborated by observable market data by correlation or other means. If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement. In situations where there is little or no market activity for the asset or liability, the Plan makes estimates and assumptions related to the pricing of the asset or liability including assumptions regarding risk.

NOTE 3 - FAIR VALUE MEASUREMENTS (CONTINUED)

Following is a description of the valuation methodologies used by the Plan for investment assets that are measured at fair value on a recurring basis. There have been no changes in the methodologies used at December 31, 2013 and 2012.

Collective Trust Funds – Stable Value: Valued at the fair value of the underlying synthetic guaranteed investment contracts as reported in the audited financial statement for the fund.

Collective Trust Funds – Other Than Stable Value: Valued at the unit price reported by the sponsoring bank and trust companies. The unit price is based on the underlying net asset value of the mutual fund shares held in the account, less any accrual of fees and expenses borne by the account and divided by the number of units outstanding. The unit value is available on the active private market in which the participant can transact daily with no redemption restrictions.

Mutual Fund Shares: Valued at the published net asset value (NAV), as reported by each fund, of the shares held by the Plan at the reporting date.

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, although the Plan's management 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 assets could result in a different fair value measurement at the reporting date.

Following is a summary, by major nature and risks class within each level of the fair value hierarchy, of the Plan's investment assets that are measured at fair value on a recurring basis as of December 31, 2013 and 2012:

2013	Level 1	Level 2	Level 3	Total
Collective trust funds:				
Stable value			\$30,404,313	\$30,404,313
Large cap equity		\$2,475,062		2,475,062
Target retirement date		2,828,087		2,828,087
Mutual fund shares:				
Balanced funds	\$ 4,648,697			4,648,697
Fixed income funds	3,450,698			3,450,698
International equity funds	2,919,875			2,919,875
Value equity funds	1,222,847			1,222,847
Growth equity funds	<u>19,290,925</u>			<u>19,290,925</u>
Total Investments at Fair Value	<u>\$31,533,042</u>	<u>\$5,303,149</u>	<u>\$30,404,313</u>	<u>\$67,240,504</u>
2012				
Collective trust funds:				
Stable value			\$34,213,753	\$34,213,753
Large cap equity		\$2,108,958		2,108,958
Target retirement date		2,860,773		2,860,773
Mutual fund shares:				
Balanced funds	\$ 2,934,798			2,934,798
Fixed income funds	4,272,961			4,272,961
International equity funds	2,854,580			2,854,580
Value equity funds	1,599,342			1,599,342
Growth equity funds	<u>13,565,211</u>			<u>13,565,211</u>
Total Investments at Fair Value	<u>\$25,226,892</u>	<u>\$4,969,731</u>	<u>\$34,213,753</u>	<u>\$64,410,376</u>

NOTE 3 - FAIR VALUE MEASUREMENTS (CONTINUED)

Following is a summary of the changes in the fair value of the Plan's Level 3 stable value collective trust fund for the years ended December 31, 2013 and 2012:

	2013	2012
Balance at beginning of year	\$34,213,753	\$33,509,753
Interest	596,328	708,899
Purchases	4,770,842	5,141,811
Sales	(8,319,470)	(4,930,900)
Change in contract value to fair value adjustment	<u>(857,140)</u>	<u>(215,810)</u>
Balance at end of year	<u>\$30,404,313</u>	<u>\$34,213,753</u>

At December 31, 2013 and 2012, the Plan had no other assets and no liabilities that are measured at fair value on a recurring basis.

Quantitative Information about Significant Unobservable Inputs Used in Level 3 Fair Value Measurements

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 as of December 31, 2013 and 2012.

Instrument 2013	Fair Value	Principal Valuation Technique	Unobservable Inputs	Range of Significant Input Values	Weighted Average
Invesco Stable Value Trust	<u>\$30,404,313</u>	Market Value	GIC yields Credit ratings of wrap contract providers	0.83% - 2.50% AA+ to A-	1.26%
2012					
Invesco Stable Value Trust	<u>\$34,213,753</u>	Market Value	GIC yields Credit ratings of wrap contract providers	0.57% - 1.72% AA+ to A-	0.88%

Valuation processes and procedures are the responsibilities of the 401(k) Committee which meets quarterly with the Plan's registered investment advisor to review investment performances and to discuss investment valuation and changes in valuation techniques or unobservable inputs.

NOTE 4 - INVESTMENT INFORMATION CERTIFIED BY TRUSTEE

All investment information disclosed in the accompanying financial statements, related notes and supplemental schedule has not been audited, but was obtained or derived from information provided to the Plan Administrator by the Plan's trustee. The following is a summary of the Plan's investment information which has been certified as complete and accurate as of and for the years ended December 31, 2013 and 2012, by Bank of America, N.A., the Trustee, in accordance with Section 2520.103-5 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA:

	2013	2012
Collective Trust Funds:		
Invesco Stable Value Trust (at contract value)	\$30,031,838*	\$32,984,138*
Other collective trust funds	<u>5,303,149</u>	<u>4,969,731</u>
	<u>35,334,987</u>	<u>37,953,869</u>
Mutual Fund Shares:		
Invesco Dynamics Fund CL N		5,924,677*
Invesco Mid Cap Growth Fund CL A	7,615,691*	
Invesco Equity and Income CL Y	3,571,515*	
Pimco Total Return Fund	3,450,698	4,101,571*
Dodge & Cox Stock Fund	4,977,813*	3,640,822*
American Growth Fund of America	3,622,092*	
Other mutual fund shares	<u>8,295,233</u>	<u>11,559,822</u>
	<u>31,533,042</u>	<u>25,226,892</u>
Cash, interest-bearing	<u>1,464</u>	<u>336</u>
Total Investments held by Trustee	<u>\$66,869,493</u>	<u>\$63,181,097</u>

* Represents 5% or more of the Plan's net assets available for benefits at the date indicated.

	2013	2012
Interest and dividend income	<u>\$1,616,655</u>	<u>\$1,225,425</u>
Net appreciation in fair value of investments:		
Fair value measured by quoted prices in an active market:		
Mutual fund shares	\$5,939,032	\$2,846,036
Fair value measured by other methods:		
Collective trust funds	<u>1,076,191</u>	<u>567,141</u>
	<u>\$7,015,223</u>	<u>\$3,413,177</u>

NOTE 5 - INVESTMENT CONTRACT WITH TRUST COMPANY

The Plan invests in a benefit-responsive investment with Invesco National Trust Company, which maintains the investment in a collective trust fund. The trust is credited with earnings based on a fixed rate of interest and charged for participant withdrawals and administrative expenses. Invesco National Trust Company is contractually obligated to repay the principal and a specified interest rate that is guaranteed to the Plan.

As described in Note 2, because this investment is fully benefit-responsive, contract value is the relevant measurement attribute for that portion of the Plan's net assets available for benefits attributable to the investment. Contract value, as reported to the Plan by Invesco National Trust Company, represents contributions made, plus earnings, less participant withdrawals and administrative expenses. Participants may ordinarily direct the withdrawal or transfer of all or a portion of their investment at contract value.

There are no reserves against contract value for credit risk of the contract issuer or otherwise. The average yield rate based on actual earnings of the fund was approximately 1.26% for 2013 and 0.88% for 2012, and the average interest rate credited to participants was approximately 1.45% for 2013 and 1.82% for 2012.

Certain events limit the ability of the Plan to transact at contract value with the issuer. Such events include the following: (1) amendments to the Plan documents (including complete or partial Plan termination or merger with another plan), (2) changes to the Plan's prohibition on competing investment options or deletion of equity wash provisions, (3) communications from the Plan's sponsor designed to induce participants to transfer from the fund, (4) bankruptcy of the Plan Sponsor or other Plan Sponsor events (for example, divestitures or spin-offs of a subsidiary) that cause a significant withdrawal from the Plan, or (5) the failure of the trust to qualify for exemption from federal income taxes or any required prohibited transaction exemption under ERISA. The Plan Administrator does not believe that any events which would limit the Plan's ability to transact at contract value with participants are probable of occurring.

NOTE 6 - PLAN AMENDMENTS

Effective January 1, 2013, the Plan Agreement was amended to include an auto-enrollment provision whereby all eligible employees either hired on or after January 1, 2013 or who have never enrolled to make elective deferral contributions are automatically enrolled in the Plan unless an affirmative election not to participate in the Plan is executed. Automatically enrolled participants have their contribution rate set at 5% of pre-tax eligible compensation and their contributions are invested in a designated fund until an investment election is made by the participant.

NOTE 7 - PARTY-IN-INTEREST TRANSACTIONS

Party-in-interest transactions include those with fiduciaries or employees of the Plan, any person who provides services to the Plan, an employer whose employees are covered by the Plan, an employee organization whose members are covered by the Plan, a person who owns 50% or more of such an employer or employee association, or relatives of such persons.

Certain Plan investments are managed by an affiliate of Bank of America, N.A., the trustee of the Plan; therefore, transactions in these investments qualify as exempt party-in-interest transactions under ERISA. The Trustee also receives indirect fees from investments which are deducted from investment returns. Direct fees paid by the Plan to the Trustee and/or its affiliates totaled \$168,809 in 2013 and \$152,224 in 2012.

The Employer provides certain accounting, administrative, and investment management services to the Plan for which it receives no compensation.

Notes receivable from participants are permitted party-in-interest transactions.

NOTE 8 - RISKS AND UNCERTAINTITIES

The Plan's 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 Plan's financial statements.

NOTE 9 - RECONCILIATION OF FINANCIAL STATEMENTS TO FORM 5500

The following is a reconciliation of net assets available for benefits per the financial statements to net assets per Form 5500 at December 31, 2013 and 2012:

	2013	2012
Net assets available for benefits per the financial statements	\$71,140,337	\$67,093,977
Adjustment from contract value to fair value for fully benefit-responsive investment contract	<u>372,475</u>	<u>1,229,615</u>
Net assets per Form 5500	<u>\$71,512,812</u>	<u>\$68,323,592</u>

The following is a reconciliation of net increase per the financial statements to net income per Form 5500 for the year ended December 31, 2013:

Net increase per the financial statements	\$4,046,360
Change in adjustment from contract value to fair value for fully benefit-responsive investment contract	<u>(857,140)</u>
Net income per Form 5500	<u>\$3,189,220</u>

SUPPLEMENTAL SCHEDULE

**THE 401(k) RETIREMENT AND SAVINGS PLAN FOR EMPLOYEES
OF FAIRFIELD MANUFACTURING COMPANY, INC.**

EIN 63-0500160 PN 001

**SCHEDULE H, LINE 4i - SCHEDULE OF ASSETS (HELD AT END OF YEAR)
December 31, 2013**

(a)	(b) and (c) Identity of Issue/ Description of Investment	Number of Shares/Units	(d) Cost	(e) Current Value
	COLLECTIVE TRUST FUNDS			
*	Invesco Stable Value Trust	30,031,838	**	\$ 30,404,313
*	BlackRock Equity Index Fund CL M	180,589	**	2,475,062
*	State Street DJ TARGET Today Sec Ldg Series	17,103	**	245,068
*	State Street DJ TARGET 2015 Sec Lndg Series	16,191	**	232,983
*	State Street DJ TARGET 2025 Sec Lndg Series	66,758	**	1,054,505
*	State Street DJ TARGET 2035 Sec Lndg Series	51,085	**	859,498
*	State Street DJ TARGET 2045 Sec Lndg Series	24,806	**	436,033
	Total Collective Trust Funds			<u>35,707,462</u>
	MUTUAL FUND SHARES			
*	Managers Special Equity Manager Class	8,197	**	715,068
	Hotchkis & Wiley Mid Cap Value A	8,789	**	353,043
	Dodge & Cox International Stock Fund	50,626	**	2,178,958
*	Invesco Common Stock Fund CL A	36,592	**	869,804
*	Invesco Equity and Income CL Y	335,039	**	3,571,515
*	Invesco Mid Cap Growth Fund CL A	203,356	**	7,615,691
*	Invesco Small Cap Equity	78,504	**	1,412,283
	Pimco Total Return Fund	322,797	**	3,450,698
	Dodge & Cox Stock Fund	29,477	**	4,977,813
	American Growth Fund of America	84,235	**	3,622,092
	John Hancock Disciplined Cap Fund	59,447	**	1,077,182
	Oppenheimer International Growth Fund CL A	24,719	**	947,978
	Templeton Foreign Fund	89,160	**	740,917
	Total Mutual Fund Shares			<u>31,533,042</u>
*	CASH, INTEREST-BEARING			
	Bank of America interest bearing cash .28%		**	<u>1,464</u>
*	NOTES RECEIVABLE FROM PARTICIPANTS , bearing interest at 4.25%-10.5%, with maturities through October 2043		0	<u>4,270,094</u>
	TOTAL			<u><u>\$ 71,512,062</u></u>

* Party-in-interest, but not prohibited transactions.

** Cost has been omitted for participant-directed investments.

**THE 401(k) RETIREMENT AND SAVINGS PLAN FOR EMPLOYEES
OF FAIRFIELD MANUFACTURING COMPANY, INC.**

EIN 63-0500160 PN 001

**SCHEDULE H, LINE 4i - SCHEDULE OF ASSETS (HELD AT END OF YEAR)
December 31, 2013**

(a)	(b) and (c) Identity of Issue/ Description of Investment	(d) Number of Shares/Units	(d) Cost	(e) Current Value
	COLLECTIVE TRUST FUNDS			
*	Invesco Stable Value Trust	30,031,838	**	\$ 30,404,313
*	BlackRock Equity Index Fund CL M	180,589	**	2,475,062
*	State Street DJ TARGET Today Sec Ldg Series	17,103	**	245,068
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*	State Street DJ TARGET 2035 Sec Lndg Series	51,085	**	859,498
*	State Street DJ TARGET 2045 Sec Lndg Series	24,806	**	436,033
	Total Collective Trust Funds			<u>35,707,462</u>
	MUTUAL FUND SHARES			
*	Managers Special Equity Manager Class	8,197	**	715,068
	Hotchkis & Wiley Mid Cap Value A	8,789	**	353,043
	Dodge & Cox International Stock Fund	50,626	**	2,178,958
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*	Invesco Equity and Income CL Y	335,039	**	3,571,515
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	John Hancock Disciplined Cap Fund	59,447	**	1,077,182
	Oppenheimer International Growth Fund CL A	24,719	**	947,978
	Templeton Foreign Fund	89,160	**	740,917
	Total Mutual Fund Shares			<u>31,533,042</u>
*	CASH, INTEREST-BEARING			
	Bank of America interest bearing cash .28%		**	<u>1,464</u>
*	NOTES RECEIVABLE FROM PARTICIPANTS , bearing interest at 4.25%-10.5%, with maturities through October 2043		0	<u>4,270,094</u>
	TOTAL			<u><u>\$ 71,512,062</u></u>

* Party-in-interest, but not prohibited transactions.

** Cost has been omitted for participant-directed investments.