# 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
SUREFIRE, LLC 401(K) PLAN

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

**1c** Effective date of plan 03/01/1997

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

SUREFIRE, LLC

18300 MT. BALDY CIRCLE
FOUNTAIN VALLEY, CA 92708

**2b** Employer Identification Number (EIN)
95-4837677

**2c** Sponsor's telephone number
714-545-9444

**2d** Business code (see instructions)
335100

**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 | DEBORAH KEMPER |
| | **Signature of plan administrator** | Date | Enter name of individual signing as plan administrator |
| **SIGN HERE** | | | |
| | **Signature of employer/plan sponsor** | Date | Enter name of individual signing as employer or plan sponsor |
| **SIGN HERE** | | | |
| | **Signature of DFE** | Date | Enter name of individual signing as DFE |

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

Preparer's telephone number (optional)

**3a** Plan administrator's name and address [X] Same as Plan Sponsor Name [ ] Same as Plan Sponsor Address

**3b** Administrator's EIN

**3c** Administrator's telephone number

**4** If the name and/or EIN of the plan sponsor has changed since the last return/report filed for this plan, enter the name, EIN and the plan number from the last return/report:

**a** Sponsor's name

**4b** EIN

**4c** PN

| | | | |
|---|---|---|---|
| **5** | Total number of participants at the beginning of the plan year | **5** | 453 |
| **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** | 430 |
| **b** | Retired or separated participants receiving benefits | **6b** | 0 |
| **c** | Other retired or separated participants entitled to future benefits | **6c** | 37 |
| **d** | Subtotal. Add lines **6a**, **6b**, and **6c** | **6d** | 467 |
| **e** | Deceased participants whose beneficiaries are receiving or are entitled to receive benefits. | **6e** | 0 |
| **f** | Total. Add lines **6d** and **6e**. | **6f** | 467 |
| **g** | Number of participants with account balances as of the end of the plan year (only defined contribution plans complete this item) | **6g** | 200 |
| **h** | Number of participants that terminated employment during the plan year with accrued benefits that were less than 100% vested | **6h** | 0 |
| **7** | Enter the total number of employers obligated to contribute to the plan (only multiemployer plans complete this item) | **7** | |

**8a** If the plan provides pension benefits, enter the applicable pension feature codes from the List of Plan Characteristics Codes in the instructions:
2K 2T 3D 3F 2E 2F 2G 2J

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

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

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

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

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

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

**a Pension Schedules**

- **(1)** [X] **R** (Retirement Plan Information)
- **(2)** [ ] **MB** (Multiemployer Defined Benefit Plan and Certain Money Purchase Plan Actuarial Information) - signed by the plan actuary
- **(3)** [ ] **SB** (Single-Employer Defined Benefit Plan Actuarial Information) - signed by the plan actuary

**b General Schedules**

- **(1)** [X] **H** (Financial Information)
- **(2)** [ ] **I** (Financial Information – Small Plan)
- **(3)** [ ] ___ **A** (Insurance Information)
- **(4)** [X] **C** (Service Provider Information)
- **(5)** [ ] **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
SUREFIRE, LLC 401(K) PLAN

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

**C** Plan sponsor's name as shown on line 2a of Form 5500
SUREFIRE, LLC

**D** Employer Identification Number (EIN)
95-4837677

## 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

FIDELITY INVESTMENTS INSTITUTIONAL

04-2647786

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

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

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

FIDELITY INVESTMENTS INSTITUTIONAL

04-2647786

| (b) Service Code(s) | (c) Relationship to employer, employee organization, or person known to be a party-in-interest | (d) Enter direct compensation paid by the plan. If none, enter -0-. | (e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor) | (f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures? | (g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-. | (h) Did the service provider give you a formula instead of an amount or estimated amount? |
|---|---|---|---|---|---|---|
| 37 60 64 65 | RECORDKEEPER | 2906 | Yes [X] No [ ] | Yes [X] No [ ] | 0 | Yes [X] No [ ] |

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

USI SECURITIES INC

95 GLASTONBURY BLVD STE 102
GLASTONBURY, CT 06033

| (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? |
|---|---|---|---|---|---|---|
| 55 | ADVISOR | 0 | Yes [X] No [ ] | Yes [X] No [ ] | 21823 | Yes [ ] No [X] |

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

NATIONAL FINANCIAL SERVICES LLC

04-3523567

| (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? |
|---|---|---|---|---|---|---|
| 61 | PAYING AGENT | 0 | Yes [X] No [ ] | Yes [X] No [ ] | 1284 | Yes [ ] No [X] |

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

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

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

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

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

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

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

## Part I Service Provider Information (continued)

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

| **(a)** Enter service provider name as it appears on line 2 | **(b)** Service Codes (see instructions) | **(c)** Enter amount of indirect compensation |
|---|---|---|
| FIDELITY INVESTMENTS INSTITUTIONAL | 60 | 0 |

| **(d)** Enter name and EIN (address) of source of indirect compensation | **(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation. |
|---|---|
| AM CENT GOVT BOND A - AMERICAN CEN<br><br>44-0619208 | 0.25% |

| **(a)** Enter service provider name as it appears on line 2 | **(b)** Service Codes (see instructions) | **(c)** Enter amount of indirect compensation |
|---|---|---|
| FIDELITY INVESTMENTS INSTITUTIONAL | 60 | 0 |

| **(d)** Enter name and EIN (address) of source of indirect compensation | **(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation. |
|---|---|
| BLKRK SM CAP INDEX A - BNY MELLON<br>P.O. BOX 9793<br>PROVIDENCE, RI 02940 | 0.05% |

| **(a)** Enter service provider name as it appears on line 2 | **(b)** Service Codes (see instructions) | **(c)** Enter amount of indirect compensation |
|---|---|---|
| FIDELITY INVESTMENTS INSTITUTIONAL | 60 | 0 |

| **(d)** Enter name and EIN (address) of source of indirect compensation | **(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation. |
|---|---|
| DREY BOND MKT IDX IV - DREYFUS TRA<br>200 PARK AVENUE<br>NEW YORK, NY 10166 | 0.15% |

## 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 |
|---|---|---|
| FIDELITY INVESTMENTS INSTITUTIONAL | 60 | 0 |

| **(d)** Enter name and EIN (address) of source of indirect compensation | **(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation. |
|---|---|
| DREYFUS S&P 500 INDX - DREYFUS TRA 200 PARK AVENUE NEW YORK, NY 10166 | 0.15% |

| **(a)** Enter service provider name as it appears on line 2 | **(b)** Service Codes (see instructions) | **(c)** Enter amount of indirect compensation |
|---|---|---|
| FIDELITY INVESTMENTS INSTITUTIONAL | 60 | 0 |

| **(d)** Enter name and EIN (address) of source of indirect compensation | **(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation. |
|---|---|
| HEARTLAND VAL PLS IV - ALPS FUND S<br>20-3247785 | 0.25% |

| **(a)** Enter service provider name as it appears on line 2 | **(b)** Service Codes (see instructions) | **(c)** Enter amount of indirect compensation |
|---|---|---|
| FIDELITY INVESTMENTS INSTITUTIONAL | 60 | 0 |

| **(d)** Enter name and EIN (address) of source of indirect compensation | **(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation. |
|---|---|
| HTFD INTL OPPS R4 - HARTFORD ADMIN<br>41-0679409 | 0.25% |

## 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 |
|---|---|---|
| FIDELITY INVESTMENTS INSTITUTIONAL | 60 | 0 |

| **(d)** Enter name and EIN (address) of source of indirect compensation | **(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation. |
|---|---|
| INVS MDCP CORE EQ A - INVESCO CANA 5140 YONGE STREET, SUITE 900 TORONTO, ON M2N 6 CA | 0.35% |

| **(a)** Enter service provider name as it appears on line 2 | **(b)** Service Codes (see instructions) | **(c)** Enter amount of indirect compensation |
|---|---|---|
| FIDELITY INVESTMENTS INSTITUTIONAL | 60 | 0 |

| **(d)** Enter name and EIN (address) of source of indirect compensation | **(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation. |
|---|---|
| INVS SELECT CO A - INVESCO CANADA 5140 YONGE STREET, SUITE 900 TORONTO, ON M2N 6 CA | 0.35% |

| **(a)** Enter service provider name as it appears on line 2 | **(b)** Service Codes (see instructions) | **(c)** Enter amount of indirect compensation |
|---|---|---|
| FIDELITY INVESTMENTS INSTITUTIONAL | 60 | 0 |

| **(d)** Enter name and EIN (address) of source of indirect compensation | **(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation. |
|---|---|
| JANUS FLEXIBLE BD S - JANUS SERVIC<br>43-1804048 | 0.25% |

## 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 |
|---|---|---|
| FIDELITY INVESTMENTS INSTITUTIONAL | 60 | 0 |

| **(d)** Enter name and EIN (address) of source of indirect compensation | **(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation. |
|---|---|
| JH DSCPL VAL MDCP R2 - JOHN HANCOC<br><br>01-0233346 | 0.25% |

| **(a)** Enter service provider name as it appears on line 2 | **(b)** Service Codes (see instructions) | **(c)** Enter amount of indirect compensation |
|---|---|---|
| FIDELITY INVESTMENTS INSTITUTIONAL | 60 | 0 |

| **(d)** Enter name and EIN (address) of source of indirect compensation | **(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation. |
|---|---|
| JPM LG CAP GRTH A - BOSTON FINANCI 330 W. 9TH STREET KANSAS CITY, MO 66160 | 0.25% |

| **(a)** Enter service provider name as it appears on line 2 | **(b)** Service Codes (see instructions) | **(c)** Enter amount of indirect compensation |
|---|---|---|
| FIDELITY INVESTMENTS INSTITUTIONAL | 60 | 0 |

| **(d)** Enter name and EIN (address) of source of indirect compensation | **(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation. |
|---|---|
| JPM US EQUITY A - BOSTON FINANCIAL 330 W. 9TH STREET KANSAS CITY, MO 66160 | 0.25% |

## 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 |
|---|---|---|
| FIDELITY INVESTMENTS INSTITUTIONAL | 60 | 0 |

| **(d)** Enter name and EIN (address) of source of indirect compensation | **(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation. |
|---|---|
| LD ABBETT DEV GRTH A - DST SYSTEMS<br><br>43-1581814 | 0.25% |

| **(a)** Enter service provider name as it appears on line 2 | **(b)** Service Codes (see instructions) | **(c)** Enter amount of indirect compensation |
|---|---|---|
| FIDELITY INVESTMENTS INSTITUTIONAL | 60 | 0 |

| **(d)** Enter name and EIN (address) of source of indirect compensation | **(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation. |
|---|---|
| LD ABBETT HIGH YLD A - DST SYSTEMS<br><br>43-1581814 | 0.25% |

| **(a)** Enter service provider name as it appears on line 2 | **(b)** Service Codes (see instructions) | **(c)** Enter amount of indirect compensation |
|---|---|---|
| FIDELITY INVESTMENTS INSTITUTIONAL | 60 | 0 |

| **(d)** Enter name and EIN (address) of source of indirect compensation | **(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation. |
|---|---|
| MUTUAL QUEST A - FRANKLIN TEMPLETO<br><br>94-3167260 | 0.25% |

## 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 |
|---|---|---|
| FIDELITY INVESTMENTS INSTITUTIONAL | 60 | 0 |

| **(d)** Enter name and EIN (address) of source of indirect compensation | **(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation. |
|---|---|
| OPPHMR DEV MKTS A - OFI GLOBAL ASS<br>TWO WORLD FINANCIAL CENTER<br>225 LIBERTY STREET, 14TH FLOOR<br>NEW YORK, NY 10281 | 0.25% |

| **(a)** Enter service provider name as it appears on line 2 | **(b)** Service Codes (see instructions) | **(c)** Enter amount of indirect compensation |
|---|---|---|
| FIDELITY INVESTMENTS INSTITUTIONAL | 60 | 0 |

| **(d)** Enter name and EIN (address) of source of indirect compensation | **(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation. |
|---|---|
| PERKINS MID CP VAL S - JANUS SERVI<br><br>43-1804048 | 0.25% |

| **(a)** Enter service provider name as it appears on line 2 | **(b)** Service Codes (see instructions) | **(c)** Enter amount of indirect compensation |
|---|---|---|
| FIDELITY INVESTMENTS INSTITUTIONAL | 60 | 0 |

| **(d)** Enter name and EIN (address) of source of indirect compensation | **(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation. |
|---|---|
| PRU/J MID CAP GR A - PRUDENTIAL MU<br><br>22-3703799 | 0.25% |

## 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 |
|---|---|---|
| FIDELITY INVESTMENTS INSTITUTIONAL | 60 | 0 |

| **(d)** Enter name and EIN (address) of source of indirect compensation | **(e)** Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation. |
|---|---|
| PUTN EQUITY INCOME A - PUTNAM INVE<br><br>04-2539562 | 0.25% |

| **(a)** Enter service provider name as it appears on line 2 | **(b)** Service Codes (see instructions) | **(c)** Enter amount of indirect compensation |
|---|---|---|
| NATIONAL FINANCIAL SERVICES LLC | 61 | 1284 |

| **(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. |
|---|---|
| PUTN EQUITY INCOME A - PUTNAM RETA<br><br>04-1223767 | --- |

| **(a)** Enter service provider name as it appears on line 2 | **(b)** Service Codes (see instructions) | **(c)** Enter amount of indirect compensation |
|---|---|---|
| USI SECURITIES INC | 55 | 21823 |

| **(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. |
|---|---|
| NATIONAL FINANCIAL SERVICES LLC<br><br>04-3523567 | --- |

## 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 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
SUREFIRE, LLC 401(K) PLAN

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

**C** Plan sponsor's name as shown on line 2a of Form 5500
SUREFIRE, LLC

**D** Employer Identification Number (EIN)
95-4837677

## 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 | 0 | 0 |
| **b** Receivables (less allowance for doubtful accounts): | | | |
| **(1)** Employer contributions | 1b(1) | 0 | 0 |
| **(2)** Participant contributions | 1b(2) | 0 | 0 |
| **(3)** Other | 1b(3) | 0 | 0 |
| **c** General investments: | | | |
| **(1)** Interest-bearing cash (include money market accounts & certificates of deposit) | 1c(1) | 231337 | 293368 |
| **(2)** U.S. Government securities | 1c(2) | 0 | 0 |
| **(3)** Corporate debt instruments (other than employer securities): | | | |
| **(A)** Preferred | 1c(3)(A) | 0 | 0 |
| **(B)** All other | 1c(3)(B) | 0 | 0 |
| **(4)** Corporate stocks (other than employer securities): | | | |
| **(A)** Preferred | 1c(4)(A) | 0 | 0 |
| **(B)** Common | 1c(4)(B) | 0 | 0 |
| **(5)** Partnership/joint venture interests | 1c(5) | 0 | 0 |
| **(6)** Real estate (other than employer real property) | 1c(6) | 0 | 0 |
| **(7)** Loans (other than to participants) | 1c(7) | 0 | 0 |
| **(8)** Participant loans | 1c(8) | 237090 | 170275 |
| **(9)** Value of interest in common/collective trusts | 1c(9) | 0 | 0 |
| **(10)** Value of interest in pooled separate accounts | 1c(10) | 0 | 0 |
| **(11)** Value of interest in master trust investment accounts | 1c(11) | 0 | 0 |
| **(12)** Value of interest in 103-12 investment entities | 1c(12) | 0 | 0 |
| **(13)** Value of interest in registered investment companies (e.g., mutual funds) | 1c(13) | 8113341 | 9729580 |
| **(14)** Value of funds held in insurance company general account (unallocated contracts) | 1c(14) | | |
| **(15)** Other | 1c(15) | 0 | 0 |

| | | (a) Beginning of Year | (b) End of Year |
|---|---|---|---|
| **1d** Employer-related investments: | | | |
| **(1)** Employer securities | 1d(1) | 0 | 0 |
| **(2)** Employer real property | 1d(2) | 0 | 0 |
| **e** Buildings and other property used in plan operation | 1e | 0 | 0 |
| **f** Total assets (add all amounts in lines 1a through 1e) | 1f | 8581768 | 10193223 |
| **Liabilities** | | | |
| **g** Benefit claims payable | 1g | 11276 | 0 |
| **h** Operating payables | 1h | 0 | 0 |
| **i** Acquisition indebtedness | 1i | 0 | 0 |
| **j** Other liabilities | 1j | 0 | 0 |
| **k** Total liabilities (add all amounts in lines 1g through1j) | 1k | 11276 | 0 |
| **Net Assets** | | | |
| **l** Net assets (subtract line 1k from line 1f) | 1l | 8570492 | 10193223 |

## 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) | 0 | |
| **(B)** Participants | 2a(1)(B) | 905130 | |
| **(C)** Others (including rollovers) | 2a(1)(C) | 0 | |
| **(2)** Noncash contributions | 2a(2) | 0 | |
| **(3)** Total contributions. Add lines **2a(1)(A), (B), (C),** and line **2a(2)** | 2a(3) | | 905130 |
| **b Earnings on investments:** | | | |
| **(1)** Interest: | | | |
| **(A)** Interest-bearing cash (including money market accounts and certificates of deposit) | 2b(1)(A) | 39 | |
| **(B)** U.S. Government securities | 2b(1)(B) | 0 | |
| **(C)** Corporate debt instruments | 2b(1)(C) | 0 | |
| **(D)** Loans (other than to participants) | 2b(1)(D) | 0 | |
| **(E)** Participant loans | 2b(1)(E) | 8502 | |
| **(F)** Other | 2b(1)(F) | 0 | |
| **(G)** Total interest. Add lines **2b(1)(A)** through **(F)** | 2b(1)(G) | | 8541 |
| **(2)** Dividends: **(A)** Preferred stock | 2b(2)(A) | 0 | |
| **(B)** Common stock | 2b(2)(B) | 0 | |
| **(C)** Registered investment company shares (e.g. mutual funds) | 2b(2)(C) | 569469 | |
| **(D)** Total dividends. Add lines **2b(2)(A)**, **(B)**, and **(C)** | 2b(2)(D) | | 569469 |
| **(3)** Rents | 2b(3) | | 0 |
| **(4)** Net gain (loss) on sale of assets: **(A)** Aggregate proceeds | 2b(4)(A) | 0 | |
| **(B)** Aggregate carrying amount (see instructions) | 2b(4)(B) | 0 | |
| **(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) | 0 | |
| **(B)** Other | 2b(5)(B) | 0 | |
| **(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) | | 0 |
| (7) Net investment gain (loss) from pooled separate accounts | 2b(7) | | 0 |
| (8) Net investment gain (loss) from master trust investment accounts | 2b(8) | | 0 |
| (9) Net investment gain (loss) from 103-12 investment entities | 2b(9) | | 0 |
| (10) Net investment gain (loss) from registered investment companies (e.g., mutual funds) | 2b(10) | | 761980 |
| c Other income | 2c | | 0 |
| d Total income. Add all **income** amounts in column (b) and enter total | 2d | | 2245120 |
| **Expenses** | | | |
| e Benefit payment and payments to provide benefits: | | | |
| (1) Directly to participants or beneficiaries, including direct rollovers | 2e(1) | 607048 | |
| (2) To insurance carriers for the provision of benefits | 2e(2) | 0 | |
| (3) Other | 2e(3) | 0 | |
| (4) Total benefit payments. Add lines **2e(1)** through **(3)** | 2e(4) | | 607048 |
| f Corrective distributions (see instructions) | 2f | | 12190 |
| g Certain deemed distributions of participant loans (see instructions) | 2g | | 245 |
| h Interest expense | 2h | | 0 |
| i Administrative expenses: (1) Professional fees | 2i(1) | 0 | |
| (2) Contract administrator fees | 2i(2) | 0 | |
| (3) Investment advisory and management fees | 2i(3) | 0 | |
| (4) Other | 2i(4) | 2906 | |
| (5) Total administrative expenses. Add lines **2i(1)** through **(4)** | 2i(5) | | 2906 |
| j Total expenses. Add all **expense** amounts in column (b) and enter total | 2j | | 622389 |
| **Net Income and Reconciliation** | | | |
| k Net income (loss). Subtract line **2j** from line **2d** | 2k | | 1622731 |
| l Transfers of assets: | | | |
| (1) To this plan | 2l(1) | | 0 |
| (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: HASKELL & WHITE, LLP **(2)** EIN: 33-0310569

**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 | | 49025 |
| **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 | | 1000000 |
| 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 | | X | |

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

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

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

**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
SUREFIRE, LLC 401(K) PLAN

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

**C** Plan sponsor's name as shown on line 2a of Form 5500
SUREFIRE, LLC

**D** Employer Identification Number (EIN)
95-4837677

## Part I Distributions

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

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

**2** Enter the EIN(s) of payor(s) who paid benefits on behalf of the plan to participants or beneficiaries during the year (if more than two, enter EINs of the two payors who paid the greatest dollar amounts of benefits):

EIN(s): 04-6568107

**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):

**Financial Statements and Supplemental Schedules (with Independent Auditors' Report Thereon)**

# SUREFIRE, LLC 401(K) PLAN

**As of December 31, 2013 and 2012 and for the Year Ended December 31, 2013**

*Financial Statements and Supplemental Schedules*
*(with Independent Auditors' Report Thereon)*




# SUREFIRE, LLC 401(K) PLAN

*As of December 31, 2013 and 2012*
*and for the Year Ended December 31, 2013*

**SUREFIRE, LLC 401(K) PLAN**

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NOTE: All other supplemental schedules required by 29 CFR Section 2520.130-10 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974 are omitted because of the absence of conditions under which they are required.

HASKELL & WHITE LLP

CERTIFIED PUBLIC ACCOUNTANTS AND BUSINESS ADVISORS

# INDEPENDENT AUDITORS' REPORT

To the Board of Trustees and Management
SureFire, LLC 401(k) Plan

***Report on the Financial Statements***

We were engaged to audit the accompanying financial statements of SureFire, LLC 401(k) Plan (the "Plan"), which comprise the statements of net assets available for plan benefits as of December 31, 2013 and 2012, and the related statement of changes in net assets available for plan benefits for the year ended December 31, 2013, 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 ("ERISA"), the Plan Administrator instructed us not to perform, and we did not perform, any auditing procedures with respect to the information summarized in Notes 3 and 4, which was certified by Great-West Retirement Services and Fidelity Management Trust Company, the asset custodians of the Plan, except for comparing such information with the related information included in the financial statements and supplemental schedules. We have been informed by the Plan Administrator that the asset custodians hold the Plan's investment assets and execute investment transactions. The Plan Administrator has obtained certifications from the asset custodians as of December 31, 2013 and 2012, and for the year ended December 31, 2013, as applicable, that the information provided to the Plan Administrator by the asset custodians is complete and accurate.



8001 IRVINE CENTER DRIVE
SUITE 300 • IRVINE, CA 92618
949.450.6200 FAX 949.450.6201
www.hwcpa.com

## INDEPENDENT AUDITORS' REPORT (CONTINUED)

***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 schedules of Schedule H, Line 4a – Schedule of Delinquent Participant Contributions and Schedule H, Line 4i – Schedule of Assets (Held at End of Year) are required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA and are presented for the purpose of additional analysis and are 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 supplementary information referred to above.

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

The form and content of the information included in the financial statements and supplemental schedules, other than that derived from the information certified by the asset custodians, 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 ERISA.

Haskell & White LLP

HASKELL & WHITE LLP

October 1, 2014
Irvine, California

**SUREFIRE, LLC 401(K) PLAN**

**Statements of Net Assets Available for Plan Benefits**
**As of December 31, 2013 and 2012**

| | 2013 | 2012 |
|---|---|---|
| **ASSETS** | | |
| **Investments, at fair value (Notes 3 and 4):** | | |
| Interest-bearing cash | **$ 293,368** | $ 231,337 |
| Mutual funds | **9,729,580** | 8,113,341 |
| **Total investments, at fair value** | **10,022,948** | 8,344,678 |
| **Notes receivable from participants** | **170,275** | 237,090 |
| **Total assets** | **10,193,223** | 8,581,768 |
| **LIABILITIES** | | |
| **Excess participant contributions payable (Note 8)** | **-** | 11,276 |
| **Net assets available for plan benefits** | **$ 10,193,223** | $ 8,570,492 |

See accompanying notes to financial statements and independent auditors' report.

**SUREFIRE, LLC 401(K) PLAN**

**Statement of Changes in Net Assets Available for Plan Benefits**
**For the Year Ended December 31, 2013**

| | |
|---|---|
| **Additions to net assets attributed to:** | |
| Contributions: | |
| Participants | $ 905,130 |
| Total contributions | 905,130 |
| Investments: | |
| Interest on interest-bearing cash | 39 |
| Net appreciation in fair value of mutual funds | 660,633 |
| Net realized gain on mutual funds | 101,348 |
| Dividends on mutual funds | 569,469 |
| Total investments | 1,331,489 |
| Interest on notes receivable from participants | 8,502 |
| Total additions | 2,245,121 |
| **Deductions from net assets attributed to:** | |
| Benefits paid to participants | 618,324 |
| Corrective participant distributions | 914 |
| Deemed distributions of notes receivable from participants | 245 |
| Administrative expenses | 2,907 |
| Total deductions | 622,390 |
| **Net increase** | 1,622,731 |
| **Net assets available for plan benefits:** | |
| **Beginning of year** | 8,570,492 |
| **End of year** | $ 10,193,223 |

See accompanying notes to financial statements and independent auditors' report.

## (1) Plan Description

The following brief description of the SureFire, LLC 401(k) Plan (the "Plan") is provided for general information purposes only. Participants should refer to the Plan agreement for a complete description of the Plan's provisions.

*General*

The Plan is a defined contribution plan that was established effective March 1, 1997 and is administered by SureFire, LLC (the "Company" or the "Plan Administrator"). The Company is responsible for the day-to-day administration and operation of the Plan. The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974 ("ERISA") and is designed to qualify under Section 401(k) of the Internal Revenue Code (the "Code"). The Company has contracted with Great-West Retirement Services ("Great-West") and Fidelity Management Trust Company ("Fidelity") to act as the asset custodians and record-keepers. Great-West and Fidelity hold and distribute the funds of the Plan in accordance with the Plan's provisions and the instructions of the Company. Since December 31, 2011, Fidelity is the Plan's asset custodian and record-keeper for all the Plan's investments, except the guaranteed portfolio fund for which Great-West was the asset custodian and record-keeper through December 31, 2012.

The Plan was amended and restated in 2002 to conform the Plan to new tax laws. The Plan was amended and restated in 2011 in order to lower the participation age requirement from 21 to 18 years of age. The Plan was amended and restated in 2012 in order to lower the participation length of service requirement from six to three months and allow for automatic distributions of terminated participant account balances that do not exceed $5,000 under certain circumstances, as defined by the Plan agreement, as amended.

*Contributions*

Employees of the Company are eligible to participate in the Plan after completing three months of service (six months prior to July 2, 2012) and attaining the age of 18 (age 21 prior to August 1, 2011). Participants may elect to contribute to the Plan up to 100% of their annual eligible compensation, as defined by the Plan Agreement, up to the annual maximum allowed under the Code, which was $17,500 for the year ended December 31, 2013. All employees who were eligible to make pretax deferrals under the Plan and had attained age 50 before the close of the plan year were eligible to make catch-up contributions in accordance with, and subject to, the limitations of the Code. Participants may rollover into the Plan amounts representing distributions from other qualified plans. The Company may make discretionary matching contributions or profit sharing contributions to the Plan. Discretionary matching contributions may not exceed 5% of a participant's annual eligible compensation. The Company did not make any discretionary contributions during the year ended December 31, 2013.

## (1) Plan Description (continued)

*Participant Accounts*

Each participant's account is credited with the participant's contributions, allocations of the Company's discretionary contributions (if any) and investment earnings and charged with an allocation of expenses and investment losses. Allocations are based on participant earnings or account balances, as defined in the Plan agreement.

*Vesting*

Eligible participants are immediately 100% vested with respect to their voluntary contributions plus actual earnings thereon. Vesting in the Company's discretionary contributions plus actual earnings thereon is based on years of service. Participants vest in Company discretionary contributions at the annual rate of 33% after each of the first two years of credited service and the remaining 34% after the third year of credited service. Participants also become fully vested at death, retirement and upon termination for disability.

*Investment Options*

Participants direct the investment of their contributions and Company discretionary contributions into 30 diverse investment options offered by the Plan.

*Notes Receivable from Participants*

Participants may borrow from their fund accounts. Such borrowings and repayments are treated as transfers from and to, respectively, the participant's investment funds. Borrowings are secured by the participant's vested account balance and bear interest at a rate commensurate with local prevailing rates. Borrowings must be at least $1,000 and are limited to the lesser of $50,000, reduced by the highest outstanding loan balance during the preceding 12 months on the date the new loan is made, or 50% of the participant's vested account balance. Borrowings shall be repaid within five years, unless it is used for the purchase of a primary residence.

Notes receivable from participants are payable through semi-monthly payroll deductions in installments of principal plus interest at rates between 4.25% and 6.00%, with final payments due between 2014 and 2024.

## (1) Plan Description (continued)

*Payment of Benefits*

Upon termination of service due to death, retirement or disability, each participant or the participant's beneficiaries may receive all or a portion, as elected, of the vested interest in the participant's account in a lump sum payment or roll over his or her account balance into another qualified plan. Terminated participants who have account balances less than $5,000 will receive an automatic distribution, as defined by the Plan Agreement. If subject to lifetime required minimum distribution requirements in accordance with the Plan's provisions, participants may receive distribution payments in installments. In-service account withdrawals are permitted for participants who suffer certain financial hardships and meet criteria established by the Internal Revenue Service ("IRS"). In-service account withdrawals are also permitted for participants with 100% vested account balance upon the attainment of age 59½ or disability. Any withdrawals by participants prior to terminating employment with the Company and prior to age 59½ are subject to ordinary personal income taxes and penalty. Additionally, withdrawals by terminated participants, prior to the attainment of age 59½, which are not rolled over into another qualified plan, are also subject to ordinary income taxes and penalty.

*Administrative Expenses*

A portion of administrative fees and audit fees are paid by the Company.

*Plan Termination*

Although it has not expressed any intent to do so, the Company has the right to terminate the Plan subject to the provisions set forth by ERISA. In the event of Plan termination, participants would become 100% vested in their account balances.

## (2) Summary of Significant Accounting Policies

*Basis of Accounting*

The accompanying financial statements of the Plan have been prepared under the accrual basis of accounting and in accordance with accounting principles generally accepted in the United States of America ("GAAP").

The Plan Administrator evaluated subsequent events through October 1, 2014, the date the financial statements were available to be issued.

## (2) Summary of Significant Accounting Policies (continued)

*Use of Estimates*

In preparing financial statements in conformity with GAAP, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of additions and deductions during the reporting period. Actual results could differ from those estimates.

*Investment Valuation and Income*

The fair value of the Plan's investments in mutual funds is determined by the asset custodian based on each fund's net asset value ("NAV"). When calculating each mutual fund's NAV, Fidelity uses the market value for portfolio securities for which market quotations are readily available, typically the last quoted sales price at the time of valuation. When there are no readily available market quotations for a security, the portfolio security is valued based on its fair value, which typically is the amount which the mutual fund might reasonably expect to receive for the security upon a current sale.

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 for 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. There are no events or provisions that limit the ability of the Plan's participants to withdraw from or transact with the guaranteed portfolio fund at contract value. The Plan's investment in the guaranteed portfolio fund was determined to be a fully benefit-responsive investment contract. GAAP requires that the statement of net assets available for benefits presents the fair value of fully benefit-responsive investment contracts as well as an adjustment from a fair value to contract value. The fair value of the Plan's investment in the guaranteed portfolio fund approximated its contract value as of December 31, 2012. See Note 3.

Interest and dividend income from investments is recorded on the date received.

Management fees and operating expenses are charged to the Plan for investments and are deducted from income earned on a daily basis and are not separately reflected. Consequently, management fees and operating expenses are reflected as a reduction of investment return for such investments.

*Notes Receivable from Participants*

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

## (2) Summary of Significant Accounting Policies (continued)

*Payment of Benefits*

Benefit payments to participants are recorded upon distribution. There were no amounts allocated to accounts of persons who have elected to withdraw from the Plan as of December 31, 2013.

## (3) Investments

In accordance with GAAP, the Plan uses a hierarchy for measuring the fair value of all financial assets and liabilities that are being measured and reported at fair value on a recurring and non-recurring basis. Fair value is measured in levels, which are described in more detail below, and are determined based on the observability and reliability of the assumptions used to determine fair value.

Level 1: Valuation for assets and liabilities traded in active exchange markets. Valuations are obtained from readily available pricing sources for market transactions involving identical assets or liabilities.

Level 2: Valuations for assets and liabilities traded in less active dealer or broker markets. Valuations are obtained from third party pricing services for identical or comparable assets or liabilities.

Level 3: Valuations for assets and liabilities that are derived from other valuation methodologies, including option pricing models, discounted cash flow models, and similar techniques, and not based on market exchange, dealer or broker traded transactions. These valuations incorporate certain assumptions and projections in determining the fair value assigned to such assets or liabilities.

## (3) Investments (continued)

Investments in the Plan are measured and reported at fair value on a recurring basis. The following tables show the balances of these assets based on their GAAP designated levels:

| | December 31, 2013 | | | |
|---|---|---|---|---|
| | Level 1 | Level 2 | Level 3 | Total |
| Interest-bearing cash | $ 293,368 | $ - | $ - | $ 293,368 |
| Mutual funds | | | | |
| Target Date funds | 6,588,447 | - | - | 6,588,447 |
| Blended funds | 857,280 | - | - | 857,280 |
| Bond | 759,651 | - | - | 759,651 |
| Value funds | 700,960 | - | - | 700,960 |
| Growth funds | 468,424 | - | - | 468,424 |
| Income | 170,438 | - | - | 170,438 |
| Emerging Markets | 133,019 | - | - | 133,019 |
| World Stock | 51,361 | - | - | 51,361 |
| Total mutual funds | 9,729,580 | - | - | 9,729,580 |
| Total | $ 10,022,948 | $ - | $ - | $ 10,022,948 |

| | December 31, 2012 | | | |
|---|---|---|---|---|
| | Level 1 | Level 2 | Level 3 | Total |
| Interest-bearing cash | $ 231,337 | $ - | $ - | $ 231,337 |
| Mutual funds | | | | |
| Target Date funds | 6,008,351 | - | - | 6,008,351 |
| Bond | 695,212 | - | - | 695,212 |
| Blended funds | 513,632 | - | - | 513,632 |
| Value funds | 410,856 | - | - | 410,856 |
| Growth funds | 206,689 | - | - | 206,689 |
| Income | 142,542 | - | - | 142,542 |
| Emerging Markets | 103,136 | - | - | 103,136 |
| World Stock | 32,923 | - | - | 32,923 |
| Total mutual funds | 8,113,341 | - | - | 8,113,341 |
| Total | $ 8,344,678 | $ - | $ - | $ 8,344,678 |

The Plan's guaranteed portfolio fund provided for a variable interest rate of return. The interest rate was calculated by Great-West based on the earnings of the underlying assets in the entire medium-long term new portfolio compared with the minimum interest crediting rate and prevailing market conditions. In determining the fair value of the investment, an undiscounted cash flow method was used where the interest rate for the investment contract was reset on a quarterly basis. Given the frequency of revaluing, the fair value approximated the contract value.

**(3) Investments (continued)**

A reconciliation of the guaranteed portfolio fund for the year ended December 31, 2012 is as follows:

| | 2012 |
|---|---|
| Beginning balance | $ 813,387 |
| Purchases | - |
| Sales | (820,230) |
| Interest | 6,843 |
| Fees | - |
| Ending balance | $ - |

The actual average yield on the guaranteed portfolio fund was 1.45% for the year ended December 31, 2012.

The guaranteed portfolio fund ceased to be an investment option during 2012 when the Plan discontinued services with Great-West.

**(4) Investments and Information Certified by Great-West Retirement Services and Fidelity Management Trust Company**

The Plan Administrator has elected the method of compliance as permitted by 29 CFR 2520.103-8 of the U.S. Department of Labor's ("DOL") Rules and Regulations for Reporting and Disclosure under ERISA. Accordingly, as permitted under such election, the Plan Administrator instructed the Plan's independent auditor not to perform any auditing procedures with respect to the following information certified by Great-West or Fidelity, except for comparing such information certified by the asset custodians to information included in the Plan's financial statements and supplemental schedules. The table below presents the fair value of investments that were certified by Great-West or Fidelity.

Investments that represent 5% or more of the Plan's assets available for benefits as of December 31, 2013 and 2012 are separately identified:

**(4) Investments and Information Certified by Great-West Retirement Services and Fidelity Management Trust Company (continued)**

| | 2013 | 2012 |
|---|---|---|
| Fidelity Advisor Freedom 2015 Fund - Class A | **$ 1,118,430** | $ 940,878 |
| Fidelity Advisor Freedom 2030 Fund - Class A | **1,100,941** | 971,815 |
| Fidelity Advisor Freedom 2010 Fund - Class A | **1,033,412** | 904,353 |
| Fidelity Advisor Freedom 2035 Fund - Class A | **882,939** | 748,947 |
| Fidelity Advisor Freedom 2025 Fund - Class A | **847,634** | 685,648 |
| Fidelity Advisor Freedom 2020 Fund - Class A | **648,848** | 869,226 |
| Putnam Equity Income Fund - Class A | **614,987** | ** |
| Other investments individually less than 5% | **3,775,757** | 3,223,811 |
| | **$ 10,022,948** | $ 8,344,678 |

** Investment did not represent greater than 5% of the net assets available for plan benefits as of December 31, 2012.

**(5) Risks and Uncertainties**

The Plan is exposed to market and credit risk due to the various investment securities that may be selected by the participant in any combination. Investment securities are exposed to various risks, such as interest rate, market and credit risk. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in the value of investment securities, it is at least reasonably possible that changes in risk in the near term would materially affect participants' account balances and the amounts reported in the statements of net assets available for plan benefits and the statement of changes in net assets available for plan benefits.

**(6) Parties-in-interest**

The Plan's investment in the guaranteed portfolio fund was managed by Great-West Life and Annuity Company, which is an affiliate of the former asset custodian and record-keeper, Great-West Retirement Services; therefore, such transactions qualified as permitted party-in-interest transactions. The Plan's remaining investments (interest-bearing cash and mutual funds) are managed by Fidelity Investments, which is an affiliate of the asset custodian and record-keeper, Fidelity Management Trust Company; therefore, such transactions qualify as permitted party-in-interest transactions.

**(7) Tax Status**

Effective August 1, 2011, the Plan converted from a prototype standardized profit sharing plan submitted by Orchard Trust Company, dated November 27, 2001, to another prototype standardized profit sharing plan, the Volume Submitter Profit Sharing Plan with CODA, submitted by Fidelity Management and Research Company. The IRS has determined and

**(7) Tax Status (continued)**

notified Fidelity Management and Research Company by a letter dated March 31, 2008 that the form of the prototype plan is acceptable under section 401 of the Code for use by employers for the benefit of their employees; therefore, exempt from Federal income taxes. The Plan has been amended since the receipt of the above described IRS 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 Code. Accordingly, no provision for income taxes is included in the accompanying financial statements.

GAAP requires management to evaluate uncertain tax positions taken by the Plan. The financial statement effects of a tax position are recognized when the position is more likely than not, based on the technical merit, to be sustained upon examination by the IRS. The Company has analyzed the tax positions taken by the Plan and has concluded that as of December 31, 2013, there are no uncertain positions taken or expected to be taken. The Plan has recognized no interest or penalties related to uncertain tax positions. The Plan is subject to routine audits by taxing jurisdictions; however, the Company believes the Plan is no longer subject to income tax examinations for years prior to 2008.

**(8) Excess Contributions**

During the plan year December 31, 2012, the Plan had excess contributions payable of $11,276 which were paid out during the plan year ended December 31, 2013.

**(9) Prohibited Transactions**

*Untimely Remittance of Employee Contributions*

For the year ended December 31, 2013, the Company transferred employee contributions and loan repayments of $49,025 into the Plan after what was considered a reasonable amount of time as stated by the United States Department of Labor regulations. The Plan Sponsor deposited lost earnings in the amount of $47 to correct this failure. The Plan Sponsor will file Form 5330 and pay applicable excise tax. The excise tax payments will be made from the Plan Sponsor’s assets and not from assets of the Plan.

# SUPPLEMENTAL SCHEDULES

**SUREFIRE, LLC 401(K) PLAN**

**Schedule H, Line 4a – Schedule of Delinquent Participant Contributions**
**December 31, 2013**
**EIN # 33-0466919; Plan # 001**

| Participant Contributions Transferred Late to Plan | Total that Constitute Nonexempt Prohibited Transactions | | | Total Fully Corrected Under VFCP and PTE 2002-51 |
|---|---|---|---|---|
| **$49,025** | | | | **$0** |
| Check here if Late Participant Loan Repayments are included: [X] | Contributions Not Corrected | Contributions Corrected Outside VFCP | Contributions Pending Correction in VFCP | |
| | **$0** | **$0** | **$49,025** | |

See accompanying independent auditors' report.

**SUREFIRE, LLC 401(K) PLAN**

**Schedule H, Line 4i – Schedule of Assets (Held at End of Year)**
**December 31, 2013**
**EIN # 33-0466919; Plan # 001**

| (a) | (b) Identity of issuer, borrower, lessor or similar party | (c) Description of investment including maturity date, rate of interest, collateral, par or maturity value | (d) Cost | (e) Current value |
|---|---|---|---|---|
| * | Fidelity Investments | Fidelity Advisor Freedom 2015 Fund - Class A | $ 1,017,670 | $ 1,118,430 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2030 Fund - Class A | 953,834 | 1,100,941 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2010 Fund - Class A | 965,176 | 1,033,412 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2035 Fund - Class A | 759,647 | 882,939 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2025 Fund - Class A | 742,461 | 847,634 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2020 Fund - Class A | 584,573 | 648,848 |
| * | Fidelity Investments | Putnam Equity Income Fund - Class A | 488,716 | 614,987 |
| * | Fidelity Investments | Lord Abbett Developing Growth Fund - Class A | 315,551 | 347,064 |
| * | Fidelity Investments | Dreyfus S&P 500 Index Fund | 259,943 | 336,075 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2045 Fund - Class A | 284,527 | 333,323 |
| * | Fidelity Investments | Treasury Fund - Daily Money Class | 293,368 | 293,368 |
| * | Fidelity Investments | Dreyfus Bond Market Index Fund Class Investor | 307,682 | 291,462 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2005 Fund - Class A | 227,293 | 245,824 |
| * | Fidelity Investments | Lord Abbett High Yield Fund - Class A | 221,428 | 221,713 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2040 Fund - Class A | 169,359 | 199,806 |
| * | Fidelity Investments | Invesco Select Companies Fund - Class A | 166,060 | 190,678 |
| * | Fidelity Investments | JPMorgan US Equity Fund - Class A | 147,409 | 187,466 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2050 Fund - Class A | 149,048 | 177,290 |
| * | Fidelity Investments | Fidelity Advisor Freedom Income Fund - Class A | 169,660 | 170,438 |
| * | Fidelity Investments | Oppenheimer Developing Markets Fund - Class A | 115,914 | 133,019 |
| * | Fidelity Investments | Janus Flexible Bond Fund - Class S | 130,310 | 124,996 |
| * | Fidelity Investments | American Centruy Inv. Gov't Bond Fund - Class A | 127,871 | 121,480 |
| * | Fidelity Investments | Purdential Jennison Mid Cap Growth Fund - Class A | 85,653 | 105,144 |
| * | Fidelity Investments | Hartford International Opportunities Fund - Class R4 | 65,147 | 79,252 |
| * | Fidelity Investments | Heartland Value Plus Fund | 51,976 | 61,923 |
| * | Fidelity Investments | Columbia Mid Cap Index Fund Class A | 57,571 | 61,147 |
| * | Fidelity Investments | Mutual Quest Fund - Class A | 49,726 | 51,361 |
| * | Fidelity Investments | John Hancock Funds Disciplined Value Mid Cap Fund Class R2 | 21,698 | 24,050 |
| * | Fidelity Investments | JPMorgan Large Cap Growth Fund - Class A | 12,409 | 16,216 |
| * | Fidelity Investments | BlackRock Small Cap Index Fund Investor A Shares | 2,536 | 2,662 |
| | | | 8,944,216 | 10,022,948 |
| | Participant Loans | 4.25% - 6.00% | - | 170,275 |
| | | | $ 8,944,216 | $ 10,193,223 |

* Represents a party-in-interest.

See accompanying independent auditors' report.

**Financial Statements and Supplemental Schedules (with Independent Auditors' Report Thereon)**

# SUREFIRE, LLC 401(K) PLAN

**As of December 31, 2013 and 2012 and for the Year Ended December 31, 2013**

*Financial Statements and Supplemental Schedules*
*(with Independent Auditors' Report Thereon)*




# SUREFIRE, LLC 401(K) PLAN

*As of December 31, 2013 and 2012*
*and for the Year Ended December 31, 2013*

**SUREFIRE, LLC 401(K) PLAN**

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NOTE: All other supplemental schedules required by 29 CFR Section 2520.130-10 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974 are omitted because of the absence of conditions under which they are required.

HASKELL & WHITE LLP

CERTIFIED PUBLIC ACCOUNTANTS AND BUSINESS ADVISORS

# INDEPENDENT AUDITORS' REPORT

To the Board of Trustees and Management
SureFire, LLC 401(k) Plan

***Report on the Financial Statements***

We were engaged to audit the accompanying financial statements of SureFire, LLC 401(k) Plan (the "Plan"), which comprise the statements of net assets available for plan benefits as of December 31, 2013 and 2012, and the related statement of changes in net assets available for plan benefits for the year ended December 31, 2013, 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 ("ERISA"), the Plan Administrator instructed us not to perform, and we did not perform, any auditing procedures with respect to the information summarized in Notes 3 and 4, which was certified by Great-West Retirement Services and Fidelity Management Trust Company, the asset custodians of the Plan, except for comparing such information with the related information included in the financial statements and supplemental schedules. We have been informed by the Plan Administrator that the asset custodians hold the Plan's investment assets and execute investment transactions. The Plan Administrator has obtained certifications from the asset custodians as of December 31, 2013 and 2012, and for the year ended December 31, 2013, as applicable, that the information provided to the Plan Administrator by the asset custodians is complete and accurate.



8001 IRVINE CENTER DRIVE
SUITE 300 • IRVINE, CA 92618
949.450.6200 FAX 949.450.6201
www.hwcpa.com

## INDEPENDENT AUDITORS' REPORT (CONTINUED)

***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 schedules of Schedule H, Line 4a – Schedule of Delinquent Participant Contributions and Schedule H, Line 4i – Schedule of Assets (Held at End of Year) are required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA and are presented for the purpose of additional analysis and are 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 supplementary information referred to above.

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

The form and content of the information included in the financial statements and supplemental schedules, other than that derived from the information certified by the asset custodians, 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 ERISA.

Haskell & White LLP

HASKELL & WHITE LLP

October 1, 2014
Irvine, California

**SUREFIRE, LLC 401(K) PLAN**

**Statements of Net Assets Available for Plan Benefits**
**As of December 31, 2013 and 2012**

| | 2013 | 2012 |
|---|---|---|
| **ASSETS** | | |
| **Investments, at fair value (Notes 3 and 4):** | | |
| Interest-bearing cash | **$ 293,368** | $ 231,337 |
| Mutual funds | **9,729,580** | 8,113,341 |
| **Total investments, at fair value** | **10,022,948** | 8,344,678 |
| **Notes receivable from participants** | **170,275** | 237,090 |
| **Total assets** | **10,193,223** | 8,581,768 |
| **LIABILITIES** | | |
| **Excess participant contributions payable (Note 8)** | **-** | 11,276 |
| **Net assets available for plan benefits** | **$ 10,193,223** | $ 8,570,492 |

See accompanying notes to financial statements and independent auditors' report.

**SUREFIRE, LLC 401(K) PLAN**

**Statement of Changes in Net Assets Available for Plan Benefits**
**For the Year Ended December 31, 2013**

| | |
|---|---|
| **Additions to net assets attributed to:** | |
| Contributions: | |
| Participants | $ 905,130 |
| Total contributions | 905,130 |
| Investments: | |
| Interest on interest-bearing cash | 39 |
| Net appreciation in fair value of mutual funds | 660,633 |
| Net realized gain on mutual funds | 101,348 |
| Dividends on mutual funds | 569,469 |
| Total investments | 1,331,489 |
| Interest on notes receivable from participants | 8,502 |
| Total additions | 2,245,121 |
| **Deductions from net assets attributed to:** | |
| Benefits paid to participants | 618,324 |
| Corrective participant distributions | 914 |
| Deemed distributions of notes receivable from participants | 245 |
| Administrative expenses | 2,907 |
| Total deductions | 622,390 |
| **Net increase** | 1,622,731 |
| **Net assets available for plan benefits:** | |
| **Beginning of year** | 8,570,492 |
| **End of year** | $ 10,193,223 |

See accompanying notes to financial statements and independent auditors' report.

## (1) Plan Description

The following brief description of the SureFire, LLC 401(k) Plan (the "Plan") is provided for general information purposes only. Participants should refer to the Plan agreement for a complete description of the Plan's provisions.

*General*

The Plan is a defined contribution plan that was established effective March 1, 1997 and is administered by SureFire, LLC (the "Company" or the "Plan Administrator"). The Company is responsible for the day-to-day administration and operation of the Plan. The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974 ("ERISA") and is designed to qualify under Section 401(k) of the Internal Revenue Code (the "Code"). The Company has contracted with Great-West Retirement Services ("Great-West") and Fidelity Management Trust Company ("Fidelity") to act as the asset custodians and record-keepers. Great-West and Fidelity hold and distribute the funds of the Plan in accordance with the Plan's provisions and the instructions of the Company. Since December 31, 2011, Fidelity is the Plan's asset custodian and record-keeper for all the Plan's investments, except the guaranteed portfolio fund for which Great-West was the asset custodian and record-keeper through December 31, 2012.

The Plan was amended and restated in 2002 to conform the Plan to new tax laws. The Plan was amended and restated in 2011 in order to lower the participation age requirement from 21 to 18 years of age. The Plan was amended and restated in 2012 in order to lower the participation length of service requirement from six to three months and allow for automatic distributions of terminated participant account balances that do not exceed $5,000 under certain circumstances, as defined by the Plan agreement, as amended.

*Contributions*

Employees of the Company are eligible to participate in the Plan after completing three months of service (six months prior to July 2, 2012) and attaining the age of 18 (age 21 prior to August 1, 2011). Participants may elect to contribute to the Plan up to 100% of their annual eligible compensation, as defined by the Plan Agreement, up to the annual maximum allowed under the Code, which was $17,500 for the year ended December 31, 2013. All employees who were eligible to make pretax deferrals under the Plan and had attained age 50 before the close of the plan year were eligible to make catch-up contributions in accordance with, and subject to, the limitations of the Code. Participants may rollover into the Plan amounts representing distributions from other qualified plans. The Company may make discretionary matching contributions or profit sharing contributions to the Plan. Discretionary matching contributions may not exceed 5% of a participant's annual eligible compensation. The Company did not make any discretionary contributions during the year ended December 31, 2013.

## (1) Plan Description (continued)

*Participant Accounts*

Each participant's account is credited with the participant's contributions, allocations of the Company's discretionary contributions (if any) and investment earnings and charged with an allocation of expenses and investment losses. Allocations are based on participant earnings or account balances, as defined in the Plan agreement.

*Vesting*

Eligible participants are immediately 100% vested with respect to their voluntary contributions plus actual earnings thereon. Vesting in the Company's discretionary contributions plus actual earnings thereon is based on years of service. Participants vest in Company discretionary contributions at the annual rate of 33% after each of the first two years of credited service and the remaining 34% after the third year of credited service. Participants also become fully vested at death, retirement and upon termination for disability.

*Investment Options*

Participants direct the investment of their contributions and Company discretionary contributions into 30 diverse investment options offered by the Plan.

*Notes Receivable from Participants*

Participants may borrow from their fund accounts. Such borrowings and repayments are treated as transfers from and to, respectively, the participant's investment funds. Borrowings are secured by the participant's vested account balance and bear interest at a rate commensurate with local prevailing rates. Borrowings must be at least $1,000 and are limited to the lesser of $50,000, reduced by the highest outstanding loan balance during the preceding 12 months on the date the new loan is made, or 50% of the participant's vested account balance. Borrowings shall be repaid within five years, unless it is used for the purchase of a primary residence.

Notes receivable from participants are payable through semi-monthly payroll deductions in installments of principal plus interest at rates between 4.25% and 6.00%, with final payments due between 2014 and 2024.

## (1) Plan Description (continued)

*Payment of Benefits*

Upon termination of service due to death, retirement or disability, each participant or the participant's beneficiaries may receive all or a portion, as elected, of the vested interest in the participant's account in a lump sum payment or roll over his or her account balance into another qualified plan. Terminated participants who have account balances less than $5,000 will receive an automatic distribution, as defined by the Plan Agreement. If subject to lifetime required minimum distribution requirements in accordance with the Plan's provisions, participants may receive distribution payments in installments. In-service account withdrawals are permitted for participants who suffer certain financial hardships and meet criteria established by the Internal Revenue Service ("IRS"). In-service account withdrawals are also permitted for participants with 100% vested account balance upon the attainment of age 59½ or disability. Any withdrawals by participants prior to terminating employment with the Company and prior to age 59½ are subject to ordinary personal income taxes and penalty. Additionally, withdrawals by terminated participants, prior to the attainment of age 59½, which are not rolled over into another qualified plan, are also subject to ordinary income taxes and penalty.

*Administrative Expenses*

A portion of administrative fees and audit fees are paid by the Company.

*Plan Termination*

Although it has not expressed any intent to do so, the Company has the right to terminate the Plan subject to the provisions set forth by ERISA. In the event of Plan termination, participants would become 100% vested in their account balances.

## (2) Summary of Significant Accounting Policies

*Basis of Accounting*

The accompanying financial statements of the Plan have been prepared under the accrual basis of accounting and in accordance with accounting principles generally accepted in the United States of America ("GAAP").

The Plan Administrator evaluated subsequent events through October 1, 2014, the date the financial statements were available to be issued.

## (2) Summary of Significant Accounting Policies (continued)

*Use of Estimates*

In preparing financial statements in conformity with GAAP, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of additions and deductions during the reporting period. Actual results could differ from those estimates.

*Investment Valuation and Income*

The fair value of the Plan's investments in mutual funds is determined by the asset custodian based on each fund's net asset value ("NAV"). When calculating each mutual fund's NAV, Fidelity uses the market value for portfolio securities for which market quotations are readily available, typically the last quoted sales price at the time of valuation. When there are no readily available market quotations for a security, the portfolio security is valued based on its fair value, which typically is the amount which the mutual fund might reasonably expect to receive for the security upon a current sale.

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 for 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. There are no events or provisions that limit the ability of the Plan's participants to withdraw from or transact with the guaranteed portfolio fund at contract value. The Plan's investment in the guaranteed portfolio fund was determined to be a fully benefit-responsive investment contract. GAAP requires that the statement of net assets available for benefits presents the fair value of fully benefit-responsive investment contracts as well as an adjustment from a fair value to contract value. The fair value of the Plan's investment in the guaranteed portfolio fund approximated its contract value as of December 31, 2012. See Note 3.

Interest and dividend income from investments is recorded on the date received.

Management fees and operating expenses are charged to the Plan for investments and are deducted from income earned on a daily basis and are not separately reflected. Consequently, management fees and operating expenses are reflected as a reduction of investment return for such investments.

*Notes Receivable from Participants*

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

## (2) Summary of Significant Accounting Policies (continued)

*Payment of Benefits*

Benefit payments to participants are recorded upon distribution. There were no amounts allocated to accounts of persons who have elected to withdraw from the Plan as of December 31, 2013.

## (3) Investments

In accordance with GAAP, the Plan uses a hierarchy for measuring the fair value of all financial assets and liabilities that are being measured and reported at fair value on a recurring and non-recurring basis. Fair value is measured in levels, which are described in more detail below, and are determined based on the observability and reliability of the assumptions used to determine fair value.

Level 1: Valuation for assets and liabilities traded in active exchange markets. Valuations are obtained from readily available pricing sources for market transactions involving identical assets or liabilities.

Level 2: Valuations for assets and liabilities traded in less active dealer or broker markets. Valuations are obtained from third party pricing services for identical or comparable assets or liabilities.

Level 3: Valuations for assets and liabilities that are derived from other valuation methodologies, including option pricing models, discounted cash flow models, and similar techniques, and not based on market exchange, dealer or broker traded transactions. These valuations incorporate certain assumptions and projections in determining the fair value assigned to such assets or liabilities.

## (3) Investments (continued)

Investments in the Plan are measured and reported at fair value on a recurring basis. The following tables show the balances of these assets based on their GAAP designated levels:

| | December 31, 2013 | | | |
|---|---|---|---|---|
| | Level 1 | Level 2 | Level 3 | Total |
| Interest-bearing cash | $ 293,368 | $ - | $ - | $ 293,368 |
| Mutual funds | | | | |
| Target Date funds | 6,588,447 | - | - | 6,588,447 |
| Blended funds | 857,280 | - | - | 857,280 |
| Bond | 759,651 | - | - | 759,651 |
| Value funds | 700,960 | - | - | 700,960 |
| Growth funds | 468,424 | - | - | 468,424 |
| Income | 170,438 | - | - | 170,438 |
| Emerging Markets | 133,019 | - | - | 133,019 |
| World Stock | 51,361 | - | - | 51,361 |
| Total mutual funds | 9,729,580 | - | - | 9,729,580 |
| Total | $ 10,022,948 | $ - | $ - | $ 10,022,948 |

| | December 31, 2012 | | | |
|---|---|---|---|---|
| | Level 1 | Level 2 | Level 3 | Total |
| Interest-bearing cash | $ 231,337 | $ - | $ - | $ 231,337 |
| Mutual funds | | | | |
| Target Date funds | 6,008,351 | - | - | 6,008,351 |
| Bond | 695,212 | - | - | 695,212 |
| Blended funds | 513,632 | - | - | 513,632 |
| Value funds | 410,856 | - | - | 410,856 |
| Growth funds | 206,689 | - | - | 206,689 |
| Income | 142,542 | - | - | 142,542 |
| Emerging Markets | 103,136 | - | - | 103,136 |
| World Stock | 32,923 | - | - | 32,923 |
| Total mutual funds | 8,113,341 | - | - | 8,113,341 |
| Total | $ 8,344,678 | $ - | $ - | $ 8,344,678 |

The Plan's guaranteed portfolio fund provided for a variable interest rate of return. The interest rate was calculated by Great-West based on the earnings of the underlying assets in the entire medium-long term new portfolio compared with the minimum interest crediting rate and prevailing market conditions. In determining the fair value of the investment, an undiscounted cash flow method was used where the interest rate for the investment contract was reset on a quarterly basis. Given the frequency of revaluing, the fair value approximated the contract value.

**(3) Investments (continued)**

A reconciliation of the guaranteed portfolio fund for the year ended December 31, 2012 is as follows:

| | 2012 |
|---|---|
| Beginning balance | $ 813,387 |
| Purchases | - |
| Sales | (820,230) |
| Interest | 6,843 |
| Fees | - |
| Ending balance | $ - |

The actual average yield on the guaranteed portfolio fund was 1.45% for the year ended December 31, 2012.

The guaranteed portfolio fund ceased to be an investment option during 2012 when the Plan discontinued services with Great-West.

**(4) Investments and Information Certified by Great-West Retirement Services and Fidelity Management Trust Company**

The Plan Administrator has elected the method of compliance as permitted by 29 CFR 2520.103-8 of the U.S. Department of Labor's ("DOL") Rules and Regulations for Reporting and Disclosure under ERISA. Accordingly, as permitted under such election, the Plan Administrator instructed the Plan's independent auditor not to perform any auditing procedures with respect to the following information certified by Great-West or Fidelity, except for comparing such information certified by the asset custodians to information included in the Plan's financial statements and supplemental schedules. The table below presents the fair value of investments that were certified by Great-West or Fidelity.

Investments that represent 5% or more of the Plan's assets available for benefits as of December 31, 2013 and 2012 are separately identified:

**(4) Investments and Information Certified by Great-West Retirement Services and Fidelity Management Trust Company (continued)**

| | 2013 | 2012 |
|---|---|---|
| Fidelity Advisor Freedom 2015 Fund - Class A | **$ 1,118,430** | $ 940,878 |
| Fidelity Advisor Freedom 2030 Fund - Class A | **1,100,941** | 971,815 |
| Fidelity Advisor Freedom 2010 Fund - Class A | **1,033,412** | 904,353 |
| Fidelity Advisor Freedom 2035 Fund - Class A | **882,939** | 748,947 |
| Fidelity Advisor Freedom 2025 Fund - Class A | **847,634** | 685,648 |
| Fidelity Advisor Freedom 2020 Fund - Class A | **648,848** | 869,226 |
| Putnam Equity Income Fund - Class A | **614,987** | ** |
| Other investments individually less than 5% | **3,775,757** | 3,223,811 |
| | **$ 10,022,948** | $ 8,344,678 |

** Investment did not represent greater than 5% of the net assets available for plan benefits as of December 31, 2012.

**(5) Risks and Uncertainties**

The Plan is exposed to market and credit risk due to the various investment securities that may be selected by the participant in any combination. Investment securities are exposed to various risks, such as interest rate, market and credit risk. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in the value of investment securities, it is at least reasonably possible that changes in risk in the near term would materially affect participants' account balances and the amounts reported in the statements of net assets available for plan benefits and the statement of changes in net assets available for plan benefits.

**(6) Parties-in-interest**

The Plan's investment in the guaranteed portfolio fund was managed by Great-West Life and Annuity Company, which is an affiliate of the former asset custodian and record-keeper, Great-West Retirement Services; therefore, such transactions qualified as permitted party-in-interest transactions. The Plan's remaining investments (interest-bearing cash and mutual funds) are managed by Fidelity Investments, which is an affiliate of the asset custodian and record-keeper, Fidelity Management Trust Company; therefore, such transactions qualify as permitted party-in-interest transactions.

**(7) Tax Status**

Effective August 1, 2011, the Plan converted from a prototype standardized profit sharing plan submitted by Orchard Trust Company, dated November 27, 2001, to another prototype standardized profit sharing plan, the Volume Submitter Profit Sharing Plan with CODA, submitted by Fidelity Management and Research Company. The IRS has determined and

**(7) Tax Status (continued)**

notified Fidelity Management and Research Company by a letter dated March 31, 2008 that the form of the prototype plan is acceptable under section 401 of the Code for use by employers for the benefit of their employees; therefore, exempt from Federal income taxes. The Plan has been amended since the receipt of the above described IRS 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 Code. Accordingly, no provision for income taxes is included in the accompanying financial statements.

GAAP requires management to evaluate uncertain tax positions taken by the Plan. The financial statement effects of a tax position are recognized when the position is more likely than not, based on the technical merit, to be sustained upon examination by the IRS. The Company has analyzed the tax positions taken by the Plan and has concluded that as of December 31, 2013, there are no uncertain positions taken or expected to be taken. The Plan has recognized no interest or penalties related to uncertain tax positions. The Plan is subject to routine audits by taxing jurisdictions; however, the Company believes the Plan is no longer subject to income tax examinations for years prior to 2008.

**(8) Excess Contributions**

During the plan year December 31, 2012, the Plan had excess contributions payable of $11,276 which were paid out during the plan year ended December 31, 2013.

**(9) Prohibited Transactions**

*Untimely Remittance of Employee Contributions*

For the year ended December 31, 2013, the Company transferred employee contributions and loan repayments of $49,025 into the Plan after what was considered a reasonable amount of time as stated by the United States Department of Labor regulations. The Plan Sponsor deposited lost earnings in the amount of $47 to correct this failure. The Plan Sponsor will file Form 5330 and pay applicable excise tax. The excise tax payments will be made from the Plan Sponsor’s assets and not from assets of the Plan.

# SUPPLEMENTAL SCHEDULES

**SUREFIRE, LLC 401(K) PLAN**

**Schedule H, Line 4a – Schedule of Delinquent Participant Contributions**
**December 31, 2013**
**EIN # 33-0466919; Plan # 001**

| Participant Contributions Transferred Late to Plan | Total that Constitute Nonexempt Prohibited Transactions | | | Total Fully Corrected Under VFCP and PTE 2002-51 |
|---|---|---|---|---|
| **$49,025** | | | | **$0** |
| Check here if Late Participant Loan Repayments are included: [X] | Contributions Not Corrected | Contributions Corrected Outside VFCP | Contributions Pending Correction in VFCP | |
| | **$0** | **$0** | **$49,025** | |

See accompanying independent auditors' report.

**SUREFIRE, LLC 401(K) PLAN**

**Schedule H, Line 4i – Schedule of Assets (Held at End of Year)**
**December 31, 2013**
**EIN # 33-0466919; Plan # 001**

| (a) | (b) Identity of issuer, borrower, lessor or similar party | (c) Description of investment including maturity date, rate of interest, collateral, par or maturity value | (d) Cost | (e) Current value |
|---|---|---|---|---|
| * | Fidelity Investments | Fidelity Advisor Freedom 2015 Fund - Class A | $ 1,017,670 | $ 1,118,430 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2030 Fund - Class A | 953,834 | 1,100,941 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2010 Fund - Class A | 965,176 | 1,033,412 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2035 Fund - Class A | 759,647 | 882,939 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2025 Fund - Class A | 742,461 | 847,634 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2020 Fund - Class A | 584,573 | 648,848 |
| * | Fidelity Investments | Putnam Equity Income Fund - Class A | 488,716 | 614,987 |
| * | Fidelity Investments | Lord Abbett Developing Growth Fund - Class A | 315,551 | 347,064 |
| * | Fidelity Investments | Dreyfus S&P 500 Index Fund | 259,943 | 336,075 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2045 Fund - Class A | 284,527 | 333,323 |
| * | Fidelity Investments | Treasury Fund - Daily Money Class | 293,368 | 293,368 |
| * | Fidelity Investments | Dreyfus Bond Market Index Fund Class Investor | 307,682 | 291,462 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2005 Fund - Class A | 227,293 | 245,824 |
| * | Fidelity Investments | Lord Abbett High Yield Fund - Class A | 221,428 | 221,713 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2040 Fund - Class A | 169,359 | 199,806 |
| * | Fidelity Investments | Invesco Select Companies Fund - Class A | 166,060 | 190,678 |
| * | Fidelity Investments | JPMorgan US Equity Fund - Class A | 147,409 | 187,466 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2050 Fund - Class A | 149,048 | 177,290 |
| * | Fidelity Investments | Fidelity Advisor Freedom Income Fund - Class A | 169,660 | 170,438 |
| * | Fidelity Investments | Oppenheimer Developing Markets Fund - Class A | 115,914 | 133,019 |
| * | Fidelity Investments | Janus Flexible Bond Fund - Class S | 130,310 | 124,996 |
| * | Fidelity Investments | American Centruy Inv. Gov't Bond Fund - Class A | 127,871 | 121,480 |
| * | Fidelity Investments | Purdential Jennison Mid Cap Growth Fund - Class A | 85,653 | 105,144 |
| * | Fidelity Investments | Hartford International Opportunities Fund - Class R4 | 65,147 | 79,252 |
| * | Fidelity Investments | Heartland Value Plus Fund | 51,976 | 61,923 |
| * | Fidelity Investments | Columbia Mid Cap Index Fund Class A | 57,571 | 61,147 |
| * | Fidelity Investments | Mutual Quest Fund - Class A | 49,726 | 51,361 |
| * | Fidelity Investments | John Hancock Funds Disciplined Value Mid Cap Fund Class R2 | 21,698 | 24,050 |
| * | Fidelity Investments | JPMorgan Large Cap Growth Fund - Class A | 12,409 | 16,216 |
| * | Fidelity Investments | BlackRock Small Cap Index Fund Investor A Shares | 2,536 | 2,662 |
| | | | 8,944,216 | 10,022,948 |
| | Participant Loans | 4.25% - 6.00% | - | 170,275 |
| | | | $ 8,944,216 | $ 10,193,223 |

* Represents a party-in-interest.

See accompanying independent auditors' report.

**Financial Statements and Supplemental Schedules (with Independent Auditors' Report Thereon)**

# SUREFIRE, LLC 401(K) PLAN

**As of December 31, 2013 and 2012 and for the Year Ended December 31, 2013**

*Financial Statements and Supplemental Schedules*
*(with Independent Auditors' Report Thereon)*




# SUREFIRE, LLC 401(K) PLAN

*As of December 31, 2013 and 2012*
*and for the Year Ended December 31, 2013*

**SUREFIRE, LLC 401(K) PLAN**

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NOTE: All other supplemental schedules required by 29 CFR Section 2520.130-10 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974 are omitted because of the absence of conditions under which they are required.

HASKELL & WHITE LLP

CERTIFIED PUBLIC ACCOUNTANTS AND BUSINESS ADVISORS

# INDEPENDENT AUDITORS' REPORT

To the Board of Trustees and Management
SureFire, LLC 401(k) Plan

***Report on the Financial Statements***

We were engaged to audit the accompanying financial statements of SureFire, LLC 401(k) Plan (the "Plan"), which comprise the statements of net assets available for plan benefits as of December 31, 2013 and 2012, and the related statement of changes in net assets available for plan benefits for the year ended December 31, 2013, 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 ("ERISA"), the Plan Administrator instructed us not to perform, and we did not perform, any auditing procedures with respect to the information summarized in Notes 3 and 4, which was certified by Great-West Retirement Services and Fidelity Management Trust Company, the asset custodians of the Plan, except for comparing such information with the related information included in the financial statements and supplemental schedules. We have been informed by the Plan Administrator that the asset custodians hold the Plan's investment assets and execute investment transactions. The Plan Administrator has obtained certifications from the asset custodians as of December 31, 2013 and 2012, and for the year ended December 31, 2013, as applicable, that the information provided to the Plan Administrator by the asset custodians is complete and accurate.



8001 IRVINE CENTER DRIVE
SUITE 300 • IRVINE, CA 92618
949.450.6200 FAX 949.450.6201
www.hwcpa.com

## INDEPENDENT AUDITORS' REPORT (CONTINUED)

***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 schedules of Schedule H, Line 4a – Schedule of Delinquent Participant Contributions and Schedule H, Line 4i – Schedule of Assets (Held at End of Year) are required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA and are presented for the purpose of additional analysis and are 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 supplementary information referred to above.

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

The form and content of the information included in the financial statements and supplemental schedules, other than that derived from the information certified by the asset custodians, 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 ERISA.

Haskell & White LLP

HASKELL & WHITE LLP

October 1, 2014
Irvine, California

**SUREFIRE, LLC 401(K) PLAN**

**Statements of Net Assets Available for Plan Benefits**
**As of December 31, 2013 and 2012**

| | 2013 | 2012 |
|---|---|---|
| **ASSETS** | | |
| **Investments, at fair value (Notes 3 and 4):** | | |
| Interest-bearing cash | **$ 293,368** | $ 231,337 |
| Mutual funds | **9,729,580** | 8,113,341 |
| **Total investments, at fair value** | **10,022,948** | 8,344,678 |
| **Notes receivable from participants** | **170,275** | 237,090 |
| **Total assets** | **10,193,223** | 8,581,768 |
| **LIABILITIES** | | |
| **Excess participant contributions payable (Note 8)** | **-** | 11,276 |
| **Net assets available for plan benefits** | **$ 10,193,223** | $ 8,570,492 |

See accompanying notes to financial statements and independent auditors' report.

**SUREFIRE, LLC 401(K) PLAN**

**Statement of Changes in Net Assets Available for Plan Benefits**
**For the Year Ended December 31, 2013**

| | |
|---|---|
| **Additions to net assets attributed to:** | |
| Contributions: | |
| Participants | $ 905,130 |
| Total contributions | 905,130 |
| Investments: | |
| Interest on interest-bearing cash | 39 |
| Net appreciation in fair value of mutual funds | 660,633 |
| Net realized gain on mutual funds | 101,348 |
| Dividends on mutual funds | 569,469 |
| Total investments | 1,331,489 |
| Interest on notes receivable from participants | 8,502 |
| Total additions | 2,245,121 |
| **Deductions from net assets attributed to:** | |
| Benefits paid to participants | 618,324 |
| Corrective participant distributions | 914 |
| Deemed distributions of notes receivable from participants | 245 |
| Administrative expenses | 2,907 |
| Total deductions | 622,390 |
| **Net increase** | 1,622,731 |
| **Net assets available for plan benefits:** | |
| **Beginning of year** | 8,570,492 |
| **End of year** | $ 10,193,223 |

See accompanying notes to financial statements and independent auditors' report.

## (1) Plan Description

The following brief description of the SureFire, LLC 401(k) Plan (the "Plan") is provided for general information purposes only. Participants should refer to the Plan agreement for a complete description of the Plan's provisions.

*General*

The Plan is a defined contribution plan that was established effective March 1, 1997 and is administered by SureFire, LLC (the "Company" or the "Plan Administrator"). The Company is responsible for the day-to-day administration and operation of the Plan. The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974 ("ERISA") and is designed to qualify under Section 401(k) of the Internal Revenue Code (the "Code"). The Company has contracted with Great-West Retirement Services ("Great-West") and Fidelity Management Trust Company ("Fidelity") to act as the asset custodians and record-keepers. Great-West and Fidelity hold and distribute the funds of the Plan in accordance with the Plan's provisions and the instructions of the Company. Since December 31, 2011, Fidelity is the Plan's asset custodian and record-keeper for all the Plan's investments, except the guaranteed portfolio fund for which Great-West was the asset custodian and record-keeper through December 31, 2012.

The Plan was amended and restated in 2002 to conform the Plan to new tax laws. The Plan was amended and restated in 2011 in order to lower the participation age requirement from 21 to 18 years of age. The Plan was amended and restated in 2012 in order to lower the participation length of service requirement from six to three months and allow for automatic distributions of terminated participant account balances that do not exceed $5,000 under certain circumstances, as defined by the Plan agreement, as amended.

*Contributions*

Employees of the Company are eligible to participate in the Plan after completing three months of service (six months prior to July 2, 2012) and attaining the age of 18 (age 21 prior to August 1, 2011). Participants may elect to contribute to the Plan up to 100% of their annual eligible compensation, as defined by the Plan Agreement, up to the annual maximum allowed under the Code, which was $17,500 for the year ended December 31, 2013. All employees who were eligible to make pretax deferrals under the Plan and had attained age 50 before the close of the plan year were eligible to make catch-up contributions in accordance with, and subject to, the limitations of the Code. Participants may rollover into the Plan amounts representing distributions from other qualified plans. The Company may make discretionary matching contributions or profit sharing contributions to the Plan. Discretionary matching contributions may not exceed 5% of a participant's annual eligible compensation. The Company did not make any discretionary contributions during the year ended December 31, 2013.

## (1) Plan Description (continued)

*Participant Accounts*

Each participant's account is credited with the participant's contributions, allocations of the Company's discretionary contributions (if any) and investment earnings and charged with an allocation of expenses and investment losses. Allocations are based on participant earnings or account balances, as defined in the Plan agreement.

*Vesting*

Eligible participants are immediately 100% vested with respect to their voluntary contributions plus actual earnings thereon. Vesting in the Company's discretionary contributions plus actual earnings thereon is based on years of service. Participants vest in Company discretionary contributions at the annual rate of 33% after each of the first two years of credited service and the remaining 34% after the third year of credited service. Participants also become fully vested at death, retirement and upon termination for disability.

*Investment Options*

Participants direct the investment of their contributions and Company discretionary contributions into 30 diverse investment options offered by the Plan.

*Notes Receivable from Participants*

Participants may borrow from their fund accounts. Such borrowings and repayments are treated as transfers from and to, respectively, the participant's investment funds. Borrowings are secured by the participant's vested account balance and bear interest at a rate commensurate with local prevailing rates. Borrowings must be at least $1,000 and are limited to the lesser of $50,000, reduced by the highest outstanding loan balance during the preceding 12 months on the date the new loan is made, or 50% of the participant's vested account balance. Borrowings shall be repaid within five years, unless it is used for the purchase of a primary residence.

Notes receivable from participants are payable through semi-monthly payroll deductions in installments of principal plus interest at rates between 4.25% and 6.00%, with final payments due between 2014 and 2024.

## (1) Plan Description (continued)

*Payment of Benefits*

Upon termination of service due to death, retirement or disability, each participant or the participant's beneficiaries may receive all or a portion, as elected, of the vested interest in the participant's account in a lump sum payment or roll over his or her account balance into another qualified plan. Terminated participants who have account balances less than $5,000 will receive an automatic distribution, as defined by the Plan Agreement. If subject to lifetime required minimum distribution requirements in accordance with the Plan's provisions, participants may receive distribution payments in installments. In-service account withdrawals are permitted for participants who suffer certain financial hardships and meet criteria established by the Internal Revenue Service ("IRS"). In-service account withdrawals are also permitted for participants with 100% vested account balance upon the attainment of age 59½ or disability. Any withdrawals by participants prior to terminating employment with the Company and prior to age 59½ are subject to ordinary personal income taxes and penalty. Additionally, withdrawals by terminated participants, prior to the attainment of age 59½, which are not rolled over into another qualified plan, are also subject to ordinary income taxes and penalty.

*Administrative Expenses*

A portion of administrative fees and audit fees are paid by the Company.

*Plan Termination*

Although it has not expressed any intent to do so, the Company has the right to terminate the Plan subject to the provisions set forth by ERISA. In the event of Plan termination, participants would become 100% vested in their account balances.

## (2) Summary of Significant Accounting Policies

*Basis of Accounting*

The accompanying financial statements of the Plan have been prepared under the accrual basis of accounting and in accordance with accounting principles generally accepted in the United States of America ("GAAP").

The Plan Administrator evaluated subsequent events through October 1, 2014, the date the financial statements were available to be issued.

## (2) Summary of Significant Accounting Policies (continued)

*Use of Estimates*

In preparing financial statements in conformity with GAAP, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of additions and deductions during the reporting period. Actual results could differ from those estimates.

*Investment Valuation and Income*

The fair value of the Plan's investments in mutual funds is determined by the asset custodian based on each fund's net asset value ("NAV"). When calculating each mutual fund's NAV, Fidelity uses the market value for portfolio securities for which market quotations are readily available, typically the last quoted sales price at the time of valuation. When there are no readily available market quotations for a security, the portfolio security is valued based on its fair value, which typically is the amount which the mutual fund might reasonably expect to receive for the security upon a current sale.

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 for 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. There are no events or provisions that limit the ability of the Plan's participants to withdraw from or transact with the guaranteed portfolio fund at contract value. The Plan's investment in the guaranteed portfolio fund was determined to be a fully benefit-responsive investment contract. GAAP requires that the statement of net assets available for benefits presents the fair value of fully benefit-responsive investment contracts as well as an adjustment from a fair value to contract value. The fair value of the Plan's investment in the guaranteed portfolio fund approximated its contract value as of December 31, 2012. See Note 3.

Interest and dividend income from investments is recorded on the date received.

Management fees and operating expenses are charged to the Plan for investments and are deducted from income earned on a daily basis and are not separately reflected. Consequently, management fees and operating expenses are reflected as a reduction of investment return for such investments.

*Notes Receivable from Participants*

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

## (2) Summary of Significant Accounting Policies (continued)

*Payment of Benefits*

Benefit payments to participants are recorded upon distribution. There were no amounts allocated to accounts of persons who have elected to withdraw from the Plan as of December 31, 2013.

## (3) Investments

In accordance with GAAP, the Plan uses a hierarchy for measuring the fair value of all financial assets and liabilities that are being measured and reported at fair value on a recurring and non-recurring basis. Fair value is measured in levels, which are described in more detail below, and are determined based on the observability and reliability of the assumptions used to determine fair value.

Level 1: Valuation for assets and liabilities traded in active exchange markets. Valuations are obtained from readily available pricing sources for market transactions involving identical assets or liabilities.

Level 2: Valuations for assets and liabilities traded in less active dealer or broker markets. Valuations are obtained from third party pricing services for identical or comparable assets or liabilities.

Level 3: Valuations for assets and liabilities that are derived from other valuation methodologies, including option pricing models, discounted cash flow models, and similar techniques, and not based on market exchange, dealer or broker traded transactions. These valuations incorporate certain assumptions and projections in determining the fair value assigned to such assets or liabilities.

## (3) Investments (continued)

Investments in the Plan are measured and reported at fair value on a recurring basis. The following tables show the balances of these assets based on their GAAP designated levels:

| | December 31, 2013 | | | |
|---|---|---|---|---|
| | Level 1 | Level 2 | Level 3 | Total |
| Interest-bearing cash | $ 293,368 | $ - | $ - | $ 293,368 |
| Mutual funds | | | | |
| Target Date funds | 6,588,447 | - | - | 6,588,447 |
| Blended funds | 857,280 | - | - | 857,280 |
| Bond | 759,651 | - | - | 759,651 |
| Value funds | 700,960 | - | - | 700,960 |
| Growth funds | 468,424 | - | - | 468,424 |
| Income | 170,438 | - | - | 170,438 |
| Emerging Markets | 133,019 | - | - | 133,019 |
| World Stock | 51,361 | - | - | 51,361 |
| Total mutual funds | 9,729,580 | - | - | 9,729,580 |
| Total | $ 10,022,948 | $ - | $ - | $ 10,022,948 |

| | December 31, 2012 | | | |
|---|---|---|---|---|
| | Level 1 | Level 2 | Level 3 | Total |
| Interest-bearing cash | $ 231,337 | $ - | $ - | $ 231,337 |
| Mutual funds | | | | |
| Target Date funds | 6,008,351 | - | - | 6,008,351 |
| Bond | 695,212 | - | - | 695,212 |
| Blended funds | 513,632 | - | - | 513,632 |
| Value funds | 410,856 | - | - | 410,856 |
| Growth funds | 206,689 | - | - | 206,689 |
| Income | 142,542 | - | - | 142,542 |
| Emerging Markets | 103,136 | - | - | 103,136 |
| World Stock | 32,923 | - | - | 32,923 |
| Total mutual funds | 8,113,341 | - | - | 8,113,341 |
| Total | $ 8,344,678 | $ - | $ - | $ 8,344,678 |

The Plan's guaranteed portfolio fund provided for a variable interest rate of return. The interest rate was calculated by Great-West based on the earnings of the underlying assets in the entire medium-long term new portfolio compared with the minimum interest crediting rate and prevailing market conditions. In determining the fair value of the investment, an undiscounted cash flow method was used where the interest rate for the investment contract was reset on a quarterly basis. Given the frequency of revaluing, the fair value approximated the contract value.

**(3) Investments (continued)**

A reconciliation of the guaranteed portfolio fund for the year ended December 31, 2012 is as follows:

| | 2012 |
|---|---|
| Beginning balance | $ 813,387 |
| Purchases | - |
| Sales | (820,230) |
| Interest | 6,843 |
| Fees | - |
| Ending balance | $ - |

The actual average yield on the guaranteed portfolio fund was 1.45% for the year ended December 31, 2012.

The guaranteed portfolio fund ceased to be an investment option during 2012 when the Plan discontinued services with Great-West.

**(4) Investments and Information Certified by Great-West Retirement Services and Fidelity Management Trust Company**

The Plan Administrator has elected the method of compliance as permitted by 29 CFR 2520.103-8 of the U.S. Department of Labor's ("DOL") Rules and Regulations for Reporting and Disclosure under ERISA. Accordingly, as permitted under such election, the Plan Administrator instructed the Plan's independent auditor not to perform any auditing procedures with respect to the following information certified by Great-West or Fidelity, except for comparing such information certified by the asset custodians to information included in the Plan's financial statements and supplemental schedules. The table below presents the fair value of investments that were certified by Great-West or Fidelity.

Investments that represent 5% or more of the Plan's assets available for benefits as of December 31, 2013 and 2012 are separately identified:

**(4) Investments and Information Certified by Great-West Retirement Services and Fidelity Management Trust Company (continued)**

| | 2013 | 2012 |
|---|---|---|
| Fidelity Advisor Freedom 2015 Fund - Class A | **$ 1,118,430** | $ 940,878 |
| Fidelity Advisor Freedom 2030 Fund - Class A | **1,100,941** | 971,815 |
| Fidelity Advisor Freedom 2010 Fund - Class A | **1,033,412** | 904,353 |
| Fidelity Advisor Freedom 2035 Fund - Class A | **882,939** | 748,947 |
| Fidelity Advisor Freedom 2025 Fund - Class A | **847,634** | 685,648 |
| Fidelity Advisor Freedom 2020 Fund - Class A | **648,848** | 869,226 |
| Putnam Equity Income Fund - Class A | **614,987** | ** |
| Other investments individually less than 5% | **3,775,757** | 3,223,811 |
| | **$ 10,022,948** | $ 8,344,678 |

** Investment did not represent greater than 5% of the net assets available for plan benefits as of December 31, 2012.

**(5) Risks and Uncertainties**

The Plan is exposed to market and credit risk due to the various investment securities that may be selected by the participant in any combination. Investment securities are exposed to various risks, such as interest rate, market and credit risk. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in the value of investment securities, it is at least reasonably possible that changes in risk in the near term would materially affect participants' account balances and the amounts reported in the statements of net assets available for plan benefits and the statement of changes in net assets available for plan benefits.

**(6) Parties-in-interest**

The Plan's investment in the guaranteed portfolio fund was managed by Great-West Life and Annuity Company, which is an affiliate of the former asset custodian and record-keeper, Great-West Retirement Services; therefore, such transactions qualified as permitted party-in-interest transactions. The Plan's remaining investments (interest-bearing cash and mutual funds) are managed by Fidelity Investments, which is an affiliate of the asset custodian and record-keeper, Fidelity Management Trust Company; therefore, such transactions qualify as permitted party-in-interest transactions.

**(7) Tax Status**

Effective August 1, 2011, the Plan converted from a prototype standardized profit sharing plan submitted by Orchard Trust Company, dated November 27, 2001, to another prototype standardized profit sharing plan, the Volume Submitter Profit Sharing Plan with CODA, submitted by Fidelity Management and Research Company. The IRS has determined and

**(7) Tax Status (continued)**

notified Fidelity Management and Research Company by a letter dated March 31, 2008 that the form of the prototype plan is acceptable under section 401 of the Code for use by employers for the benefit of their employees; therefore, exempt from Federal income taxes. The Plan has been amended since the receipt of the above described IRS 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 Code. Accordingly, no provision for income taxes is included in the accompanying financial statements.

GAAP requires management to evaluate uncertain tax positions taken by the Plan. The financial statement effects of a tax position are recognized when the position is more likely than not, based on the technical merit, to be sustained upon examination by the IRS. The Company has analyzed the tax positions taken by the Plan and has concluded that as of December 31, 2013, there are no uncertain positions taken or expected to be taken. The Plan has recognized no interest or penalties related to uncertain tax positions. The Plan is subject to routine audits by taxing jurisdictions; however, the Company believes the Plan is no longer subject to income tax examinations for years prior to 2008.

**(8) Excess Contributions**

During the plan year December 31, 2012, the Plan had excess contributions payable of $11,276 which were paid out during the plan year ended December 31, 2013.

**(9) Prohibited Transactions**

*Untimely Remittance of Employee Contributions*

For the year ended December 31, 2013, the Company transferred employee contributions and loan repayments of $49,025 into the Plan after what was considered a reasonable amount of time as stated by the United States Department of Labor regulations. The Plan Sponsor deposited lost earnings in the amount of $47 to correct this failure. The Plan Sponsor will file Form 5330 and pay applicable excise tax. The excise tax payments will be made from the Plan Sponsor’s assets and not from assets of the Plan.

# SUPPLEMENTAL SCHEDULES

**SUREFIRE, LLC 401(K) PLAN**

**Schedule H, Line 4a – Schedule of Delinquent Participant Contributions**
**December 31, 2013**
**EIN # 33-0466919; Plan # 001**

| Participant Contributions Transferred Late to Plan | Total that Constitute Nonexempt Prohibited Transactions | | | Total Fully Corrected Under VFCP and PTE 2002-51 |
|---|---|---|---|---|
| **$49,025** | | | | **$0** |
| Check here if Late Participant Loan Repayments are included: [X] | Contributions Not Corrected | Contributions Corrected Outside VFCP | Contributions Pending Correction in VFCP | |
| | **$0** | **$0** | **$49,025** | |

See accompanying independent auditors' report.

**SUREFIRE, LLC 401(K) PLAN**

**Schedule H, Line 4i – Schedule of Assets (Held at End of Year)**
**December 31, 2013**
**EIN # 33-0466919; Plan # 001**

| (a) | (b) Identity of issuer, borrower, lessor or similar party | (c) Description of investment including maturity date, rate of interest, collateral, par or maturity value | (d) Cost | (e) Current value |
|---|---|---|---|---|
| * | Fidelity Investments | Fidelity Advisor Freedom 2015 Fund - Class A | $ 1,017,670 | $ 1,118,430 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2030 Fund - Class A | 953,834 | 1,100,941 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2010 Fund - Class A | 965,176 | 1,033,412 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2035 Fund - Class A | 759,647 | 882,939 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2025 Fund - Class A | 742,461 | 847,634 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2020 Fund - Class A | 584,573 | 648,848 |
| * | Fidelity Investments | Putnam Equity Income Fund - Class A | 488,716 | 614,987 |
| * | Fidelity Investments | Lord Abbett Developing Growth Fund - Class A | 315,551 | 347,064 |
| * | Fidelity Investments | Dreyfus S&P 500 Index Fund | 259,943 | 336,075 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2045 Fund - Class A | 284,527 | 333,323 |
| * | Fidelity Investments | Treasury Fund - Daily Money Class | 293,368 | 293,368 |
| * | Fidelity Investments | Dreyfus Bond Market Index Fund Class Investor | 307,682 | 291,462 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2005 Fund - Class A | 227,293 | 245,824 |
| * | Fidelity Investments | Lord Abbett High Yield Fund - Class A | 221,428 | 221,713 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2040 Fund - Class A | 169,359 | 199,806 |
| * | Fidelity Investments | Invesco Select Companies Fund - Class A | 166,060 | 190,678 |
| * | Fidelity Investments | JPMorgan US Equity Fund - Class A | 147,409 | 187,466 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2050 Fund - Class A | 149,048 | 177,290 |
| * | Fidelity Investments | Fidelity Advisor Freedom Income Fund - Class A | 169,660 | 170,438 |
| * | Fidelity Investments | Oppenheimer Developing Markets Fund - Class A | 115,914 | 133,019 |
| * | Fidelity Investments | Janus Flexible Bond Fund - Class S | 130,310 | 124,996 |
| * | Fidelity Investments | American Centruy Inv. Gov't Bond Fund - Class A | 127,871 | 121,480 |
| * | Fidelity Investments | Purdential Jennison Mid Cap Growth Fund - Class A | 85,653 | 105,144 |
| * | Fidelity Investments | Hartford International Opportunities Fund - Class R4 | 65,147 | 79,252 |
| * | Fidelity Investments | Heartland Value Plus Fund | 51,976 | 61,923 |
| * | Fidelity Investments | Columbia Mid Cap Index Fund Class A | 57,571 | 61,147 |
| * | Fidelity Investments | Mutual Quest Fund - Class A | 49,726 | 51,361 |
| * | Fidelity Investments | John Hancock Funds Disciplined Value Mid Cap Fund Class R2 | 21,698 | 24,050 |
| * | Fidelity Investments | JPMorgan Large Cap Growth Fund - Class A | 12,409 | 16,216 |
| * | Fidelity Investments | BlackRock Small Cap Index Fund Investor A Shares | 2,536 | 2,662 |
| | | | 8,944,216 | 10,022,948 |
| | Participant Loans | 4.25% - 6.00% | - | 170,275 |
| | | | $ 8,944,216 | $ 10,193,223 |

* Represents a party-in-interest.

See accompanying independent auditors' report.

**Financial Statements and Supplemental Schedules (with Independent Auditors' Report Thereon)**

# SUREFIRE, LLC 401(K) PLAN

**As of December 31, 2013 and 2012 and for the Year Ended December 31, 2013**

*Financial Statements and Supplemental Schedules*
*(with Independent Auditors' Report Thereon)*




# SUREFIRE, LLC 401(K) PLAN

*As of December 31, 2013 and 2012*
*and for the Year Ended December 31, 2013*

**SUREFIRE, LLC 401(K) PLAN**

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NOTE: All other supplemental schedules required by 29 CFR Section 2520.130-10 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974 are omitted because of the absence of conditions under which they are required.

HASKELL & WHITE LLP

CERTIFIED PUBLIC ACCOUNTANTS AND BUSINESS ADVISORS

# INDEPENDENT AUDITORS' REPORT

To the Board of Trustees and Management
SureFire, LLC 401(k) Plan

***Report on the Financial Statements***

We were engaged to audit the accompanying financial statements of SureFire, LLC 401(k) Plan (the "Plan"), which comprise the statements of net assets available for plan benefits as of December 31, 2013 and 2012, and the related statement of changes in net assets available for plan benefits for the year ended December 31, 2013, 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 ("ERISA"), the Plan Administrator instructed us not to perform, and we did not perform, any auditing procedures with respect to the information summarized in Notes 3 and 4, which was certified by Great-West Retirement Services and Fidelity Management Trust Company, the asset custodians of the Plan, except for comparing such information with the related information included in the financial statements and supplemental schedules. We have been informed by the Plan Administrator that the asset custodians hold the Plan's investment assets and execute investment transactions. The Plan Administrator has obtained certifications from the asset custodians as of December 31, 2013 and 2012, and for the year ended December 31, 2013, as applicable, that the information provided to the Plan Administrator by the asset custodians is complete and accurate.



8001 IRVINE CENTER DRIVE
SUITE 300 • IRVINE, CA 92618
949.450.6200 FAX 949.450.6201
www.hwcpa.com

## INDEPENDENT AUDITORS' REPORT (CONTINUED)

***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 schedules of Schedule H, Line 4a – Schedule of Delinquent Participant Contributions and Schedule H, Line 4i – Schedule of Assets (Held at End of Year) are required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA and are presented for the purpose of additional analysis and are 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 supplementary information referred to above.

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

The form and content of the information included in the financial statements and supplemental schedules, other than that derived from the information certified by the asset custodians, 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 ERISA.

Haskell & White LLP

HASKELL & WHITE LLP

October 1, 2014
Irvine, California

**SUREFIRE, LLC 401(K) PLAN**

**Statements of Net Assets Available for Plan Benefits**
**As of December 31, 2013 and 2012**

| | 2013 | 2012 |
|---|---|---|
| **ASSETS** | | |
| **Investments, at fair value (Notes 3 and 4):** | | |
| Interest-bearing cash | **$ 293,368** | $ 231,337 |
| Mutual funds | **9,729,580** | 8,113,341 |
| **Total investments, at fair value** | **10,022,948** | 8,344,678 |
| **Notes receivable from participants** | **170,275** | 237,090 |
| **Total assets** | **10,193,223** | 8,581,768 |
| **LIABILITIES** | | |
| **Excess participant contributions payable (Note 8)** | **-** | 11,276 |
| **Net assets available for plan benefits** | **$ 10,193,223** | $ 8,570,492 |

See accompanying notes to financial statements and independent auditors' report.

**SUREFIRE, LLC 401(K) PLAN**

**Statement of Changes in Net Assets Available for Plan Benefits**
**For the Year Ended December 31, 2013**

| | |
|---|---|
| **Additions to net assets attributed to:** | |
| Contributions: | |
| Participants | $ 905,130 |
| Total contributions | 905,130 |
| Investments: | |
| Interest on interest-bearing cash | 39 |
| Net appreciation in fair value of mutual funds | 660,633 |
| Net realized gain on mutual funds | 101,348 |
| Dividends on mutual funds | 569,469 |
| Total investments | 1,331,489 |
| Interest on notes receivable from participants | 8,502 |
| Total additions | 2,245,121 |
| **Deductions from net assets attributed to:** | |
| Benefits paid to participants | 618,324 |
| Corrective participant distributions | 914 |
| Deemed distributions of notes receivable from participants | 245 |
| Administrative expenses | 2,907 |
| Total deductions | 622,390 |
| **Net increase** | 1,622,731 |
| **Net assets available for plan benefits:** | |
| **Beginning of year** | 8,570,492 |
| **End of year** | $ 10,193,223 |

See accompanying notes to financial statements and independent auditors' report.

## (1) Plan Description

The following brief description of the SureFire, LLC 401(k) Plan (the "Plan") is provided for general information purposes only. Participants should refer to the Plan agreement for a complete description of the Plan's provisions.

*General*

The Plan is a defined contribution plan that was established effective March 1, 1997 and is administered by SureFire, LLC (the "Company" or the "Plan Administrator"). The Company is responsible for the day-to-day administration and operation of the Plan. The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974 ("ERISA") and is designed to qualify under Section 401(k) of the Internal Revenue Code (the "Code"). The Company has contracted with Great-West Retirement Services ("Great-West") and Fidelity Management Trust Company ("Fidelity") to act as the asset custodians and record-keepers. Great-West and Fidelity hold and distribute the funds of the Plan in accordance with the Plan's provisions and the instructions of the Company. Since December 31, 2011, Fidelity is the Plan's asset custodian and record-keeper for all the Plan's investments, except the guaranteed portfolio fund for which Great-West was the asset custodian and record-keeper through December 31, 2012.

The Plan was amended and restated in 2002 to conform the Plan to new tax laws. The Plan was amended and restated in 2011 in order to lower the participation age requirement from 21 to 18 years of age. The Plan was amended and restated in 2012 in order to lower the participation length of service requirement from six to three months and allow for automatic distributions of terminated participant account balances that do not exceed $5,000 under certain circumstances, as defined by the Plan agreement, as amended.

*Contributions*

Employees of the Company are eligible to participate in the Plan after completing three months of service (six months prior to July 2, 2012) and attaining the age of 18 (age 21 prior to August 1, 2011). Participants may elect to contribute to the Plan up to 100% of their annual eligible compensation, as defined by the Plan Agreement, up to the annual maximum allowed under the Code, which was $17,500 for the year ended December 31, 2013. All employees who were eligible to make pretax deferrals under the Plan and had attained age 50 before the close of the plan year were eligible to make catch-up contributions in accordance with, and subject to, the limitations of the Code. Participants may rollover into the Plan amounts representing distributions from other qualified plans. The Company may make discretionary matching contributions or profit sharing contributions to the Plan. Discretionary matching contributions may not exceed 5% of a participant's annual eligible compensation. The Company did not make any discretionary contributions during the year ended December 31, 2013.

## (1) Plan Description (continued)

*Participant Accounts*

Each participant's account is credited with the participant's contributions, allocations of the Company's discretionary contributions (if any) and investment earnings and charged with an allocation of expenses and investment losses. Allocations are based on participant earnings or account balances, as defined in the Plan agreement.

*Vesting*

Eligible participants are immediately 100% vested with respect to their voluntary contributions plus actual earnings thereon. Vesting in the Company's discretionary contributions plus actual earnings thereon is based on years of service. Participants vest in Company discretionary contributions at the annual rate of 33% after each of the first two years of credited service and the remaining 34% after the third year of credited service. Participants also become fully vested at death, retirement and upon termination for disability.

*Investment Options*

Participants direct the investment of their contributions and Company discretionary contributions into 30 diverse investment options offered by the Plan.

*Notes Receivable from Participants*

Participants may borrow from their fund accounts. Such borrowings and repayments are treated as transfers from and to, respectively, the participant's investment funds. Borrowings are secured by the participant's vested account balance and bear interest at a rate commensurate with local prevailing rates. Borrowings must be at least $1,000 and are limited to the lesser of $50,000, reduced by the highest outstanding loan balance during the preceding 12 months on the date the new loan is made, or 50% of the participant's vested account balance. Borrowings shall be repaid within five years, unless it is used for the purchase of a primary residence.

Notes receivable from participants are payable through semi-monthly payroll deductions in installments of principal plus interest at rates between 4.25% and 6.00%, with final payments due between 2014 and 2024.

## (1) Plan Description (continued)

*Payment of Benefits*

Upon termination of service due to death, retirement or disability, each participant or the participant's beneficiaries may receive all or a portion, as elected, of the vested interest in the participant's account in a lump sum payment or roll over his or her account balance into another qualified plan. Terminated participants who have account balances less than $5,000 will receive an automatic distribution, as defined by the Plan Agreement. If subject to lifetime required minimum distribution requirements in accordance with the Plan's provisions, participants may receive distribution payments in installments. In-service account withdrawals are permitted for participants who suffer certain financial hardships and meet criteria established by the Internal Revenue Service ("IRS"). In-service account withdrawals are also permitted for participants with 100% vested account balance upon the attainment of age 59½ or disability. Any withdrawals by participants prior to terminating employment with the Company and prior to age 59½ are subject to ordinary personal income taxes and penalty. Additionally, withdrawals by terminated participants, prior to the attainment of age 59½, which are not rolled over into another qualified plan, are also subject to ordinary income taxes and penalty.

*Administrative Expenses*

A portion of administrative fees and audit fees are paid by the Company.

*Plan Termination*

Although it has not expressed any intent to do so, the Company has the right to terminate the Plan subject to the provisions set forth by ERISA. In the event of Plan termination, participants would become 100% vested in their account balances.

## (2) Summary of Significant Accounting Policies

*Basis of Accounting*

The accompanying financial statements of the Plan have been prepared under the accrual basis of accounting and in accordance with accounting principles generally accepted in the United States of America ("GAAP").

The Plan Administrator evaluated subsequent events through October 1, 2014, the date the financial statements were available to be issued.

## (2) Summary of Significant Accounting Policies (continued)

*Use of Estimates*

In preparing financial statements in conformity with GAAP, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of additions and deductions during the reporting period. Actual results could differ from those estimates.

*Investment Valuation and Income*

The fair value of the Plan's investments in mutual funds is determined by the asset custodian based on each fund's net asset value ("NAV"). When calculating each mutual fund's NAV, Fidelity uses the market value for portfolio securities for which market quotations are readily available, typically the last quoted sales price at the time of valuation. When there are no readily available market quotations for a security, the portfolio security is valued based on its fair value, which typically is the amount which the mutual fund might reasonably expect to receive for the security upon a current sale.

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 for 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. There are no events or provisions that limit the ability of the Plan's participants to withdraw from or transact with the guaranteed portfolio fund at contract value. The Plan's investment in the guaranteed portfolio fund was determined to be a fully benefit-responsive investment contract. GAAP requires that the statement of net assets available for benefits presents the fair value of fully benefit-responsive investment contracts as well as an adjustment from a fair value to contract value. The fair value of the Plan's investment in the guaranteed portfolio fund approximated its contract value as of December 31, 2012. See Note 3.

Interest and dividend income from investments is recorded on the date received.

Management fees and operating expenses are charged to the Plan for investments and are deducted from income earned on a daily basis and are not separately reflected. Consequently, management fees and operating expenses are reflected as a reduction of investment return for such investments.

*Notes Receivable from Participants*

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

## (2) Summary of Significant Accounting Policies (continued)

*Payment of Benefits*

Benefit payments to participants are recorded upon distribution. There were no amounts allocated to accounts of persons who have elected to withdraw from the Plan as of December 31, 2013.

## (3) Investments

In accordance with GAAP, the Plan uses a hierarchy for measuring the fair value of all financial assets and liabilities that are being measured and reported at fair value on a recurring and non-recurring basis. Fair value is measured in levels, which are described in more detail below, and are determined based on the observability and reliability of the assumptions used to determine fair value.

Level 1: Valuation for assets and liabilities traded in active exchange markets. Valuations are obtained from readily available pricing sources for market transactions involving identical assets or liabilities.

Level 2: Valuations for assets and liabilities traded in less active dealer or broker markets. Valuations are obtained from third party pricing services for identical or comparable assets or liabilities.

Level 3: Valuations for assets and liabilities that are derived from other valuation methodologies, including option pricing models, discounted cash flow models, and similar techniques, and not based on market exchange, dealer or broker traded transactions. These valuations incorporate certain assumptions and projections in determining the fair value assigned to such assets or liabilities.

## (3) Investments (continued)

Investments in the Plan are measured and reported at fair value on a recurring basis. The following tables show the balances of these assets based on their GAAP designated levels:

| | December 31, 2013 | | | |
|---|---|---|---|---|
| | Level 1 | Level 2 | Level 3 | Total |
| Interest-bearing cash | $ 293,368 | $ - | $ - | $ 293,368 |
| Mutual funds | | | | |
| Target Date funds | 6,588,447 | - | - | 6,588,447 |
| Blended funds | 857,280 | - | - | 857,280 |
| Bond | 759,651 | - | - | 759,651 |
| Value funds | 700,960 | - | - | 700,960 |
| Growth funds | 468,424 | - | - | 468,424 |
| Income | 170,438 | - | - | 170,438 |
| Emerging Markets | 133,019 | - | - | 133,019 |
| World Stock | 51,361 | - | - | 51,361 |
| Total mutual funds | 9,729,580 | - | - | 9,729,580 |
| Total | $ 10,022,948 | $ - | $ - | $ 10,022,948 |

| | December 31, 2012 | | | |
|---|---|---|---|---|
| | Level 1 | Level 2 | Level 3 | Total |
| Interest-bearing cash | $ 231,337 | $ - | $ - | $ 231,337 |
| Mutual funds | | | | |
| Target Date funds | 6,008,351 | - | - | 6,008,351 |
| Bond | 695,212 | - | - | 695,212 |
| Blended funds | 513,632 | - | - | 513,632 |
| Value funds | 410,856 | - | - | 410,856 |
| Growth funds | 206,689 | - | - | 206,689 |
| Income | 142,542 | - | - | 142,542 |
| Emerging Markets | 103,136 | - | - | 103,136 |
| World Stock | 32,923 | - | - | 32,923 |
| Total mutual funds | 8,113,341 | - | - | 8,113,341 |
| Total | $ 8,344,678 | $ - | $ - | $ 8,344,678 |

The Plan's guaranteed portfolio fund provided for a variable interest rate of return. The interest rate was calculated by Great-West based on the earnings of the underlying assets in the entire medium-long term new portfolio compared with the minimum interest crediting rate and prevailing market conditions. In determining the fair value of the investment, an undiscounted cash flow method was used where the interest rate for the investment contract was reset on a quarterly basis. Given the frequency of revaluing, the fair value approximated the contract value.

**(3) Investments (continued)**

A reconciliation of the guaranteed portfolio fund for the year ended December 31, 2012 is as follows:

| | 2012 |
|---|---|
| Beginning balance | $ 813,387 |
| Purchases | - |
| Sales | (820,230) |
| Interest | 6,843 |
| Fees | - |
| Ending balance | $ - |

The actual average yield on the guaranteed portfolio fund was 1.45% for the year ended December 31, 2012.

The guaranteed portfolio fund ceased to be an investment option during 2012 when the Plan discontinued services with Great-West.

**(4) Investments and Information Certified by Great-West Retirement Services and Fidelity Management Trust Company**

The Plan Administrator has elected the method of compliance as permitted by 29 CFR 2520.103-8 of the U.S. Department of Labor's ("DOL") Rules and Regulations for Reporting and Disclosure under ERISA. Accordingly, as permitted under such election, the Plan Administrator instructed the Plan's independent auditor not to perform any auditing procedures with respect to the following information certified by Great-West or Fidelity, except for comparing such information certified by the asset custodians to information included in the Plan's financial statements and supplemental schedules. The table below presents the fair value of investments that were certified by Great-West or Fidelity.

Investments that represent 5% or more of the Plan's assets available for benefits as of December 31, 2013 and 2012 are separately identified:

**(4) Investments and Information Certified by Great-West Retirement Services and Fidelity Management Trust Company (continued)**

| | 2013 | 2012 |
|---|---|---|
| Fidelity Advisor Freedom 2015 Fund - Class A | **$ 1,118,430** | $ 940,878 |
| Fidelity Advisor Freedom 2030 Fund - Class A | **1,100,941** | 971,815 |
| Fidelity Advisor Freedom 2010 Fund - Class A | **1,033,412** | 904,353 |
| Fidelity Advisor Freedom 2035 Fund - Class A | **882,939** | 748,947 |
| Fidelity Advisor Freedom 2025 Fund - Class A | **847,634** | 685,648 |
| Fidelity Advisor Freedom 2020 Fund - Class A | **648,848** | 869,226 |
| Putnam Equity Income Fund - Class A | **614,987** | ** |
| Other investments individually less than 5% | **3,775,757** | 3,223,811 |
| | **$ 10,022,948** | $ 8,344,678 |

** Investment did not represent greater than 5% of the net assets available for plan benefits as of December 31, 2012.

**(5) Risks and Uncertainties**

The Plan is exposed to market and credit risk due to the various investment securities that may be selected by the participant in any combination. Investment securities are exposed to various risks, such as interest rate, market and credit risk. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in the value of investment securities, it is at least reasonably possible that changes in risk in the near term would materially affect participants' account balances and the amounts reported in the statements of net assets available for plan benefits and the statement of changes in net assets available for plan benefits.

**(6) Parties-in-interest**

The Plan's investment in the guaranteed portfolio fund was managed by Great-West Life and Annuity Company, which is an affiliate of the former asset custodian and record-keeper, Great-West Retirement Services; therefore, such transactions qualified as permitted party-in-interest transactions. The Plan's remaining investments (interest-bearing cash and mutual funds) are managed by Fidelity Investments, which is an affiliate of the asset custodian and record-keeper, Fidelity Management Trust Company; therefore, such transactions qualify as permitted party-in-interest transactions.

**(7) Tax Status**

Effective August 1, 2011, the Plan converted from a prototype standardized profit sharing plan submitted by Orchard Trust Company, dated November 27, 2001, to another prototype standardized profit sharing plan, the Volume Submitter Profit Sharing Plan with CODA, submitted by Fidelity Management and Research Company. The IRS has determined and

**(7) Tax Status (continued)**

notified Fidelity Management and Research Company by a letter dated March 31, 2008 that the form of the prototype plan is acceptable under section 401 of the Code for use by employers for the benefit of their employees; therefore, exempt from Federal income taxes. The Plan has been amended since the receipt of the above described IRS 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 Code. Accordingly, no provision for income taxes is included in the accompanying financial statements.

GAAP requires management to evaluate uncertain tax positions taken by the Plan. The financial statement effects of a tax position are recognized when the position is more likely than not, based on the technical merit, to be sustained upon examination by the IRS. The Company has analyzed the tax positions taken by the Plan and has concluded that as of December 31, 2013, there are no uncertain positions taken or expected to be taken. The Plan has recognized no interest or penalties related to uncertain tax positions. The Plan is subject to routine audits by taxing jurisdictions; however, the Company believes the Plan is no longer subject to income tax examinations for years prior to 2008.

**(8) Excess Contributions**

During the plan year December 31, 2012, the Plan had excess contributions payable of $11,276 which were paid out during the plan year ended December 31, 2013.

**(9) Prohibited Transactions**

*Untimely Remittance of Employee Contributions*

For the year ended December 31, 2013, the Company transferred employee contributions and loan repayments of $49,025 into the Plan after what was considered a reasonable amount of time as stated by the United States Department of Labor regulations. The Plan Sponsor deposited lost earnings in the amount of $47 to correct this failure. The Plan Sponsor will file Form 5330 and pay applicable excise tax. The excise tax payments will be made from the Plan Sponsor’s assets and not from assets of the Plan.

# SUPPLEMENTAL SCHEDULES

**SUREFIRE, LLC 401(K) PLAN**

**Schedule H, Line 4a – Schedule of Delinquent Participant Contributions**
**December 31, 2013**
**EIN # 33-0466919; Plan # 001**

| Participant Contributions Transferred Late to Plan | Total that Constitute Nonexempt Prohibited Transactions | | | Total Fully Corrected Under VFCP and PTE 2002-51 |
|---|---|---|---|---|
| **$49,025** | | | | **$0** |
| Check here if Late Participant Loan Repayments are included: [X] | Contributions Not Corrected | Contributions Corrected Outside VFCP | Contributions Pending Correction in VFCP | |
| | **$0** | **$0** | **$49,025** | |

See accompanying independent auditors' report.

**SUREFIRE, LLC 401(K) PLAN**

**Schedule H, Line 4i – Schedule of Assets (Held at End of Year)**
**December 31, 2013**
**EIN # 33-0466919; Plan # 001**

| (a) | (b) Identity of issuer, borrower, lessor or similar party | (c) Description of investment including maturity date, rate of interest, collateral, par or maturity value | (d) Cost | (e) Current value |
|---|---|---|---|---|
| * | Fidelity Investments | Fidelity Advisor Freedom 2015 Fund - Class A | $ 1,017,670 | $ 1,118,430 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2030 Fund - Class A | 953,834 | 1,100,941 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2010 Fund - Class A | 965,176 | 1,033,412 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2035 Fund - Class A | 759,647 | 882,939 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2025 Fund - Class A | 742,461 | 847,634 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2020 Fund - Class A | 584,573 | 648,848 |
| * | Fidelity Investments | Putnam Equity Income Fund - Class A | 488,716 | 614,987 |
| * | Fidelity Investments | Lord Abbett Developing Growth Fund - Class A | 315,551 | 347,064 |
| * | Fidelity Investments | Dreyfus S&P 500 Index Fund | 259,943 | 336,075 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2045 Fund - Class A | 284,527 | 333,323 |
| * | Fidelity Investments | Treasury Fund - Daily Money Class | 293,368 | 293,368 |
| * | Fidelity Investments | Dreyfus Bond Market Index Fund Class Investor | 307,682 | 291,462 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2005 Fund - Class A | 227,293 | 245,824 |
| * | Fidelity Investments | Lord Abbett High Yield Fund - Class A | 221,428 | 221,713 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2040 Fund - Class A | 169,359 | 199,806 |
| * | Fidelity Investments | Invesco Select Companies Fund - Class A | 166,060 | 190,678 |
| * | Fidelity Investments | JPMorgan US Equity Fund - Class A | 147,409 | 187,466 |
| * | Fidelity Investments | Fidelity Advisor Freedom 2050 Fund - Class A | 149,048 | 177,290 |
| * | Fidelity Investments | Fidelity Advisor Freedom Income Fund - Class A | 169,660 | 170,438 |
| * | Fidelity Investments | Oppenheimer Developing Markets Fund - Class A | 115,914 | 133,019 |
| * | Fidelity Investments | Janus Flexible Bond Fund - Class S | 130,310 | 124,996 |
| * | Fidelity Investments | American Centruy Inv. Gov't Bond Fund - Class A | 127,871 | 121,480 |
| * | Fidelity Investments | Purdential Jennison Mid Cap Growth Fund - Class A | 85,653 | 105,144 |
| * | Fidelity Investments | Hartford International Opportunities Fund - Class R4 | 65,147 | 79,252 |
| * | Fidelity Investments | Heartland Value Plus Fund | 51,976 | 61,923 |
| * | Fidelity Investments | Columbia Mid Cap Index Fund Class A | 57,571 | 61,147 |
| * | Fidelity Investments | Mutual Quest Fund - Class A | 49,726 | 51,361 |
| * | Fidelity Investments | John Hancock Funds Disciplined Value Mid Cap Fund Class R2 | 21,698 | 24,050 |
| * | Fidelity Investments | JPMorgan Large Cap Growth Fund - Class A | 12,409 | 16,216 |
| * | Fidelity Investments | BlackRock Small Cap Index Fund Investor A Shares | 2,536 | 2,662 |
| | | | 8,944,216 | 10,022,948 |
| | Participant Loans | 4.25% - 6.00% | - | 170,275 |
| | | | $ 8,944,216 | $ 10,193,223 |

* Represents a party-in-interest.

See accompanying independent auditors' report.