# 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**

## Part I Annual Report Identification Information

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

**A** This return/report is for:
- [ ] a multiemployer plan;
- [ ] a multiple-employer plan; or
- [X] a single-employer plan;
- [ ] a DFE (specify) ____

**B** This return/report is:
- [ ] the first return/report;
- [ ] the final return/report;
- [ ] an amended return/report;
- [ ] a short plan year return/report (less than 12 months).

**C** If the plan is a collectively-bargained plan, check here. . . . . ▶ [ ]

**D** Check box if filing under:
- [X] Form 5558;
- [ ] automatic extension;
- [ ] the DFVC program;
- [ ] special extension (enter description)

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

**1a** Name of plan
AIMIA PROPRIETARY LOYALTY U.S., INC. EMPLOYEE SAVINGS AND INVESTMENT PLAN

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

**1c** Effective date of plan 02/01/2010

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

AIMIA PROPRIETARY LOYALTY U.S., INC

1405 XENIUM LANE
MINNEAPOLIS, MN 55441

**2b** Employer Identification Number (EIN)
41-0833079

**2c** Sponsor's telephone number
763-445-3043

**2d** Business code (see instructions)
541990

**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. | 10/07/2014 | LAURA COHEN |
| | **Signature of plan administrator** | Date | Enter name of individual signing as plan administrator |
| **SIGN HERE** | Filed with authorized/valid electronic signature. | 10/07/2014 | LAURA COHEN |
| | **Signature of employer/plan sponsor** | Date | Enter name of individual signing as employer or plan sponsor |
| **SIGN HERE** | | | |
| | **Signature of DFE** | Date | Enter name of individual signing as DFE |

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

Preparer's telephone number (optional)

| | | |
|---|---|---|
| **3a** Plan administrator's name and address [X] Same as Plan Sponsor Name [ ] Same as Plan Sponsor Address | **3b** Administrator's EIN | |
| | **3c** Administrator's telephone number | |
| **4** If the name and/or EIN of the plan sponsor has changed since the last return/report filed for this plan, enter the name, EIN and the plan number from the last return/report: | **4b** EIN | |
| **a** Sponsor's name | **4c** PN | |

| | | | |
|---|---|---|---|
| **5** | Total number of participants at the beginning of the plan year | **5** | 827 |
| **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** | 832 |
| **b** | Retired or separated participants receiving benefits | **6b** | 0 |
| **c** | Other retired or separated participants entitled to future benefits | **6c** | 280 |
| **d** | Subtotal. Add lines **6a**, **6b**, and **6c** | **6d** | 1112 |
| **e** | Deceased participants whose beneficiaries are receiving or are entitled to receive benefits. | **6e** | 1 |
| **f** | Total. Add lines **6d** and **6e**. | **6f** | 1113 |
| **g** | Number of participants with account balances as of the end of the plan year (only defined contribution plans complete this item) | **6g** | 1078 |
| **h** | Number of participants that terminated employment during the plan year with accrued benefits that were less than 100% vested | **6h** | 33 |
| **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 2S 2T 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) | | **9b** Plan benefit arrangement (check all that apply) | |
|---|---|---|---|
| **(1)** | [ ] Insurance | **(1)** | [ ] Insurance |
| **(2)** | [ ] Code section 412(e)(3) insurance contracts | **(2)** | [ ] Code section 412(e)(3) insurance contracts |
| **(3)** | [X] Trust | **(3)** | [X] Trust |
| **(4)** | [ ] General assets of the sponsor | **(4)** | [ ] General assets of the sponsor |

**10** Check all applicable boxes in 10a and 10b to indicate which schedules are attached, and, where indicated, enter the number attached. (See instructions)

**a Pension Schedules**

**(1)** [X] **R** (Retirement Plan Information)

**(2)** [ ] **MB** (Multiemployer Defined Benefit Plan and Certain Money Purchase Plan Actuarial Information) - signed by the plan actuary

**(3)** [ ] **SB** (Single-Employer Defined Benefit Plan Actuarial Information) - signed by the plan actuary

**b General Schedules**

**(1)** [X] **H** (Financial Information)

**(2)** [ ] **I** (Financial Information – Small Plan)

**(3)** [ ] ___ **A** (Insurance Information)

**(4)** [X] **C** (Service Provider Information)

**(5)** [X] **D** (DFE/Participating Plan Information)

**(6)** [ ] **G** (Financial Transaction Schedules)

| SCHEDULE C (Form 5500) | Service Provider Information | OMB No. 1210-0110 |
|---|---|---|
| Department of the Treasury<br>Internal Revenue Service<br>Department of Labor<br>Employee Benefits Security Administration<br>Pension Benefit Guaranty Corporation | This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA).<br>▶ **File as an attachment to Form 5500.** | **2013**<br>**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 | **B** Three-digit plan number (PN) ▶ | |
|---|---|---|
| AIMIA PROPRIETARY LOYALTY U.S., INC. EMPLOYEE SAVINGS AND INVESTMENT PLAN | | 001 |
| **C** Plan sponsor's name as shown on line 2a of Form 5500 | **D** Employer Identification Number (EIN) | |
| AIMIA PROPRIETARY LOYALTY U.S., INC | 41-0833079 | |

## 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).. . . . . [X] 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

ARTISAN

39-1811840

**(b)** Enter name and EIN or address of person who provided you disclosure on eligible indirect compensation

BLACKROCK

04-6171663

**(b)** Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

DFA

22-2380029

**(b)** Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

BROWN CAPITAL MANAGEMENT

52-1304372

**(b)** Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

GOLDMAN SACHS

13-5108880

**(b)** Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

INVESCO

58-2287224

**(b)** Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

MAINSTAY

52-2206685

**(b)** Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

MANNING & NAPIER

16-0995736

**(b)** Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

PIMCO FUNDS

95-2632339

**(b)** Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

TCW

95-2749628

**(b)** Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

VANGUARD

23-1945930

**(b)** Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

**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)

WELLS FARGO BANK, N.A.

94-1347393

| (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 37 49 50 52 60 62 63 64 | SERVICE PROVIDER | 130856 | Yes [X] No [ ] | Yes [X] No [ ] | 0 | Yes [ ] No [X] |

**(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 [ ] |

**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 |
|---|---|---|
| | | |

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

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

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

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

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

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

(complete as many entries as needed)

| | | |
|---|---|---|
| **a** | Name: | **b** EIN: |
| **c** | Position: | |
| **d** | Address: | **e** Telephone: |

Explanation:

| | | |
|---|---|---|
| **a** | Name: | **b** EIN: |
| **c** | Position: | |
| **d** | Address: | **e** Telephone: |

Explanation:

| | | |
|---|---|---|
| **a** | Name: | **b** EIN: |
| **c** | Position: | |
| **d** | Address: | **e** Telephone: |

Explanation:

| | | |
|---|---|---|
| **a** | Name: | **b** EIN: |
| **c** | Position: | |
| **d** | Address: | **e** Telephone: |

Explanation:

| | | |
|---|---|---|
| **a** | Name: | **b** EIN: |
| **c** | Position: | |
| **d** | Address: | **e** Telephone: |

Explanation:

# SCHEDULE D (Form 5500)

Department of the Treasury
Internal Revenue Service

Department of Labor
Employee Benefits Security Administration

## DFE/Participating Plan Information

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

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

OMB No. 1210-0110

**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
AIMIA PROPRIETARY LOYALTY U.S., INC. EMPLOYEE SAVINGS AND INVESTMENT PLAN

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

**C** Plan or DFE sponsor's name as shown on line 2a of Form 5500
AIMIA PROPRIETARY LOYALTY U.S., INC

**D** Employer Identification Number (EIN)
41-0833079

**Part I** **Information on interests in MTIAs, CCTs, PSAs, and 103-12 IEs (to be completed by plans and DFEs)**
(Complete as many entries as needed to report all interests in DFEs)

**a** Name of MTIA, CCT, PSA, or 103-12 IE: WELLS FARGO STABLE RETURN N25

**b** Name of sponsor of entity listed in (a): WELLS FARGO BANK, N.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) |
|---|---|---|
| 80-6052574-001 | C | 8543013 |

**a** Name of MTIA, CCT, PSA, or 103-12 IE:

**b** Name of sponsor of entity listed in (a):

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|
| | | |

**a** Name of MTIA, CCT, PSA, or 103-12 IE:

**b** Name of sponsor of entity listed in (a):

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|
| | | |

**a** Name of MTIA, CCT, PSA, or 103-12 IE:

**b** Name of sponsor of entity listed in (a):

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|
| | | |

**a** Name of MTIA, CCT, PSA, or 103-12 IE:

**b** Name of sponsor of entity listed in (a):

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|
| | | |

**a** Name of MTIA, CCT, PSA, or 103-12 IE:

**b** Name of sponsor of entity listed in (a):

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|
| | | |

**a** Name of MTIA, CCT, PSA, or 103-12 IE:

**b** Name of sponsor of entity listed in (a):

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE:

**b** Name of sponsor of entity listed in (a):

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE:

**b** Name of sponsor of entity listed in (a):

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE:

**b** Name of sponsor of entity listed in (a):

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE:

**b** Name of sponsor of entity listed in (a):

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE:

**b** Name of sponsor of entity listed in (a):

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE:

**b** Name of sponsor of entity listed in (a):

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE:

**b** Name of sponsor of entity listed in (a):

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE:

**b** Name of sponsor of entity listed in (a):

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE:

**b** Name of sponsor of entity listed in (a):

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|

**a** Name of MTIA, CCT, PSA, or 103-12 IE:

**b** Name of sponsor of entity listed in (a):

| **c** EIN-PN | **d** Entity code | **e** Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) |
|---|---|---|

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

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

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

# 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**

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

**A** Name of plan
AIMIA PROPRIETARY LOYALTY U.S., INC. EMPLOYEE SAVINGS AND INVESTMENT PLAN

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

**C** Plan sponsor's name as shown on line 2a of Form 5500
AIMIA PROPRIETARY LOYALTY U.S., INC

**D** Employer Identification Number (EIN)
41-0833079

## Part I Asset and Liability Statement

**1** Current value of plan assets and liabilities at the beginning and end of the plan year. Combine the value of plan assets held in more than one trust. Report the value of the plan's interest in a commingled fund containing the assets of more than one plan on a line-by-line basis unless the value is reportable on lines 1c(9) through 1c(14). Do not enter the value of that portion of an insurance contract which guarantees, during this plan year, to pay a specific dollar benefit at a future date. **Round off amounts to the nearest dollar.** MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 1b(1), 1b(2), 1c(8), 1g, 1h, and 1i. CCTs, PSAs, and 103-12 IEs also do not complete lines 1d and 1e. See instructions.

| Assets | | (a) Beginning of Year | (b) End of Year |
|---|---|---|---|
| **a** Total noninterest-bearing cash | 1a | 1818 | 47015 |
| **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) | | |
| **(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) | 636940 | 756445 |
| **(9)** Value of interest in common/collective trusts | 1c(9) | 8569676 | 8543013 |
| **(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) | 49703214 | 71302186 |
| **(14)** Value of funds held in insurance company general account (unallocated contracts) | 1c(14) | | |
| **(15)** Other | 1c(15) | | |

| | | | (a) Beginning of Year | (b) End of Year |
|---|---|---|---|---|
| **1d** | Employer-related investments: | | | |
| | **(1)** Employer securities | 1d(1) | | |
| | **(2)** Employer real property | 1d(2) | | |
| **e** | Buildings and other property used in plan operation | 1e | | |
| **f** | Total assets (add all amounts in lines 1a through 1e) | 1f | 58911648 | 80648659 |
| | **Liabilities** | | | |
| **g** | Benefit claims payable | 1g | | |
| **h** | Operating payables | 1h | | |
| **i** | Acquisition indebtedness | 1i | | |
| **j** | Other liabilities | 1j | | |
| **k** | Total liabilities (add all amounts in lines 1g through1j) | 1k | 0 | 0 |
| | **Net Assets** | | | |
| **l** | Net assets (subtract line 1k from line 1f) | 1l | 58911648 | 80648659 |

## 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) | 1650078 | |
| | **(B)** Participants | 2a(1)(B) | 3905786 | |
| | **(C)** Others (including rollovers) | 2a(1)(C) | 654080 | |
| | **(2)** Noncash contributions | 2a(2) | | |
| | **(3)** Total contributions. Add lines **2a(1)(A), (B), (C),** and line **2a(2)** | 2a(3) | | 6209944 |
| **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) | 34333 | |
| | **(F)** Other | 2b(1)(F) | | |
| | **(G)** Total interest. Add lines **2b(1)(A)** through **(F)** | 2b(1)(G) | | 34333 |
| | **(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) | 2400587 | |
| | **(D)** Total dividends. Add lines **2b(2)(A)**, **(B)**, and **(C)** | 2b(2)(D) | | 2400587 |
| | **(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) | | 116633 |
| (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) | | 10764899 |
| c Other income | 2c | | 138 |
| d Total income. Add all **income** amounts in column (b) and enter total | 2d | | 19526534 |
| **Expenses** | | | |
| e Benefit payment and payments to provide benefits: | | | |
| (1) Directly to participants or beneficiaries, including direct rollovers | 2e(1) | 5593303 | |
| (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) | | 5593303 |
| f Corrective distributions (see instructions) | 2f | | |
| g Certain deemed distributions of participant loans (see instructions) | 2g | | 2764 |
| 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) | 129431 | |
| (5) Total administrative expenses. Add lines **2i(1)** through **(4)** | 2i(5) | | 129431 |
| j Total expenses. Add all **expense** amounts in column (b) and enter total | 2j | | 5725498 |
| **Net Income and Reconciliation** | | | |
| k Net income (loss). Subtract line **2j** from line **2d** | 2k | | 13801036 |
| l Transfers of assets: | | | |
| (1) To this plan | 2l(1) | | 7935975 |
| (2) From this plan | 2l(2) | | |

## Part III Accountant's Opinion

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

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

**(1)** [ ] Unqualified **(2)** [ ] Qualified **(3)** [X] Disclaimer **(4)** [ ] Adverse

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

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

**(1)** Name: CLIFTONLARSONALLEN LLP **(2)** EIN: 41-0746749

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

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

## Part IV Compliance Questions

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

During the plan year:

| | | Yes | No | Amount |
|---|---|---|---|---|
| **a** Was there a failure to transmit to the plan any participant contributions within the time period described in 29 CFR 2510.3-102? Continue to answer "Yes" for any prior year failures until fully corrected. (See instructions and DOL's Voluntary Fiduciary Correction Program.) | 4a | | X | |
| **b** Were any loans by the plan or fixed income obligations due the plan in default as of the close of the plan year or classified during the year as uncollectible? Disregard participant loans secured by participant's account balance. (Attach Schedule G (Form 5500) Part I if "Yes" is checked.) | 4b | | X | |

| | | | Yes | No | Amount |
|---|---|---|---|---|---|
| c | Were any leases to which the plan was a party in default or classified during the year as uncollectible? (Attach Schedule G (Form 5500) Part II if "Yes" is checked.) | 4c | | X | |
| d | Were there any nonexempt transactions with any party-in-interest? (Do not include transactions reported on line 4a. Attach Schedule G (Form 5500) Part III if "Yes" is checked.) | 4d | | X | |
| e | Was this plan covered by a fidelity bond? | 4e | X | | 15000000 |
| f | Did the plan have a loss, whether or not reimbursed by the plan's fidelity bond, that was caused by fraud or dishonesty? | 4f | | X | |
| g | Did the plan hold any assets whose current value was neither readily determinable on an established market nor set by an independent third party appraiser? | 4g | | X | |
| h | Did the plan receive any noncash contributions whose value was neither readily determinable on an established market nor set by an independent third party appraiser? | 4h | | X | |
| i | Did the plan have assets held for investment? (Attach schedule(s) of assets if "Yes" is checked, and see instructions for format requirements.) | 4i | X | | |
| j | Were any plan transactions or series of transactions in excess of 5% of the current value of plan assets? (Attach schedule of transactions if "Yes" is checked, and see instructions for format requirements.) | 4j | | X | |
| k | Were all the plan assets either distributed to participants or beneficiaries, transferred to another plan, or brought under the control of the PBGC? | 4k | | X | |
| l | Has the plan failed to provide any benefit when due under the plan? | 4l | | X | |
| m | If this is an individual account plan, was there a blackout period? (See instructions and 29 CFR 2520.101-3.) | 4m | | X | |
| n | If 4m was answered "Yes," check the "Yes" box if you either provided the required notice or one of the exceptions to providing the notice applied under 29 CFR 2520.101-3. | 4n | | | |

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

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

| **5b(1)** Name of plan(s) | **5b(2)** EIN(s) | **5b(3)** PN(s) |
|---|---|---|
| | | |
| | | |
| | | |
| | | |

**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.**

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

**A** Name of plan
AIMIA PROPRIETARY LOYALTY U.S., INC. EMPLOYEE SAVINGS AND INVESTMENT PLAN

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

**C** Plan sponsor's name as shown on line 2a of Form 5500
AIMIA PROPRIETARY LOYALTY U.S., INC

**D** Employer Identification Number (EIN)
41-0833079

## Part I Distributions

**All references to distributions relate only to payments of benefits during the plan year.**

**1** Total value of distributions paid in property other than in cash or the forms of property specified in the instructions ..... **1** 0

**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): 41-6257133

**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 of 412 of the Internal Revenue Code or ERISA section 302, skip this Part)

**4** Is the plan administrator making an election under Code section 412(d)(2) or ERISA section 302(d)(2)? ..... ☐ **Yes** ☐ **No** ☐ **N/A**

**If the plan is a defined benefit plan, go to line 8.**

**5** If a waiver of the minimum funding standard for a prior year is being amortized in this plan year, see instructions and enter the date of the ruling letter granting the waiver. **Date:** Month _____ Day _____ Year _____

**If you completed line 5, complete lines 3, 9, and 10 of Schedule MB and do not complete the remainder of this schedule.**

**6 a** Enter the minimum required contribution for this plan year (include any prior year accumulated funding deficiency not waived) ..... **6a**

**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

**9** If this is a defined benefit pension plan, were any amendments adopted during this plan year that increased or decreased the value of benefits? If yes, check the appropriate box. If no, check the "No" box. ..... ☐ **Increase** ☐ **Decrease** ☐ **Both** ☐ **No**

## Part IV ESOPs (see instructions). If this is not a plan described under Section 409(a) or 4975(e)(7) of the Internal Revenue Code, skip this Part.

**10** Were unallocated employer securities or proceeds from the sale of unallocated securities used to repay any exempt loan? ..... ☐ **Yes** ☐ **No**

**11 a** Does the ESOP hold any preferred stock? ..... ☐ **Yes** ☐ **No**

**b** If the ESOP has an outstanding exempt loan with the employer as lender, is such loan part of a "back-to-back" loan? (See instructions for definition of "back-to-back" loan.) ..... ☐ **Yes** ☐ **No**

**12** Does the ESOP hold any stock that is not readily tradable on an established securities market? ..... ☐ **Yes** ☐ **No**

## Part V Additional Information for Multiemployer Defined Benefit Pension Plans

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

**a** Name of contributing employer

**b** EIN **c** Dollar amount contributed by employer

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

**e** Contribution rate information *(If more than one rate applies, check this box* ☐ *and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)*
(1) Contribution rate (in dollars and cents) _____
(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

---

**a** Name of contributing employer

**b** EIN **c** Dollar amount contributed by employer

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

**e** Contribution rate information *(If more than one rate applies, check this box* ☐ *and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)*
(1) Contribution rate (in dollars and cents) _____
(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

---

**a** Name of contributing employer

**b** EIN **c** Dollar amount contributed by employer

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

**e** Contribution rate information *(If more than one rate applies, check this box* ☐ *and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)*
(1) Contribution rate (in dollars and cents) _____
(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

---

**a** Name of contributing employer

**b** EIN **c** Dollar amount contributed by employer

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

**e** Contribution rate information *(If more than one rate applies, check this box* ☐ *and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)*
(1) Contribution rate (in dollars and cents) _____
(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

---

**a** Name of contributing employer

**b** EIN **c** Dollar amount contributed by employer

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

**e** Contribution rate information *(If more than one rate applies, check this box* ☐ *and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)*
(1) Contribution rate (in dollars and cents) _____
(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

---

**a** Name of contributing employer

**b** EIN **c** Dollar amount contributed by employer

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

**e** Contribution rate information *(If more than one rate applies, check this box* ☐ *and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)*
(1) Contribution rate (in dollars and cents) _____
(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

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

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

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

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

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

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

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

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

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

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

**a** Enter the percentage of plan assets held as:
Stock: _____% Investment-Grade Debt: _____% High-Yield Debt: _____% Real Estate: _____% Other: _____%

**b** Provide the average duration of the combined investment-grade and high-yield debt:
☐ 0-3 years ☐ 3-6 years ☐ 6-9 years ☐ 9-12 years ☐ 12-15 years ☐ 15-18 years ☐ 18-21 years ☐ 21 years or more

**c** What duration measure was used to calculate line 19(b)?
☐ Effective duration ☐ Macaulay duration ☐ Modified duration ☐ Other (specify):

# AIMIA PROPRIETARY LOYALTY U.S. INC.
# EMPLOYEE SAVINGS AND INVESTMENT PLAN

## FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION

## YEARS ENDED DECEMBER 31, 2013 AND 2012

**AIMIA PROPRIETARY LOYALTY U.S. INC.**
**EMPLOYEE SAVINGS AND INVESTMENT PLAN**
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CliftonLarsonAllen LLP
CLAconnect.com

# INDEPENDENT AUDITORS' REPORT

Retirement Committee
Aimia Proprietary Loyalty U.S. Inc.
Employee Savings and Investment Plan
Minneapolis, Minnesota

## Report on the Financial Statements

We were engaged to audit the accompanying financial statements of Aimia Proprietary Loyalty U.S. Inc. Employee Savings and Investment Plan, 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*

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

### *Auditors' Responsibility*

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

### *Basis for Disclaimer of Opinion*

As permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, the Plan administrator instructed us not to perform, and we did not perform, any auditing procedures with respect to the information summarized in Note 3, which was certified by Wells Fargo Bank, 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 a certification 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 (DOL) 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 the 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 of America and, in our opinion, are presented in compliance with the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974.

CliftonLarsonAllen LLP

**CliftonLarsonAllen LLP**

St. Cloud, Minnesota
September 18, 2014

**AIMIA PROPRIETARY LOYALTY U.S. INC.**
**EMPLOYEE SAVINGS AND INVESTMENT PLAN**
**STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS**
**DECEMBER 31, 2013 AND 2012**

| | 2013 | 2012 |
|---|---|---|
| **INVESTMENTS (at Fair Value)** | | |
| Mutual Funds | $ 71,302,186 | $ 49,703,215 |
| Collective Trust Fund | 8,607,296 | 8,818,260 |
| Total Investments (at Fair Value) | 79,909,482 | 58,521,475 |
| **NON-INTEREST BEARING CASH** | 47,015 | 1,818 |
| **RECEIVABLES** | | |
| Employer Profit Sharing Contribution | - | 661,729 |
| Employer Matching Contribution | 43,183 | - |
| Employee Deferral Contribution | 159,189 | - |
| Notes Receivable from Participants | 781,796 | 659,527 |
| Total Receivables | 984,168 | 1,321,256 |
| **NET ASSETS REFLECTING INVESTMENTS AT FAIR VALUE** | 80,940,665 | 59,844,549 |
| Adjustment from Fair Value to Contract Value for Fully Benefit-Responsive Investment Contracts | (64,283) | (248,584) |
| **NET ASSETS AVAILABLE FOR BENEFITS** | $ 80,876,382 | $ 59,595,965 |

*See accompanying Notes to Financial Statements.*

**AIMIA PROPRIETARY LOYALTY U.S. INC.**
**EMPLOYEE SAVINGS AND INVESTMENT PLAN**
**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** | | |
| Interest and Dividends | $ 868,490 | $ 756,193 |
| Net Appreciation in Fair Value of Mutual Funds | 12,297,133 | 5,595,030 |
| Net Appreciation in Fair Value of Collective Trust Fund | 116,633 | 156,842 |
| Total Investment Income | 13,282,256 | 6,508,065 |
| **INTEREST INCOME ON NOTES RECEIVABLE FROM PARTICIPANTS** | 34,333 | 30,786 |
| **CONTRIBUTIONS** | | |
| Employee 401(k) Deferrals | 4,064,975 | 3,470,865 |
| Employer Match | 1,031,532 | 442,385 |
| Employer Profit Sharing | - | 661,729 |
| Rollovers | 654,080 | 244,007 |
| Total Contributions | 5,750,587 | 4,818,986 |
| Total Additions | 19,067,176 | 11,357,837 |
| **DEDUCTIONS FROM NET ASSETS ATTRIBUTED TO:** | | |
| **BENEFITS PAID TO PARTICIPANTS** | 5,593,303 | 8,362,350 |
| **ADMINISTRATIVE EXPENSES** | 129,431 | 12,826 |
| Total Deductions | 5,722,734 | 8,375,176 |
| **NET INCREASE PRIOR TO MERGED PLAN** | 13,344,442 | 2,982,661 |
| **TRANSFER IN OF MERGED PLAN** | 7,935,975 | - |
| **NET INCREASE AFTER TRANSFER** | 21,280,417 | 2,982,661 |
| **NET ASSETS AVAILABLE FOR BENEFITS** | | |
| Beginning of Year | 59,595,965 | 56,613,304 |
| End of Year | $ 80,876,382 | $ 59,595,965 |

*See accompanying Notes to Financial Statements.*

## NOTE 1 DESCRIPTION OF PLAN

The following description of Aimia Proprietary Loyalty U.S. Inc. (Employer) Employee Savings and Investment Plan (the Plan) provides general information only. Participants should refer to the Plan document for a more complete description of the Plan's provisions.

### General

The Plan is a defined contribution plan that was established effective February 1, 2010. This Plan was a spin-off of a previous plan in which the Employer was a participating employer. The Plan was last restated effective January 1, 2012. The Plan was recently amended effective January 1, 2013 to change eligibility service requirements to 30 days of service for employee deferrals and employer match, to reflect part-time, temporary or seasonal employees as excluded employees, to change the entry date for employer matching contributions, and to add a provision for an employer additional matching contribution. The Plan was also amended effective July 1, 2013 to add Excellence In Motivation, Inc. as a participating employer and to recognize years of service for employees that had been participating in the Excellence In Motivation, Inc. 401(k) Plan as of June 30, 2013 and have one hour of service with the Employer after June 30, 2013. The Plan was last amended effective August 1, 2013 to add Smart Button Associates, Inc. as a participating employer and to recognize prior years of service for those employees for eligibility and vesting purposes. The Plan is subject to the Employee Retirement Income Security Act of 1974 (ERISA), as amended. The Retirement Committee is responsible for the oversight of the Plan. They determine the appropriateness of the Plan’s investment offerings, monitor investment performance, and report to the Board of Directors as necessary.

### Eligibility

The Plan covers all employees of the Employer and the participating employers of Aimia Loyalty Analytics, U.S. Inc. (formerly known as LMG Insight & Communications US Inc.), Excellence in Motivation, Inc., and Smart Button Associates, Inc., who meet certain eligibility requirements including completion of 30 days of service (60 days of service prior to January 1, 2013) and age 21. The Plan recognizes years of service for employees who had previously been employed by Carlson Companies, Inc. and controlled affiliates, if the employee transferred to the Employer in connection with the acquisition of the Employer by Groupe Aeroplan, Inc. on December 7, 2009 and employment with the Employer began on or before December 31, 2010. The Plan excludes employees covered by a collective bargaining agreement, non-resident aliens not receiving U.S. source income, leased employees, individuals who become employees of the Employer as a result of a merger or acquisition, until such employees are designated as eligible employees by the Employer, individuals who are a resident of and primarily employed in any territory or possession of the United States that is not part of the 50 states, and effective January 1, 2013, part-time, temporary or seasonal employees.

## NOTE 1 DESCRIPTION OF PLAN (CONTINUED)

### Contributions

Upon completion of the eligibility requirements, participants are automatically enrolled in the Plan using a contribution percentage equal to 3% of the employees' compensation, as defined in the Plan. Participants do have the ability to elect an alternative deferral amount or elect not to defer. The Plan includes an automatic increase provision whereby participants that are automatically enrolled in the Plan at 3% deferral contributions will automatically have their deferral percentage increased by 1% at the beginning of each Plan year until their deferral percentage reaches a maximum deferral of 6% of compensation.

Eligible participants are permitted to elect to have a percentage, limited to 75%, of their compensation contributed as pre-tax 401(k) contributions to the Plan. The Plan allows participants age 50 and older to make catch-up contributions.

The Employer may elect to make a discretionary matching contribution as determined by the Employer. For the year ended December 31, 2013, the Employer matched 40% of the first 6% of eligible compensation that a participant deferred into the Plan. For the year ended December 31, 2012, the Employer matched 20% of the first 6% of eligible compensation that a participant deferred into the Plan. A participant must complete 30 days of employment (twelve consecutive months of employment prior to January 1, 2013) to be eligible to receive an Employer matching contribution. The Employer may elect to make a discretionary profit sharing contribution as determined by the Employer. A participant must be employed on the last day of the year to be eligible to receive an Employer profit sharing contribution, unless termination is due to retirement, death, or total and permanent disability. For the years ended December 31, 2013 and 2012, the Employer authorized a discretionary profit sharing contribution equal to -0-% and 1.58% of eligible compensation, respectively.

Participants may also contribute amounts representing distributions from other qualified defined benefit or defined contribution plans and certain IRAs. Contributions are subject to certain Internal Revenue Service (IRS) limitations. Participants direct the investment of contributions into various investment options offered by the Plan.

### Participant Accounts

Each participant's account is credited with the participant's contributions, the Employer's contributions, an allocation of Plan earnings or losses, and charged with an allocation of administrative expenses. Allocations are based on participant earnings or account balances, as defined. The benefit to which a participant is entitled is the benefit that can be provided from the participant's vested account.

## NOTE 1 DESCRIPTION OF PLAN (CONTINUED)

### Vesting

Participants are immediately vested in their contributions plus actual earnings thereon. Vesting in the Employer's matching and profit sharing contribution portions of their account, plus actual earnings thereon, is based on years of credited service. A participant vests at a rate of 25% after two years of service and is 100% vested after the completion of five years of credited service. A participant earns a year of vesting service for each calendar year in which they complete 1,000 or more hours of service. Notwithstanding the above, a participant is fully vested upon reaching normal retirement age, death, or permanent disability. Employees who were participants in the Carlson Companies, Inc. Employees' Savings and Investment Plan on December 7, 2009 and who were transferred to the Employer in connection with the acquisition of the Employer by Groupe Aeroplan, Inc. on December 7, 2009 and commenced employment on or before December 31, 2010, are 100% vested in all accounts. Also, employees who were participating in the Excellence In Motivation Inc. 401(k) Plan on June 30, 2013 and have one hour of service after June 30, 2013 are 100% vested in all accounts, and all employees who were employed by Smart Button Associates, Inc. on August 1, 2013 are 100% vested in all accounts.

### Notes Receivable from Participants

Participants may borrow from their fund accounts a minimum of $1,000 up to a maximum equal to the lesser of $50,000 or 50% of their vested account balance. The notes are secured by the vested balance in the participant's account and bear interest at a fixed rate which is equal to 1% over the prime rate. Principal and interest is paid ratably through regular payroll deductions.

### Payment of Benefits

Upon termination of employment, death, disability or retirement (age 65), participants may receive the value of the vested interest in their account in the form of a lump sum payment, installment payments, or partial withdrawals. If a participant terminates employment and the participant's account balance does not exceed $5,000, the Plan administrator will authorize the benefit payment without the participant's consent. The Plan allows for in-service withdrawals upon attainment of age 59½ and hardship withdrawals, subject to Plan provisions.

### Forfeited Non-Vested Accounts

Forfeited non-vested accounts may be used to pay Plan expenses or reduce future Employer contributions. Forfeited non-vested accounts as of December 31, 2013 and 2012 totaled $1,018 and $10,223, respectively. There were no forfeitures used to pay Plan expenses during the years ended December 31, 2013 and 2012. Forfeitures of $54,560 and $1,104 were used to reduce Employer contributions during the years ended December 31, 2013 and 2012, respectively.

## NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### Basis of Accounting

The financial statements are prepared under the accrual method of accounting.

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

### Use of Estimates

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

### Investment Valuation and Income Recognition

The Plan's investments are 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. The Plan’s Retirement Committee determines the Plan’s valuation policies utilizing information provided by the investment advisers and custodians. See Note 5 for discussion of fair value measurements.

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

### Notes Receivable from Participants

Notes receivable from participants are measured at their unpaid principal balance plus any accrued but unpaid interest. Interest income is recorded on the accrual basis. Related fees are expensed when they are incurred. No allowance for credit losses has been recorded as of December 2013 or 2012. If a participant ceases to make note repayments and the Plan administrator deems the participant note to be in default, the participant note balance will be deemed taxable to the participant. The note balance will be reduced and a benefit payment will be recorded at the time the participant incurs a distributable event.

### Benefit Payments

Benefits are recorded when paid.

## NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Administrative Expenses

Certain expenses of maintaining the Plan are paid directly by the Employer and are excluded from these financial statements. Certain expenses incurred in connection with the general administration of the Plan such as custodial and participant transactions costs are reflected as administrative expenses on the statements of changes in net assets available for benefits. In addition, certain investment related expenses, including revenue sharing credits, are included in net appreciation of fair value of investments.

### Administrative Expenses

Certain amounts in the 2012 financial statements have been reclassified to conform with the 2013 presentation. These reclassifications do not affect net assets available for benefits as previously reported.

### Subsequent Events

The Plan has evaluated subsequent events through September 18, 2014, the date the financial statements were available to be issued.

## NOTE 3 CERTIFICATION OF INVESTMENT INFORMATION

The Plan administrator has elected the method of compliance permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA. Accordingly, Wells Fargo Bank, N.A., the trustee of the Plan, has certified to the completeness and accuracy of the notes receivable from participants and related interest income and all investment information (except for the adjustment from fair value to contract value) presented in the accompanying statements of net assets available for benefits as of December 31, 2013 and 2012, the statements of changes in net assets available for benefits for the years then ended, and the supplemental schedule of assets (held at end of year) as of December 31, 2013.

## NOTE 4 INVESTMENTS

The following presents investments that represent 5% or more of the Plan's net assets as of December 31:

| Investments | 2013 | | 2012 |
|---|---|---|---|
| Blackrock Global Allocation Fund | $ 4,231,926 | | $ 3,762,363 |
| Mainstay Large Cap Growth Fund I | 5,464,200 | | 3,438,915 |
| Manning & Napier World Opportunities Fund A | 6,150,774 | | 5,370,011 |
| Vanguard Institutional Index Fund | 16,716,488 | | 11,641,402 |
| PIMCO Total Return Institutional Fund | 3,627,077 | * | 4,368,938 |
| Wells Fargo Stable Return Fund (at Contract Value) | 8,543,013 | | 8,569,676 |

** Amount did not exceed the 5% threshold for Plan year.*

## NOTE 5 FAIR VALUE OF INVESTMENTS

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

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

## NOTE 5 FAIR VALUE OF INVESTMENTS (CONTINUED)

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the valuation methodologies used at December 31, 2013 and 2012.

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

*Collective Trust Fund:* Valued at the NAV of units of a bank collective trust. The NAV, as provided by the trustee, is used as a practical expedient to estimate fair value. The NAV is based on the fair value of the underlying investments held by the fund less its liabilities. This practical expedient is not used when it is determined to be probable that the fund will sell the investment for an amount different than the reported NAV. Participant transactions (purchases and sales) may occur daily.

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

| | 2013 | | | |
|---|---|---|---|---|
| | Level 1 | Level 2 | Level 3 | Total |
| Mutual Funds: | | | | |
| Target Date Funds | $ 16,843,112 | $ - | $ - | $ 16,843,112 |
| Value Funds | 8,756,812 | - | - | 8,756,812 |
| Balanced Funds | 4,231,926 | - | - | 4,231,926 |
| Growth Funds | 9,633,367 | - | - | 9,633,367 |
| Bond Funds | 4,212,665 | - | - | 4,212,665 |
| Blended Funds | 27,624,304 | - | - | 27,624,304 |
| Total Mutual Funds | 71,302,186 | - | - | 71,302,186 |
| Collective Trust Fund - Stable Value | - | 8,607,296 | - | 8,607,296 |
| Total Investments at Fair Value | $ 71,302,186 | $ 8,607,296 | $ - | $ 79,909,482 |

| | 2012 | | | |
|---|---|---|---|---|
| | Level 1 | Level 2 | Level 3 | Total |
| Mutual Funds: | | | | |
| Target Date Funds | $ 9,132,325 | $ - | $ - | $ 9,132,325 |
| Value Funds | 5,436,206 | - | - | 5,436,206 |
| Balanced Funds | 3,762,363 | - | - | 3,762,363 |
| Growth Funds | 6,133,506 | - | - | 6,133,506 |
| Bond Funds | 5,007,115 | - | - | 5,007,115 |
| Blended Funds | 20,231,700 | - | - | 20,231,700 |
| Total Mutual Funds | 49,703,215 | - | - | 49,703,215 |
| Collective Trust Fund - Stable Value | - | 8,818,260 | - | 8,818,260 |
| Total Investments at Fair Value | $ 49,703,215 | $ 8,818,260 | $ - | $ 58,521,475 |

## NOTE 5 FAIR VALUE OF INVESTMENTS (CONTINUED)

The following tables set forth additional disclosures for the fair value measurement of investments in certain entities that calculate net asset value per share (or its equivalent):

| | 2013 | | | |
|---|---|---|---|---|
| Investment Type | Fair Value | Unfunded Commitments | Redemption Frequency | Redemption Notice Period |
| Collective Fund: | | | | |
| Wells Fargo Stable Return Fund N25 | $ 8,607,296 | - | Daily | Daily |

| | 2012 | | | |
|---|---|---|---|---|
| Investment Type | Fair Value | Unfunded Commitments | Redemption Frequency | Redemption Notice Period |
| Collective Fund: | | | | |
| Wells Fargo Stable Return Fund N25 | $ 8,818,260 | - | Daily | Daily |

The Stable Return Fund seeks to provide a moderate level of stable income without principal volatility while seeking to maintain adequate liquidity and returns superior to shorter maturity instruments. The fund invests in a variety of investment contracts and instruments issued by selected high-quality insurance companies and financial institutions.

## NOTE 6 RISKS AND UNCERTAINTIES

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

## NOTE 7 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 Plan termination, participants will become 100% vested in their accounts.

## NOTE 8 PLAN TAX STATUS

The Plan Sponsor is placing reliance on a determination letter dated September 30, 2011 received from the IRS on the Plan indicating that the Plan is qualified under Section 401 of the Internal Revenue Code (IRC) and is therefore not subject to tax under current income tax law. The Plan has been amended since receiving the determination letter. However, the Plan administrator believes that the Plan is designed and is currently being operated in compliance with the applicable requirements of the IRC, and, therefore, believes that the Plan is qualified, and the related trust is tax-exempt.

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

## NOTE 9 PARTY-IN-INTEREST TRANSACTIONS

The investments are managed by Wells Fargo Bank, N.A., the trustee; therefore, these investment transactions qualify as party-in-interest transactions. Fees incurred by the Plan for the investment management services are included in net appreciation in fair value of the investment, as they are paid through revenue sharing, rather than a direct payment. The Plan Sponsor pays directly any other fees related to the Plan's operations. Fees paid by the Plan for administrative services amounted to $129,431 and $12,826, respectively, for the years ended December 31, 2013 and 2012.

## NOTE 10 RECONCILIATION OF FINANCIAL STATEMENTS TO FORM 5500

The following is a reconciliation of net assets available for benefits per the financial statements to the Form 5500 as of December 31:

| | 2013 | 2012 |
|---|---|---|
| Net Assets Available for Benefits per the Financial Statements | $ 80,876,382 | 59,595,965 |
| Less: Employer Profit Sharing Receivable - Current Year | - | (661,729) |
| Less: Employer Match Receivable - Current Year | (43,183) | - |
| Less: Employee Deferral Receivable - Current Year | (159,189) | - |
| Less: Deemed Loan Activity | (25,351) | (22,587) |
| Miscellaneous Adjustment | - | (1) |
| Net Assets Available for Benefits per the Form 5500 | $ 80,648,659 | $ 58,911,648 |

## NOTE 10 RECONCILIATION OF FINANCIAL STATEMENTS TO FORM 5500 (CONTINUED)

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

| | 2013 | 2012 |
|---|---|---|
| Net Increase per the Financial Statements | $ 21,280,417 | $ 2,982,661 |
| Adjustment for Deemed Loan Activity | (2,764) | 1,007 |
| Less: Employer Profit Sharing Receivable - Current Year | - | (661,729) |
| Add: Employer Profit Sharing Receivable - Prior Year | 661,729 | |
| Less: Employer Match Receivable - Current Year | (43,183) | - |
| Less: Employee Deferral Receivable - Current Year | (159,189) | - |
| Miscellaneous Adjustment | 1 | (1) |
| Net Increase per the Form 5500 | $ 21,737,011 | $ 2,321,938 |

## NOTE 11 TRANSFER IN OF MERGED PLAN

The Board of Directors resolved on May 30, 2013 to amend the Plan to allow for the merger of the Excellence in Motivation, Inc. 401(k) Plan (EIM 401(k) Plan). Assets from the EIM 401(k) Plan in the amount of $7,935,975 (investments totaling $7,784,718 and participant notes receivable totaling $151,257) merged into the Plan on July 1, 2013.

**AIMIA PROPRIETARY LOYALTY U.S. INC.**
**EMPLOYEE SAVINGS AND INVESTMENT PLAN**
**E.I.N. 41-0833079 PLAN NO. 001**
**SCHEDULE H, LINE 4i – SCHEDULE OF ASSETS (HELD AT END OF YEAR)**
**DECEMBER 31, 2013**

| (a) | (b) Identity of Issue | (c) Description of Investment | (d) Cost ** | (e) Current Value |
|---|---|---|---|---|
| | | Mutual Funds: | | |
| | Artisan | Artisan Mid Cap Value Fund | | $ 2,244,853 |
| | Blackrock | Blackrock Global Allocation Fund | | 4,231,926 |
| | DFA | DFA Emerging Markets Core Equity Fund | | 231,063 |
| | Goldman Sachs | Goldman Sachs Small/Mid Cap Growth Fund | | 2,124,004 |
| | Invesco | Invesco Van Kampen Small Cap Value Fund Y | | 2,826,593 |
| | Mainstay | Mainstay Large Cap Growth Fund I | | 5,464,200 |
| | Manning & Napier | Manning & Napier World Opportunities Fund A | | 6,150,774 |
| | Brown Capital | Brown Capital Mgmt Small Company Fund I | | 2,045,163 |
| | Vanguard | Vanguard Extended Market Index Fund | | 3,622,976 |
| | Vanguard | Vanguard Institutional Index Fund | | 16,716,488 |
| | Vanguard | Vanguard Total Stock Market Index Fund | | 903,004 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target Today Fund | | 382,385 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2010 Fund | | 56,272 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2015 Fund | | 1,163,117 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2020 Fund | | 1,743,773 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2025 Fund | | 2,637,984 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2030 Fund | | 3,807,650 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2035 Fund | | 2,851,233 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2040 Fund | | 1,775,664 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2045 Fund | | 1,704,335 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2050 Fund | | 644,803 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2055 Fund | | 75,896 |
| | Vanguard | Vanguard Equity Income Fund | | 3,685,366 |
| | PIMCO | PIMCO Total Return Institutional Fund | | 3,627,077 |
| | Vanguard | Vanguard Total Bond Market Index Institutional Fund | | 585,587 |
| | | Total Mutual Funds | | 71,302,186 |
| | | Collective Trust Fund | | |
| * | Wells Fargo | Wells Fargo Stable Return Fund N25 (at Contract Value) | | 8,543,013 |
| * | Participant Loans | 4.25% to 10.00% Interest | - | 756,445 |
| | Total Investments (Held at End of Year) | | | $ 80,601,644 |

** Designates party-in-interest*

*** Cost not required for participant-directed investments*

# AIMIA PROPRIETARY LOYALTY U.S. INC.
# EMPLOYEE SAVINGS AND INVESTMENT PLAN

## FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION

## YEARS ENDED DECEMBER 31, 2013 AND 2012

**AIMIA PROPRIETARY LOYALTY U.S. INC.**
**EMPLOYEE SAVINGS AND INVESTMENT PLAN**
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CliftonLarsonAllen LLP
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# INDEPENDENT AUDITORS' REPORT

Retirement Committee
Aimia Proprietary Loyalty U.S. Inc.
Employee Savings and Investment Plan
Minneapolis, Minnesota

## Report on the Financial Statements

We were engaged to audit the accompanying financial statements of Aimia Proprietary Loyalty U.S. Inc. Employee Savings and Investment Plan, 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*

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

### *Auditors' Responsibility*

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

### *Basis for Disclaimer of Opinion*

As permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, the Plan administrator instructed us not to perform, and we did not perform, any auditing procedures with respect to the information summarized in Note 3, which was certified by Wells Fargo Bank, 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 a certification 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 (DOL) 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 the 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 of America and, in our opinion, are presented in compliance with the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974.

CliftonLarsonAllen LLP

**CliftonLarsonAllen LLP**

St. Cloud, Minnesota
September 18, 2014

**AIMIA PROPRIETARY LOYALTY U.S. INC.**
**EMPLOYEE SAVINGS AND INVESTMENT PLAN**
**STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS**
**DECEMBER 31, 2013 AND 2012**

| | 2013 | 2012 |
|---|---|---|
| **INVESTMENTS (at Fair Value)** | | |
| Mutual Funds | $ 71,302,186 | $ 49,703,215 |
| Collective Trust Fund | 8,607,296 | 8,818,260 |
| Total Investments (at Fair Value) | 79,909,482 | 58,521,475 |
| **NON-INTEREST BEARING CASH** | 47,015 | 1,818 |
| **RECEIVABLES** | | |
| Employer Profit Sharing Contribution | - | 661,729 |
| Employer Matching Contribution | 43,183 | - |
| Employee Deferral Contribution | 159,189 | - |
| Notes Receivable from Participants | 781,796 | 659,527 |
| Total Receivables | 984,168 | 1,321,256 |
| **NET ASSETS REFLECTING INVESTMENTS AT FAIR VALUE** | 80,940,665 | 59,844,549 |
| Adjustment from Fair Value to Contract Value for Fully Benefit-Responsive Investment Contracts | (64,283) | (248,584) |
| **NET ASSETS AVAILABLE FOR BENEFITS** | $ 80,876,382 | $ 59,595,965 |

*See accompanying Notes to Financial Statements.*

**AIMIA PROPRIETARY LOYALTY U.S. INC.**
**EMPLOYEE SAVINGS AND INVESTMENT PLAN**
**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** | | |
| Interest and Dividends | $ 868,490 | $ 756,193 |
| Net Appreciation in Fair Value of Mutual Funds | 12,297,133 | 5,595,030 |
| Net Appreciation in Fair Value of Collective Trust Fund | 116,633 | 156,842 |
| Total Investment Income | 13,282,256 | 6,508,065 |
| **INTEREST INCOME ON NOTES RECEIVABLE FROM PARTICIPANTS** | 34,333 | 30,786 |
| **CONTRIBUTIONS** | | |
| Employee 401(k) Deferrals | 4,064,975 | 3,470,865 |
| Employer Match | 1,031,532 | 442,385 |
| Employer Profit Sharing | - | 661,729 |
| Rollovers | 654,080 | 244,007 |
| Total Contributions | 5,750,587 | 4,818,986 |
| Total Additions | 19,067,176 | 11,357,837 |
| **DEDUCTIONS FROM NET ASSETS ATTRIBUTED TO:** | | |
| **BENEFITS PAID TO PARTICIPANTS** | 5,593,303 | 8,362,350 |
| **ADMINISTRATIVE EXPENSES** | 129,431 | 12,826 |
| Total Deductions | 5,722,734 | 8,375,176 |
| **NET INCREASE PRIOR TO MERGED PLAN** | 13,344,442 | 2,982,661 |
| **TRANSFER IN OF MERGED PLAN** | 7,935,975 | - |
| **NET INCREASE AFTER TRANSFER** | 21,280,417 | 2,982,661 |
| **NET ASSETS AVAILABLE FOR BENEFITS** | | |
| Beginning of Year | 59,595,965 | 56,613,304 |
| End of Year | $ 80,876,382 | $ 59,595,965 |

*See accompanying Notes to Financial Statements.*

## NOTE 1 DESCRIPTION OF PLAN

The following description of Aimia Proprietary Loyalty U.S. Inc. (Employer) Employee Savings and Investment Plan (the Plan) provides general information only. Participants should refer to the Plan document for a more complete description of the Plan's provisions.

### General

The Plan is a defined contribution plan that was established effective February 1, 2010. This Plan was a spin-off of a previous plan in which the Employer was a participating employer. The Plan was last restated effective January 1, 2012. The Plan was recently amended effective January 1, 2013 to change eligibility service requirements to 30 days of service for employee deferrals and employer match, to reflect part-time, temporary or seasonal employees as excluded employees, to change the entry date for employer matching contributions, and to add a provision for an employer additional matching contribution. The Plan was also amended effective July 1, 2013 to add Excellence In Motivation, Inc. as a participating employer and to recognize years of service for employees that had been participating in the Excellence In Motivation, Inc. 401(k) Plan as of June 30, 2013 and have one hour of service with the Employer after June 30, 2013. The Plan was last amended effective August 1, 2013 to add Smart Button Associates, Inc. as a participating employer and to recognize prior years of service for those employees for eligibility and vesting purposes. The Plan is subject to the Employee Retirement Income Security Act of 1974 (ERISA), as amended. The Retirement Committee is responsible for the oversight of the Plan. They determine the appropriateness of the Plan’s investment offerings, monitor investment performance, and report to the Board of Directors as necessary.

### Eligibility

The Plan covers all employees of the Employer and the participating employers of Aimia Loyalty Analytics, U.S. Inc. (formerly known as LMG Insight & Communications US Inc.), Excellence in Motivation, Inc., and Smart Button Associates, Inc., who meet certain eligibility requirements including completion of 30 days of service (60 days of service prior to January 1, 2013) and age 21. The Plan recognizes years of service for employees who had previously been employed by Carlson Companies, Inc. and controlled affiliates, if the employee transferred to the Employer in connection with the acquisition of the Employer by Groupe Aeroplan, Inc. on December 7, 2009 and employment with the Employer began on or before December 31, 2010. The Plan excludes employees covered by a collective bargaining agreement, non-resident aliens not receiving U.S. source income, leased employees, individuals who become employees of the Employer as a result of a merger or acquisition, until such employees are designated as eligible employees by the Employer, individuals who are a resident of and primarily employed in any territory or possession of the United States that is not part of the 50 states, and effective January 1, 2013, part-time, temporary or seasonal employees.

## NOTE 1 DESCRIPTION OF PLAN (CONTINUED)

### Contributions

Upon completion of the eligibility requirements, participants are automatically enrolled in the Plan using a contribution percentage equal to 3% of the employees' compensation, as defined in the Plan. Participants do have the ability to elect an alternative deferral amount or elect not to defer. The Plan includes an automatic increase provision whereby participants that are automatically enrolled in the Plan at 3% deferral contributions will automatically have their deferral percentage increased by 1% at the beginning of each Plan year until their deferral percentage reaches a maximum deferral of 6% of compensation.

Eligible participants are permitted to elect to have a percentage, limited to 75%, of their compensation contributed as pre-tax 401(k) contributions to the Plan. The Plan allows participants age 50 and older to make catch-up contributions.

The Employer may elect to make a discretionary matching contribution as determined by the Employer. For the year ended December 31, 2013, the Employer matched 40% of the first 6% of eligible compensation that a participant deferred into the Plan. For the year ended December 31, 2012, the Employer matched 20% of the first 6% of eligible compensation that a participant deferred into the Plan. A participant must complete 30 days of employment (twelve consecutive months of employment prior to January 1, 2013) to be eligible to receive an Employer matching contribution. The Employer may elect to make a discretionary profit sharing contribution as determined by the Employer. A participant must be employed on the last day of the year to be eligible to receive an Employer profit sharing contribution, unless termination is due to retirement, death, or total and permanent disability. For the years ended December 31, 2013 and 2012, the Employer authorized a discretionary profit sharing contribution equal to -0-% and 1.58% of eligible compensation, respectively.

Participants may also contribute amounts representing distributions from other qualified defined benefit or defined contribution plans and certain IRAs. Contributions are subject to certain Internal Revenue Service (IRS) limitations. Participants direct the investment of contributions into various investment options offered by the Plan.

### Participant Accounts

Each participant's account is credited with the participant's contributions, the Employer's contributions, an allocation of Plan earnings or losses, and charged with an allocation of administrative expenses. Allocations are based on participant earnings or account balances, as defined. The benefit to which a participant is entitled is the benefit that can be provided from the participant's vested account.

## NOTE 1 DESCRIPTION OF PLAN (CONTINUED)

### Vesting

Participants are immediately vested in their contributions plus actual earnings thereon. Vesting in the Employer's matching and profit sharing contribution portions of their account, plus actual earnings thereon, is based on years of credited service. A participant vests at a rate of 25% after two years of service and is 100% vested after the completion of five years of credited service. A participant earns a year of vesting service for each calendar year in which they complete 1,000 or more hours of service. Notwithstanding the above, a participant is fully vested upon reaching normal retirement age, death, or permanent disability. Employees who were participants in the Carlson Companies, Inc. Employees' Savings and Investment Plan on December 7, 2009 and who were transferred to the Employer in connection with the acquisition of the Employer by Groupe Aeroplan, Inc. on December 7, 2009 and commenced employment on or before December 31, 2010, are 100% vested in all accounts. Also, employees who were participating in the Excellence In Motivation Inc. 401(k) Plan on June 30, 2013 and have one hour of service after June 30, 2013 are 100% vested in all accounts, and all employees who were employed by Smart Button Associates, Inc. on August 1, 2013 are 100% vested in all accounts.

### Notes Receivable from Participants

Participants may borrow from their fund accounts a minimum of $1,000 up to a maximum equal to the lesser of $50,000 or 50% of their vested account balance. The notes are secured by the vested balance in the participant's account and bear interest at a fixed rate which is equal to 1% over the prime rate. Principal and interest is paid ratably through regular payroll deductions.

### Payment of Benefits

Upon termination of employment, death, disability or retirement (age 65), participants may receive the value of the vested interest in their account in the form of a lump sum payment, installment payments, or partial withdrawals. If a participant terminates employment and the participant's account balance does not exceed $5,000, the Plan administrator will authorize the benefit payment without the participant's consent. The Plan allows for in-service withdrawals upon attainment of age 59½ and hardship withdrawals, subject to Plan provisions.

### Forfeited Non-Vested Accounts

Forfeited non-vested accounts may be used to pay Plan expenses or reduce future Employer contributions. Forfeited non-vested accounts as of December 31, 2013 and 2012 totaled $1,018 and $10,223, respectively. There were no forfeitures used to pay Plan expenses during the years ended December 31, 2013 and 2012. Forfeitures of $54,560 and $1,104 were used to reduce Employer contributions during the years ended December 31, 2013 and 2012, respectively.

## NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### Basis of Accounting

The financial statements are prepared under the accrual method of accounting.

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

### Use of Estimates

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

### Investment Valuation and Income Recognition

The Plan's investments are 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. The Plan’s Retirement Committee determines the Plan’s valuation policies utilizing information provided by the investment advisers and custodians. See Note 5 for discussion of fair value measurements.

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

### Notes Receivable from Participants

Notes receivable from participants are measured at their unpaid principal balance plus any accrued but unpaid interest. Interest income is recorded on the accrual basis. Related fees are expensed when they are incurred. No allowance for credit losses has been recorded as of December 2013 or 2012. If a participant ceases to make note repayments and the Plan administrator deems the participant note to be in default, the participant note balance will be deemed taxable to the participant. The note balance will be reduced and a benefit payment will be recorded at the time the participant incurs a distributable event.

### Benefit Payments

Benefits are recorded when paid.

## NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Administrative Expenses

Certain expenses of maintaining the Plan are paid directly by the Employer and are excluded from these financial statements. Certain expenses incurred in connection with the general administration of the Plan such as custodial and participant transactions costs are reflected as administrative expenses on the statements of changes in net assets available for benefits. In addition, certain investment related expenses, including revenue sharing credits, are included in net appreciation of fair value of investments.

### Administrative Expenses

Certain amounts in the 2012 financial statements have been reclassified to conform with the 2013 presentation. These reclassifications do not affect net assets available for benefits as previously reported.

### Subsequent Events

The Plan has evaluated subsequent events through September 18, 2014, the date the financial statements were available to be issued.

## NOTE 3 CERTIFICATION OF INVESTMENT INFORMATION

The Plan administrator has elected the method of compliance permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA. Accordingly, Wells Fargo Bank, N.A., the trustee of the Plan, has certified to the completeness and accuracy of the notes receivable from participants and related interest income and all investment information (except for the adjustment from fair value to contract value) presented in the accompanying statements of net assets available for benefits as of December 31, 2013 and 2012, the statements of changes in net assets available for benefits for the years then ended, and the supplemental schedule of assets (held at end of year) as of December 31, 2013.

## NOTE 4 INVESTMENTS

The following presents investments that represent 5% or more of the Plan's net assets as of December 31:

| Investments | 2013 | | 2012 |
|---|---|---|---|
| Blackrock Global Allocation Fund | $ 4,231,926 | | $ 3,762,363 |
| Mainstay Large Cap Growth Fund I | 5,464,200 | | 3,438,915 |
| Manning & Napier World Opportunities Fund A | 6,150,774 | | 5,370,011 |
| Vanguard Institutional Index Fund | 16,716,488 | | 11,641,402 |
| PIMCO Total Return Institutional Fund | 3,627,077 | * | 4,368,938 |
| Wells Fargo Stable Return Fund (at Contract Value) | 8,543,013 | | 8,569,676 |

** Amount did not exceed the 5% threshold for Plan year.*

## NOTE 5 FAIR VALUE OF INVESTMENTS

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

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

## NOTE 5 FAIR VALUE OF INVESTMENTS (CONTINUED)

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the valuation methodologies used at December 31, 2013 and 2012.

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

*Collective Trust Fund:* Valued at the NAV of units of a bank collective trust. The NAV, as provided by the trustee, is used as a practical expedient to estimate fair value. The NAV is based on the fair value of the underlying investments held by the fund less its liabilities. This practical expedient is not used when it is determined to be probable that the fund will sell the investment for an amount different than the reported NAV. Participant transactions (purchases and sales) may occur daily.

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

| | 2013 | | | |
|---|---|---|---|---|
| | Level 1 | Level 2 | Level 3 | Total |
| Mutual Funds: | | | | |
| Target Date Funds | $ 16,843,112 | $ - | $ - | $ 16,843,112 |
| Value Funds | 8,756,812 | - | - | 8,756,812 |
| Balanced Funds | 4,231,926 | - | - | 4,231,926 |
| Growth Funds | 9,633,367 | - | - | 9,633,367 |
| Bond Funds | 4,212,665 | - | - | 4,212,665 |
| Blended Funds | 27,624,304 | - | - | 27,624,304 |
| Total Mutual Funds | 71,302,186 | - | - | 71,302,186 |
| Collective Trust Fund - Stable Value | - | 8,607,296 | - | 8,607,296 |
| Total Investments at Fair Value | $ 71,302,186 | $ 8,607,296 | $ - | $ 79,909,482 |

| | 2012 | | | |
|---|---|---|---|---|
| | Level 1 | Level 2 | Level 3 | Total |
| Mutual Funds: | | | | |
| Target Date Funds | $ 9,132,325 | $ - | $ - | $ 9,132,325 |
| Value Funds | 5,436,206 | - | - | 5,436,206 |
| Balanced Funds | 3,762,363 | - | - | 3,762,363 |
| Growth Funds | 6,133,506 | - | - | 6,133,506 |
| Bond Funds | 5,007,115 | - | - | 5,007,115 |
| Blended Funds | 20,231,700 | - | - | 20,231,700 |
| Total Mutual Funds | 49,703,215 | - | - | 49,703,215 |
| Collective Trust Fund - Stable Value | - | 8,818,260 | - | 8,818,260 |
| Total Investments at Fair Value | $ 49,703,215 | $ 8,818,260 | $ - | $ 58,521,475 |

## NOTE 5 FAIR VALUE OF INVESTMENTS (CONTINUED)

The following tables set forth additional disclosures for the fair value measurement of investments in certain entities that calculate net asset value per share (or its equivalent):

| | 2013 | | | |
|---|---|---|---|---|
| Investment Type | Fair Value | Unfunded Commitments | Redemption Frequency | Redemption Notice Period |
| Collective Fund: | | | | |
| Wells Fargo Stable Return Fund N25 | $ 8,607,296 | - | Daily | Daily |

| | 2012 | | | |
|---|---|---|---|---|
| Investment Type | Fair Value | Unfunded Commitments | Redemption Frequency | Redemption Notice Period |
| Collective Fund: | | | | |
| Wells Fargo Stable Return Fund N25 | $ 8,818,260 | - | Daily | Daily |

The Stable Return Fund seeks to provide a moderate level of stable income without principal volatility while seeking to maintain adequate liquidity and returns superior to shorter maturity instruments. The fund invests in a variety of investment contracts and instruments issued by selected high-quality insurance companies and financial institutions.

## NOTE 6 RISKS AND UNCERTAINTIES

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

## NOTE 7 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 Plan termination, participants will become 100% vested in their accounts.

## NOTE 8 PLAN TAX STATUS

The Plan Sponsor is placing reliance on a determination letter dated September 30, 2011 received from the IRS on the Plan indicating that the Plan is qualified under Section 401 of the Internal Revenue Code (IRC) and is therefore not subject to tax under current income tax law. The Plan has been amended since receiving the determination letter. However, the Plan administrator believes that the Plan is designed and is currently being operated in compliance with the applicable requirements of the IRC, and, therefore, believes that the Plan is qualified, and the related trust is tax-exempt.

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

## NOTE 9 PARTY-IN-INTEREST TRANSACTIONS

The investments are managed by Wells Fargo Bank, N.A., the trustee; therefore, these investment transactions qualify as party-in-interest transactions. Fees incurred by the Plan for the investment management services are included in net appreciation in fair value of the investment, as they are paid through revenue sharing, rather than a direct payment. The Plan Sponsor pays directly any other fees related to the Plan's operations. Fees paid by the Plan for administrative services amounted to $129,431 and $12,826, respectively, for the years ended December 31, 2013 and 2012.

## NOTE 10 RECONCILIATION OF FINANCIAL STATEMENTS TO FORM 5500

The following is a reconciliation of net assets available for benefits per the financial statements to the Form 5500 as of December 31:

| | 2013 | 2012 |
|---|---|---|
| Net Assets Available for Benefits per the Financial Statements | $ 80,876,382 | 59,595,965 |
| Less: Employer Profit Sharing Receivable - Current Year | - | (661,729) |
| Less: Employer Match Receivable - Current Year | (43,183) | - |
| Less: Employee Deferral Receivable - Current Year | (159,189) | - |
| Less: Deemed Loan Activity | (25,351) | (22,587) |
| Miscellaneous Adjustment | - | (1) |
| Net Assets Available for Benefits per the Form 5500 | $ 80,648,659 | $ 58,911,648 |

## NOTE 10 RECONCILIATION OF FINANCIAL STATEMENTS TO FORM 5500 (CONTINUED)

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

| | 2013 | 2012 |
|---|---|---|
| Net Increase per the Financial Statements | $ 21,280,417 | $ 2,982,661 |
| Adjustment for Deemed Loan Activity | (2,764) | 1,007 |
| Less: Employer Profit Sharing Receivable - Current Year | - | (661,729) |
| Add: Employer Profit Sharing Receivable - Prior Year | 661,729 | |
| Less: Employer Match Receivable - Current Year | (43,183) | - |
| Less: Employee Deferral Receivable - Current Year | (159,189) | - |
| Miscellaneous Adjustment | 1 | (1) |
| Net Increase per the Form 5500 | $ 21,737,011 | $ 2,321,938 |

## NOTE 11 TRANSFER IN OF MERGED PLAN

The Board of Directors resolved on May 30, 2013 to amend the Plan to allow for the merger of the Excellence in Motivation, Inc. 401(k) Plan (EIM 401(k) Plan). Assets from the EIM 401(k) Plan in the amount of $7,935,975 (investments totaling $7,784,718 and participant notes receivable totaling $151,257) merged into the Plan on July 1, 2013.

**AIMIA PROPRIETARY LOYALTY U.S. INC.**
**EMPLOYEE SAVINGS AND INVESTMENT PLAN**
**E.I.N. 41-0833079 PLAN NO. 001**
**SCHEDULE H, LINE 4i – SCHEDULE OF ASSETS (HELD AT END OF YEAR)**
**DECEMBER 31, 2013**

| (a) | (b) Identity of Issue | (c) Description of Investment | (d) Cost ** | (e) Current Value |
|---|---|---|---|---|
| | | Mutual Funds: | | |
| | Artisan | Artisan Mid Cap Value Fund | | $ 2,244,853 |
| | Blackrock | Blackrock Global Allocation Fund | | 4,231,926 |
| | DFA | DFA Emerging Markets Core Equity Fund | | 231,063 |
| | Goldman Sachs | Goldman Sachs Small/Mid Cap Growth Fund | | 2,124,004 |
| | Invesco | Invesco Van Kampen Small Cap Value Fund Y | | 2,826,593 |
| | Mainstay | Mainstay Large Cap Growth Fund I | | 5,464,200 |
| | Manning & Napier | Manning & Napier World Opportunities Fund A | | 6,150,774 |
| | Brown Capital | Brown Capital Mgmt Small Company Fund I | | 2,045,163 |
| | Vanguard | Vanguard Extended Market Index Fund | | 3,622,976 |
| | Vanguard | Vanguard Institutional Index Fund | | 16,716,488 |
| | Vanguard | Vanguard Total Stock Market Index Fund | | 903,004 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target Today Fund | | 382,385 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2010 Fund | | 56,272 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2015 Fund | | 1,163,117 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2020 Fund | | 1,743,773 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2025 Fund | | 2,637,984 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2030 Fund | | 3,807,650 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2035 Fund | | 2,851,233 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2040 Fund | | 1,775,664 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2045 Fund | | 1,704,335 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2050 Fund | | 644,803 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2055 Fund | | 75,896 |
| | Vanguard | Vanguard Equity Income Fund | | 3,685,366 |
| | PIMCO | PIMCO Total Return Institutional Fund | | 3,627,077 |
| | Vanguard | Vanguard Total Bond Market Index Institutional Fund | | 585,587 |
| | | Total Mutual Funds | | 71,302,186 |
| | | Collective Trust Fund | | |
| * | Wells Fargo | Wells Fargo Stable Return Fund N25 (at Contract Value) | | 8,543,013 |
| * | Participant Loans | 4.25% to 10.00% Interest | - | 756,445 |
| | Total Investments (Held at End of Year) | | | $ 80,601,644 |

** Designates party-in-interest*

*** Cost not required for participant-directed investments*

# AIMIA PROPRIETARY LOYALTY U.S. INC.
# EMPLOYEE SAVINGS AND INVESTMENT PLAN

## FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION

## YEARS ENDED DECEMBER 31, 2013 AND 2012

**AIMIA PROPRIETARY LOYALTY U.S. INC.**
**EMPLOYEE SAVINGS AND INVESTMENT PLAN**
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**YEARS ENDED DECEMBER 31, 2013 AND 2012**


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CliftonLarsonAllen LLP
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# INDEPENDENT AUDITORS' REPORT

Retirement Committee
Aimia Proprietary Loyalty U.S. Inc.
Employee Savings and Investment Plan
Minneapolis, Minnesota

## Report on the Financial Statements

We were engaged to audit the accompanying financial statements of Aimia Proprietary Loyalty U.S. Inc. Employee Savings and Investment Plan, 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*

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

### *Auditors' Responsibility*

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

### *Basis for Disclaimer of Opinion*

As permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, the Plan administrator instructed us not to perform, and we did not perform, any auditing procedures with respect to the information summarized in Note 3, which was certified by Wells Fargo Bank, 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 a certification 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 (DOL) 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 the 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 of America and, in our opinion, are presented in compliance with the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974.

CliftonLarsonAllen LLP

**CliftonLarsonAllen LLP**

St. Cloud, Minnesota
September 18, 2014

**AIMIA PROPRIETARY LOYALTY U.S. INC.**
**EMPLOYEE SAVINGS AND INVESTMENT PLAN**
**STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS**
**DECEMBER 31, 2013 AND 2012**

| | 2013 | 2012 |
|---|---|---|
| **INVESTMENTS (at Fair Value)** | | |
| Mutual Funds | $ 71,302,186 | $ 49,703,215 |
| Collective Trust Fund | 8,607,296 | 8,818,260 |
| Total Investments (at Fair Value) | 79,909,482 | 58,521,475 |
| **NON-INTEREST BEARING CASH** | 47,015 | 1,818 |
| **RECEIVABLES** | | |
| Employer Profit Sharing Contribution | - | 661,729 |
| Employer Matching Contribution | 43,183 | - |
| Employee Deferral Contribution | 159,189 | - |
| Notes Receivable from Participants | 781,796 | 659,527 |
| Total Receivables | 984,168 | 1,321,256 |
| **NET ASSETS REFLECTING INVESTMENTS AT FAIR VALUE** | 80,940,665 | 59,844,549 |
| Adjustment from Fair Value to Contract Value for Fully Benefit-Responsive Investment Contracts | (64,283) | (248,584) |
| **NET ASSETS AVAILABLE FOR BENEFITS** | $ 80,876,382 | $ 59,595,965 |

*See accompanying Notes to Financial Statements.*

**AIMIA PROPRIETARY LOYALTY U.S. INC.**
**EMPLOYEE SAVINGS AND INVESTMENT PLAN**
**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** | | |
| Interest and Dividends | $ 868,490 | $ 756,193 |
| Net Appreciation in Fair Value of Mutual Funds | 12,297,133 | 5,595,030 |
| Net Appreciation in Fair Value of Collective Trust Fund | 116,633 | 156,842 |
| Total Investment Income | 13,282,256 | 6,508,065 |
| **INTEREST INCOME ON NOTES RECEIVABLE FROM PARTICIPANTS** | 34,333 | 30,786 |
| **CONTRIBUTIONS** | | |
| Employee 401(k) Deferrals | 4,064,975 | 3,470,865 |
| Employer Match | 1,031,532 | 442,385 |
| Employer Profit Sharing | - | 661,729 |
| Rollovers | 654,080 | 244,007 |
| Total Contributions | 5,750,587 | 4,818,986 |
| Total Additions | 19,067,176 | 11,357,837 |
| **DEDUCTIONS FROM NET ASSETS ATTRIBUTED TO:** | | |
| **BENEFITS PAID TO PARTICIPANTS** | 5,593,303 | 8,362,350 |
| **ADMINISTRATIVE EXPENSES** | 129,431 | 12,826 |
| Total Deductions | 5,722,734 | 8,375,176 |
| **NET INCREASE PRIOR TO MERGED PLAN** | 13,344,442 | 2,982,661 |
| **TRANSFER IN OF MERGED PLAN** | 7,935,975 | - |
| **NET INCREASE AFTER TRANSFER** | 21,280,417 | 2,982,661 |
| **NET ASSETS AVAILABLE FOR BENEFITS** | | |
| Beginning of Year | 59,595,965 | 56,613,304 |
| End of Year | $ 80,876,382 | $ 59,595,965 |

*See accompanying Notes to Financial Statements.*

## NOTE 1 DESCRIPTION OF PLAN

The following description of Aimia Proprietary Loyalty U.S. Inc. (Employer) Employee Savings and Investment Plan (the Plan) provides general information only. Participants should refer to the Plan document for a more complete description of the Plan's provisions.

### General

The Plan is a defined contribution plan that was established effective February 1, 2010. This Plan was a spin-off of a previous plan in which the Employer was a participating employer. The Plan was last restated effective January 1, 2012. The Plan was recently amended effective January 1, 2013 to change eligibility service requirements to 30 days of service for employee deferrals and employer match, to reflect part-time, temporary or seasonal employees as excluded employees, to change the entry date for employer matching contributions, and to add a provision for an employer additional matching contribution. The Plan was also amended effective July 1, 2013 to add Excellence In Motivation, Inc. as a participating employer and to recognize years of service for employees that had been participating in the Excellence In Motivation, Inc. 401(k) Plan as of June 30, 2013 and have one hour of service with the Employer after June 30, 2013. The Plan was last amended effective August 1, 2013 to add Smart Button Associates, Inc. as a participating employer and to recognize prior years of service for those employees for eligibility and vesting purposes. The Plan is subject to the Employee Retirement Income Security Act of 1974 (ERISA), as amended. The Retirement Committee is responsible for the oversight of the Plan. They determine the appropriateness of the Plan’s investment offerings, monitor investment performance, and report to the Board of Directors as necessary.

### Eligibility

The Plan covers all employees of the Employer and the participating employers of Aimia Loyalty Analytics, U.S. Inc. (formerly known as LMG Insight & Communications US Inc.), Excellence in Motivation, Inc., and Smart Button Associates, Inc., who meet certain eligibility requirements including completion of 30 days of service (60 days of service prior to January 1, 2013) and age 21. The Plan recognizes years of service for employees who had previously been employed by Carlson Companies, Inc. and controlled affiliates, if the employee transferred to the Employer in connection with the acquisition of the Employer by Groupe Aeroplan, Inc. on December 7, 2009 and employment with the Employer began on or before December 31, 2010. The Plan excludes employees covered by a collective bargaining agreement, non-resident aliens not receiving U.S. source income, leased employees, individuals who become employees of the Employer as a result of a merger or acquisition, until such employees are designated as eligible employees by the Employer, individuals who are a resident of and primarily employed in any territory or possession of the United States that is not part of the 50 states, and effective January 1, 2013, part-time, temporary or seasonal employees.

## NOTE 1 DESCRIPTION OF PLAN (CONTINUED)

### Contributions

Upon completion of the eligibility requirements, participants are automatically enrolled in the Plan using a contribution percentage equal to 3% of the employees' compensation, as defined in the Plan. Participants do have the ability to elect an alternative deferral amount or elect not to defer. The Plan includes an automatic increase provision whereby participants that are automatically enrolled in the Plan at 3% deferral contributions will automatically have their deferral percentage increased by 1% at the beginning of each Plan year until their deferral percentage reaches a maximum deferral of 6% of compensation.

Eligible participants are permitted to elect to have a percentage, limited to 75%, of their compensation contributed as pre-tax 401(k) contributions to the Plan. The Plan allows participants age 50 and older to make catch-up contributions.

The Employer may elect to make a discretionary matching contribution as determined by the Employer. For the year ended December 31, 2013, the Employer matched 40% of the first 6% of eligible compensation that a participant deferred into the Plan. For the year ended December 31, 2012, the Employer matched 20% of the first 6% of eligible compensation that a participant deferred into the Plan. A participant must complete 30 days of employment (twelve consecutive months of employment prior to January 1, 2013) to be eligible to receive an Employer matching contribution. The Employer may elect to make a discretionary profit sharing contribution as determined by the Employer. A participant must be employed on the last day of the year to be eligible to receive an Employer profit sharing contribution, unless termination is due to retirement, death, or total and permanent disability. For the years ended December 31, 2013 and 2012, the Employer authorized a discretionary profit sharing contribution equal to -0-% and 1.58% of eligible compensation, respectively.

Participants may also contribute amounts representing distributions from other qualified defined benefit or defined contribution plans and certain IRAs. Contributions are subject to certain Internal Revenue Service (IRS) limitations. Participants direct the investment of contributions into various investment options offered by the Plan.

### Participant Accounts

Each participant's account is credited with the participant's contributions, the Employer's contributions, an allocation of Plan earnings or losses, and charged with an allocation of administrative expenses. Allocations are based on participant earnings or account balances, as defined. The benefit to which a participant is entitled is the benefit that can be provided from the participant's vested account.

## NOTE 1 DESCRIPTION OF PLAN (CONTINUED)

### Vesting

Participants are immediately vested in their contributions plus actual earnings thereon. Vesting in the Employer's matching and profit sharing contribution portions of their account, plus actual earnings thereon, is based on years of credited service. A participant vests at a rate of 25% after two years of service and is 100% vested after the completion of five years of credited service. A participant earns a year of vesting service for each calendar year in which they complete 1,000 or more hours of service. Notwithstanding the above, a participant is fully vested upon reaching normal retirement age, death, or permanent disability. Employees who were participants in the Carlson Companies, Inc. Employees' Savings and Investment Plan on December 7, 2009 and who were transferred to the Employer in connection with the acquisition of the Employer by Groupe Aeroplan, Inc. on December 7, 2009 and commenced employment on or before December 31, 2010, are 100% vested in all accounts. Also, employees who were participating in the Excellence In Motivation Inc. 401(k) Plan on June 30, 2013 and have one hour of service after June 30, 2013 are 100% vested in all accounts, and all employees who were employed by Smart Button Associates, Inc. on August 1, 2013 are 100% vested in all accounts.

### Notes Receivable from Participants

Participants may borrow from their fund accounts a minimum of $1,000 up to a maximum equal to the lesser of $50,000 or 50% of their vested account balance. The notes are secured by the vested balance in the participant's account and bear interest at a fixed rate which is equal to 1% over the prime rate. Principal and interest is paid ratably through regular payroll deductions.

### Payment of Benefits

Upon termination of employment, death, disability or retirement (age 65), participants may receive the value of the vested interest in their account in the form of a lump sum payment, installment payments, or partial withdrawals. If a participant terminates employment and the participant's account balance does not exceed $5,000, the Plan administrator will authorize the benefit payment without the participant's consent. The Plan allows for in-service withdrawals upon attainment of age 59½ and hardship withdrawals, subject to Plan provisions.

### Forfeited Non-Vested Accounts

Forfeited non-vested accounts may be used to pay Plan expenses or reduce future Employer contributions. Forfeited non-vested accounts as of December 31, 2013 and 2012 totaled $1,018 and $10,223, respectively. There were no forfeitures used to pay Plan expenses during the years ended December 31, 2013 and 2012. Forfeitures of $54,560 and $1,104 were used to reduce Employer contributions during the years ended December 31, 2013 and 2012, respectively.

## NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### Basis of Accounting

The financial statements are prepared under the accrual method of accounting.

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

### Use of Estimates

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

### Investment Valuation and Income Recognition

The Plan's investments are 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. The Plan’s Retirement Committee determines the Plan’s valuation policies utilizing information provided by the investment advisers and custodians. See Note 5 for discussion of fair value measurements.

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

### Notes Receivable from Participants

Notes receivable from participants are measured at their unpaid principal balance plus any accrued but unpaid interest. Interest income is recorded on the accrual basis. Related fees are expensed when they are incurred. No allowance for credit losses has been recorded as of December 2013 or 2012. If a participant ceases to make note repayments and the Plan administrator deems the participant note to be in default, the participant note balance will be deemed taxable to the participant. The note balance will be reduced and a benefit payment will be recorded at the time the participant incurs a distributable event.

### Benefit Payments

Benefits are recorded when paid.

## NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Administrative Expenses

Certain expenses of maintaining the Plan are paid directly by the Employer and are excluded from these financial statements. Certain expenses incurred in connection with the general administration of the Plan such as custodial and participant transactions costs are reflected as administrative expenses on the statements of changes in net assets available for benefits. In addition, certain investment related expenses, including revenue sharing credits, are included in net appreciation of fair value of investments.

### Administrative Expenses

Certain amounts in the 2012 financial statements have been reclassified to conform with the 2013 presentation. These reclassifications do not affect net assets available for benefits as previously reported.

### Subsequent Events

The Plan has evaluated subsequent events through September 18, 2014, the date the financial statements were available to be issued.

## NOTE 3 CERTIFICATION OF INVESTMENT INFORMATION

The Plan administrator has elected the method of compliance permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA. Accordingly, Wells Fargo Bank, N.A., the trustee of the Plan, has certified to the completeness and accuracy of the notes receivable from participants and related interest income and all investment information (except for the adjustment from fair value to contract value) presented in the accompanying statements of net assets available for benefits as of December 31, 2013 and 2012, the statements of changes in net assets available for benefits for the years then ended, and the supplemental schedule of assets (held at end of year) as of December 31, 2013.

## NOTE 4 INVESTMENTS

The following presents investments that represent 5% or more of the Plan's net assets as of December 31:

| Investments | 2013 | | 2012 |
|---|---|---|---|
| Blackrock Global Allocation Fund | $ 4,231,926 | | $ 3,762,363 |
| Mainstay Large Cap Growth Fund I | 5,464,200 | | 3,438,915 |
| Manning & Napier World Opportunities Fund A | 6,150,774 | | 5,370,011 |
| Vanguard Institutional Index Fund | 16,716,488 | | 11,641,402 |
| PIMCO Total Return Institutional Fund | 3,627,077 | * | 4,368,938 |
| Wells Fargo Stable Return Fund (at Contract Value) | 8,543,013 | | 8,569,676 |

** Amount did not exceed the 5% threshold for Plan year.*

## NOTE 5 FAIR VALUE OF INVESTMENTS

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

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

## NOTE 5 FAIR VALUE OF INVESTMENTS (CONTINUED)

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the valuation methodologies used at December 31, 2013 and 2012.

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

*Collective Trust Fund:* Valued at the NAV of units of a bank collective trust. The NAV, as provided by the trustee, is used as a practical expedient to estimate fair value. The NAV is based on the fair value of the underlying investments held by the fund less its liabilities. This practical expedient is not used when it is determined to be probable that the fund will sell the investment for an amount different than the reported NAV. Participant transactions (purchases and sales) may occur daily.

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

| | 2013 | | | |
|---|---|---|---|---|
| | Level 1 | Level 2 | Level 3 | Total |
| Mutual Funds: | | | | |
| Target Date Funds | $ 16,843,112 | $ - | $ - | $ 16,843,112 |
| Value Funds | 8,756,812 | - | - | 8,756,812 |
| Balanced Funds | 4,231,926 | - | - | 4,231,926 |
| Growth Funds | 9,633,367 | - | - | 9,633,367 |
| Bond Funds | 4,212,665 | - | - | 4,212,665 |
| Blended Funds | 27,624,304 | - | - | 27,624,304 |
| Total Mutual Funds | 71,302,186 | - | - | 71,302,186 |
| Collective Trust Fund - Stable Value | - | 8,607,296 | - | 8,607,296 |
| Total Investments at Fair Value | $ 71,302,186 | $ 8,607,296 | $ - | $ 79,909,482 |

| | 2012 | | | |
|---|---|---|---|---|
| | Level 1 | Level 2 | Level 3 | Total |
| Mutual Funds: | | | | |
| Target Date Funds | $ 9,132,325 | $ - | $ - | $ 9,132,325 |
| Value Funds | 5,436,206 | - | - | 5,436,206 |
| Balanced Funds | 3,762,363 | - | - | 3,762,363 |
| Growth Funds | 6,133,506 | - | - | 6,133,506 |
| Bond Funds | 5,007,115 | - | - | 5,007,115 |
| Blended Funds | 20,231,700 | - | - | 20,231,700 |
| Total Mutual Funds | 49,703,215 | - | - | 49,703,215 |
| Collective Trust Fund - Stable Value | - | 8,818,260 | - | 8,818,260 |
| Total Investments at Fair Value | $ 49,703,215 | $ 8,818,260 | $ - | $ 58,521,475 |

## NOTE 5 FAIR VALUE OF INVESTMENTS (CONTINUED)

The following tables set forth additional disclosures for the fair value measurement of investments in certain entities that calculate net asset value per share (or its equivalent):

| | 2013 | | | |
|---|---|---|---|---|
| Investment Type | Fair Value | Unfunded Commitments | Redemption Frequency | Redemption Notice Period |
| Collective Fund: | | | | |
| Wells Fargo Stable Return Fund N25 | $ 8,607,296 | - | Daily | Daily |

| | 2012 | | | |
|---|---|---|---|---|
| Investment Type | Fair Value | Unfunded Commitments | Redemption Frequency | Redemption Notice Period |
| Collective Fund: | | | | |
| Wells Fargo Stable Return Fund N25 | $ 8,818,260 | - | Daily | Daily |

The Stable Return Fund seeks to provide a moderate level of stable income without principal volatility while seeking to maintain adequate liquidity and returns superior to shorter maturity instruments. The fund invests in a variety of investment contracts and instruments issued by selected high-quality insurance companies and financial institutions.

## NOTE 6 RISKS AND UNCERTAINTIES

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

## NOTE 7 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 Plan termination, participants will become 100% vested in their accounts.

## NOTE 8 PLAN TAX STATUS

The Plan Sponsor is placing reliance on a determination letter dated September 30, 2011 received from the IRS on the Plan indicating that the Plan is qualified under Section 401 of the Internal Revenue Code (IRC) and is therefore not subject to tax under current income tax law. The Plan has been amended since receiving the determination letter. However, the Plan administrator believes that the Plan is designed and is currently being operated in compliance with the applicable requirements of the IRC, and, therefore, believes that the Plan is qualified, and the related trust is tax-exempt.

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

## NOTE 9 PARTY-IN-INTEREST TRANSACTIONS

The investments are managed by Wells Fargo Bank, N.A., the trustee; therefore, these investment transactions qualify as party-in-interest transactions. Fees incurred by the Plan for the investment management services are included in net appreciation in fair value of the investment, as they are paid through revenue sharing, rather than a direct payment. The Plan Sponsor pays directly any other fees related to the Plan's operations. Fees paid by the Plan for administrative services amounted to $129,431 and $12,826, respectively, for the years ended December 31, 2013 and 2012.

## NOTE 10 RECONCILIATION OF FINANCIAL STATEMENTS TO FORM 5500

The following is a reconciliation of net assets available for benefits per the financial statements to the Form 5500 as of December 31:

| | 2013 | 2012 |
|---|---|---|
| Net Assets Available for Benefits per the Financial Statements | $ 80,876,382 | 59,595,965 |
| Less: Employer Profit Sharing Receivable - Current Year | - | (661,729) |
| Less: Employer Match Receivable - Current Year | (43,183) | - |
| Less: Employee Deferral Receivable - Current Year | (159,189) | - |
| Less: Deemed Loan Activity | (25,351) | (22,587) |
| Miscellaneous Adjustment | - | (1) |
| Net Assets Available for Benefits per the Form 5500 | $ 80,648,659 | $ 58,911,648 |

## NOTE 10 RECONCILIATION OF FINANCIAL STATEMENTS TO FORM 5500 (CONTINUED)

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

| | 2013 | 2012 |
|---|---|---|
| Net Increase per the Financial Statements | $ 21,280,417 | $ 2,982,661 |
| Adjustment for Deemed Loan Activity | (2,764) | 1,007 |
| Less: Employer Profit Sharing Receivable - Current Year | - | (661,729) |
| Add: Employer Profit Sharing Receivable - Prior Year | 661,729 | |
| Less: Employer Match Receivable - Current Year | (43,183) | - |
| Less: Employee Deferral Receivable - Current Year | (159,189) | - |
| Miscellaneous Adjustment | 1 | (1) |
| Net Increase per the Form 5500 | $ 21,737,011 | $ 2,321,938 |

## NOTE 11 TRANSFER IN OF MERGED PLAN

The Board of Directors resolved on May 30, 2013 to amend the Plan to allow for the merger of the Excellence in Motivation, Inc. 401(k) Plan (EIM 401(k) Plan). Assets from the EIM 401(k) Plan in the amount of $7,935,975 (investments totaling $7,784,718 and participant notes receivable totaling $151,257) merged into the Plan on July 1, 2013.

**AIMIA PROPRIETARY LOYALTY U.S. INC.**
**EMPLOYEE SAVINGS AND INVESTMENT PLAN**
**E.I.N. 41-0833079 PLAN NO. 001**
**SCHEDULE H, LINE 4i – SCHEDULE OF ASSETS (HELD AT END OF YEAR)**
**DECEMBER 31, 2013**

| (a) | (b) Identity of Issue | (c) Description of Investment | (d) Cost ** | (e) Current Value |
|---|---|---|---|---|
| | | Mutual Funds: | | |
| | Artisan | Artisan Mid Cap Value Fund | | $ 2,244,853 |
| | Blackrock | Blackrock Global Allocation Fund | | 4,231,926 |
| | DFA | DFA Emerging Markets Core Equity Fund | | 231,063 |
| | Goldman Sachs | Goldman Sachs Small/Mid Cap Growth Fund | | 2,124,004 |
| | Invesco | Invesco Van Kampen Small Cap Value Fund Y | | 2,826,593 |
| | Mainstay | Mainstay Large Cap Growth Fund I | | 5,464,200 |
| | Manning & Napier | Manning & Napier World Opportunities Fund A | | 6,150,774 |
| | Brown Capital | Brown Capital Mgmt Small Company Fund I | | 2,045,163 |
| | Vanguard | Vanguard Extended Market Index Fund | | 3,622,976 |
| | Vanguard | Vanguard Institutional Index Fund | | 16,716,488 |
| | Vanguard | Vanguard Total Stock Market Index Fund | | 903,004 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target Today Fund | | 382,385 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2010 Fund | | 56,272 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2015 Fund | | 1,163,117 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2020 Fund | | 1,743,773 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2025 Fund | | 2,637,984 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2030 Fund | | 3,807,650 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2035 Fund | | 2,851,233 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2040 Fund | | 1,775,664 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2045 Fund | | 1,704,335 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2050 Fund | | 644,803 |
| * | Wells Fargo | Wells Fargo Advantage Dow Jones Target 2055 Fund | | 75,896 |
| | Vanguard | Vanguard Equity Income Fund | | 3,685,366 |
| | PIMCO | PIMCO Total Return Institutional Fund | | 3,627,077 |
| | Vanguard | Vanguard Total Bond Market Index Institutional Fund | | 585,587 |
| | | Total Mutual Funds | | 71,302,186 |
| | | Collective Trust Fund | | |
| * | Wells Fargo | Wells Fargo Stable Return Fund N25 (at Contract Value) | | 8,543,013 |
| * | Participant Loans | 4.25% to 10.00% Interest | - | 756,445 |
| | Total Investments (Held at End of Year) | | | $ 80,601,644 |

** Designates party-in-interest*

*** Cost not required for participant-directed investments*