

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). <p style="text-align: center;">▶ Complete all entries in accordance with the instructions to the Form 5500.</p>	OMB Nos. 1210-0110 1210-0089 2013 This Form is Open to Public Inspection
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Part I	Annual Report Identification Information
For calendar plan year 2013 or fiscal plan year beginning <u>01/01/2013</u> and ending <u>12/31/2013</u>	
A This return/report is for:	☐ a multiemployer plan; ☐ a multiple-employer plan; or ☒ a single-employer plan; ☐ a DFE (specify) ____
B This return/report is:	☐ the first return/report; ☐ the final return/report; ☐ an amended return/report; ☐ a short plan year return/report (less than 12 months).
C If the plan is a collectively-bargained plan, check here.	☒
D Check box if filing under:	☒ Form 5558; ☐ automatic extension; ☐ the DFVC program; ☐ special extension (enter description)

Part II	Basic Plan Information—enter all requested information										
1a Name of plan <u>SULZER EMPLOYEE SAVINGS PLAN</u>	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">1b Three-digit plan number (PN) ▶</td> <td style="width: 20%; text-align: center;"><u>003</u></td> </tr> <tr> <td colspan="2">1c Effective date of plan <u>01/01/1981</u></td> </tr> <tr> <td colspan="2">2b Employer Identification Number (EIN) <u>13-3950743</u></td> </tr> <tr> <td colspan="2">2c Sponsor's telephone number <u>832-886-2300</u></td> </tr> <tr> <td colspan="2">2d Business code (see instructions) <u>333900</u></td> </tr> </table>	1b Three-digit plan number (PN) ▶	<u>003</u>	1c Effective date of plan <u>01/01/1981</u>		2b Employer Identification Number (EIN) <u>13-3950743</u>		2c Sponsor's telephone number <u>832-886-2300</u>		2d Business code (see instructions) <u>333900</u>	
1b Three-digit plan number (PN) ▶	<u>003</u>										
1c Effective date of plan <u>01/01/1981</u>											
2b Employer Identification Number (EIN) <u>13-3950743</u>											
2c Sponsor's telephone number <u>832-886-2300</u>											
2d Business code (see instructions) <u>333900</u>											
2a Plan sponsor's name and address; include room or suite number (employer, if for a single-employer plan) <u>SULZER US HOLDING INC.</u> <u>2277 PLAZA DRIVE</u> <u>SUITE 600</u> <u>SUGAR LAND, TX 77479</u>											

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

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

SIGN HERE	Filed with authorized/valid electronic signature. Signature of plan administrator	10/10/2014 Date	KELLI EDELL Enter name of individual signing as plan administrator
SIGN HERE	Signature of employer/plan sponsor	Date	Enter name of individual signing as employer or plan sponsor
SIGN HERE	Signature of DFE	Date	Enter name of individual signing as DFE
Preparer's name (including firm name, if applicable) and address; include room or suite number. (optional)			Preparer's telephone number (optional)

3a Plan administrator's name and address ☒ Same as Plan Sponsor Name ☐ Same as Plan Sponsor Address		3b Administrator's EIN	
4 If the name and/or EIN of the plan sponsor has changed since the last return/report filed for this plan, enter the name, EIN and the plan number from the last return/report: a Sponsor's name		3c Administrator's telephone number 4b EIN 4c PN	
5 Total number of participants at the beginning of the plan year		5	3648
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	3275
b Retired or separated participants receiving benefits		6b	30
c Other retired or separated participants entitled to future benefits		6c	565
d Subtotal. Add lines 6a , 6b , and 6c		6d	3870
e Deceased participants whose beneficiaries are receiving or are entitled to receive benefits		6e	4
f Total. Add lines 6d and 6e		6f	3874
g Number of participants with account balances as of the end of the plan year (only defined contribution plans complete this item)		6g	3023
h Number of participants that terminated employment during the plan year with accrued benefits that were less than 100% vested		6h	76
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: 2J 2T 3H			
b If the plan provides welfare benefits, enter the applicable welfare feature codes from the List of Plan Characteristics Codes in the instructions:			
9a Plan funding arrangement (check all that apply) (1) ☐ Insurance (2) ☐ Code section 412(e)(3) insurance contracts (3) ☒ Trust (4) ☐ General assets of the sponsor		9b Plan benefit arrangement (check all that apply) (1) ☐ Insurance (2) ☐ Code section 412(e)(3) insurance contracts (3) ☒ Trust (4) ☐ General assets of the sponsor	
10 Check all applicable boxes in 10a and 10b to indicate which schedules are attached, and, where indicated, enter the number attached. (See instructions)			
a Pension Schedules (1) ☒ R (Retirement Plan Information) (2) ☐ MB (Multiemployer Defined Benefit Plan and Certain Money Purchase Plan Actuarial Information) - signed by the plan actuary (3) ☐ SB (Single-Employer Defined Benefit Plan Actuarial Information) - signed by the plan actuary		b General Schedules (1) ☒ H (Financial Information) (2) ☐ I (Financial Information – Small Plan) (3) ☐ A (Insurance Information) (4) ☒ C (Service Provider Information) (5) ☒ D (DFE/Participating Plan Information) (6) ☐ G (Financial Transaction Schedules)	

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

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

A Name of plan <u>SULZER EMPLOYEE SAVINGS PLAN</u>	B Three-digit plan number (PN) ▶ <u>003</u>
C Plan sponsor's name as shown on line 2a of Form 5500 <u>SULZER US HOLDING INC.</u>	D Employer Identification Number (EIN) <u>13-3950743</u>

Part I	Service Provider Information (see instructions)
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You must complete this Part, in accordance with the instructions, to report the information required for **each person** who received, directly or indirectly, \$5,000 or more in total compensation (i.e., money or anything else of monetary value) in connection with services rendered to the plan or the person's position with the plan during the plan year. If a person received **only** eligible indirect compensation for which the plan received the required disclosures, you are required to answer line 1 but are not required to include that person when completing the remainder of this Part.

1 Information on Persons Receiving Only Eligible Indirect Compensation

a Check "Yes" or "No" to indicate whether you are excluding a person from the remainder of this Part because they received only eligible indirect compensation for which the plan received the required disclosures (see instructions for definitions and conditions)..... ☐ Yes ☒ No

b If you answered line 1a "Yes," enter the name and EIN or address of each person providing the required disclosures for the service providers who received only eligible indirect compensation. Complete as many entries as needed (see instructions).

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

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

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

MONROE VOS CONSULTING GROUP

76-0451829

(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?
17	CONSULTING	80000	Yes ☐ No ☒	Yes ☐ No ☐		Yes ☐ No ☐

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

COZEN & OCONNOR

23-1732832

(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?
14 22	LEGAL	50499	Yes ☐ No ☒	Yes ☐ No ☐		Yes ☐ No ☐

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

HAM LANGSTON & BREZINA

76-0448495

(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?
10	ACCOUNTANT	19319	Yes ☐ No ☒	Yes ☐ No ☐		Yes ☐ No ☐

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

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

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

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

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

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

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

Part I Service Provider Information (continued)

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

(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	

(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	

(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	

Part II Service Providers Who Fail or Refuse to Provide Information

4 Provide, to the extent possible, the following information for each service provider who failed or refused to provide the information necessary to complete this Schedule.

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

Part III **Termination Information on Accountants and Enrolled Actuaries (see instructions)**
(complete as many entries as needed)

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

<div>SCHEDULE D (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration</div>	<div>DFE/Participating Plan Information</div> <div>This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA).</div> <div>► File as an attachment to Form 5500.</div>	<div>OMB No. 1210-0110</div> <div>2013</div> <div>This Form is Open to Public Inspection.</div>
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For calendar plan year 2013 or fiscal plan year beginning 01/01/2013 and ending 12/31/2013		
A Name of plan SULZER EMPLOYEE SAVINGS PLAN	B Three-digit plan number (PN) ►	003
C Plan or DFE sponsor's name as shown on line 2a of Form 5500 SULZER US HOLDING INC.	D Employer Identification Number (EIN) 13-3950743	

Part I	Information on interests in MTIAs, CCTs, PSAs, and 103-12 IEs (to be completed by plans and DFEs) (Complete as many entries as needed to report all interests in DFEs)
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a Name of MTIA, CCT, PSA, or 103-12 IE:	SULZER US HOLDING INC. RETIREM
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b Name of sponsor of entity listed in (a):	SULZER US HOLDING INC
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c EIN-PN 13-3950743-007	d Entity code M	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) 333194742
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a Name of MTIA, CCT, PSA, or 103-12 IE:	
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b Name of sponsor of entity listed in (a):	
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c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)
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a Name of MTIA, CCT, PSA, or 103-12 IE:	
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b Name of sponsor of entity listed in (a):	
--	--

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

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

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

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

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

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

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

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

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

SCHEDULE H (Form 5500) <small>Department of the Treasury Internal Revenue Service</small> <small>Department of Labor Employee Benefits Security Administration</small> <small>Pension Benefit Guaranty Corporation</small>	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.	<small>OMB No. 1210-0110</small> 2013 This Form is Open to Public Inspection
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For calendar plan year 2013 or fiscal plan year beginning <u>01/01/2013</u> and ending <u>12/31/2013</u>		
A Name of plan <u>SULZER EMPLOYEE SAVINGS PLAN</u>	B Three-digit plan number (PN) ▶	<u>003</u>
C Plan sponsor's name as shown on line 2a of Form 5500 <u>SULZER US HOLDING INC.</u>	D Employer Identification Number (EIN) <u>13-3950743</u>	

Part I	Asset and Liability Statement		(a) Beginning of Year	(b) End of Year
1 Current value of plan assets and liabilities at the beginning and end of the plan year. Combine the value of plan assets held in more than one trust. Report the value of the plan's interest in a commingled fund containing the assets of more than one plan on a line-by-line basis unless the value is reportable on lines 1c(9) through 1c(14). Do not enter the value of that portion of an insurance contract which guarantees, during this plan year, to pay a specific dollar benefit at a future date. Round off amounts to the nearest dollar. MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 1b(1), 1b(2), 1c(8), 1g, 1h, and 1i. CCTs, PSAs, and 103-12 IEs also do not complete lines 1d and 1e. See instructions.				
	Assets			
a	Total noninterest-bearing cash	1a	0	0
b	Receivables (less allowance for doubtful accounts):			
	(1) Employer contributions.....	1b(1)	1019212	880729
	(2) Participant contributions.....	1b(2)	31835	35253
	(3) Other.....	1b(3)	0	0
c	General investments:			
	(1) Interest-bearing cash (include money market accounts & certificates of deposit).....	1c(1)	0	0
	(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)	6836248	7084603
	(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)	277735163	333194742
	(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)	0	0
	(14) Value of funds held in insurance company general account (unallocated contracts).....	1c(14)		
	(15) Other.....	1c(15)	0	0

1d Employer-related investments:

		(a) Beginning of Year	(b) End of Year
(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	285622458	341195327

Liabilities

g Benefit claims payable	1g	0	0
h Operating payables	1h	0	0
i Acquisition indebtedness	1i	0	0
j Other liabilities	1j	51922	79917
k Total liabilities (add all amounts in lines 1g through 1j)	1k	51922	79917

Net Assets

l Net assets (subtract line 1k from line 1f)	1l	285570536	341115410
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Part II Income and Expense Statement

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

Income**a Contributions:**

		(a) Amount	(b) Total
(1) Received or receivable in cash from: (A) Employers	2a(1)(A)	12538075	
(B) Participants	2a(1)(B)	13494435	
(C) Others (including rollovers)	2a(1)(C)	2373120	
(2) Noncash contributions	2a(2)	0	28405630
(3) Total contributions. Add lines 2a(1)(A) , (B) , (C) , and line 2a(2)	2a(3)		

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

(A) Interest-bearing cash (including money market accounts and certificates of deposit)	2b(1)(A)	0	279739
(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)	279739	
(F) Other	2b(1)(F)	0	279739
(G) Total interest. Add lines 2b(1)(A) through (F)	2b(1)(G)		
(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)	0	
(D) Total dividends. Add lines 2b(2)(A) , (B) , and (C)	2b(2)(D)		0
(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)		54259046
(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)		0
c Other income.....	2c		0
d Total income. Add all income amounts in column (b) and enter total.....	2d		82944415

Expenses

e Benefit payment and payments to provide benefits:			
(1) Directly to participants or beneficiaries, including direct rollovers.....	2e(1)	27281745	
(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)		27281745
f Corrective distributions (see instructions).....	2f		13
g Certain deemed distributions of participant loans (see instructions).....	2g		17096
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)	100687	
(5) Total administrative expenses. Add lines 2i(1) through (4).....	2i(5)		100687
j Total expenses. Add all expense amounts in column (b) and enter total.....	2j		27399541

Net Income and Reconciliation

k Net income (loss). Subtract line 2j from line 2d.....	2k		55544874
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) ☒ Disclaimer (4) ☐ Adverse

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

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

(1) Name: HAM LANGSTON & BREZINA

(2) EIN: 76-0448495

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

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

Part IV Compliance Questions

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

During the plan year:

a Was there a failure to transmit to the plan any participant contributions within the time period described in 29 CFR 2510.3-102? Continue to answer "Yes" for any prior year failures until fully corrected. (See instructions and DOL's Voluntary Fiduciary Correction Program.).....

b Were any loans by the plan or fixed income obligations due the plan in default as of the close of the plan year or classified during the year as uncollectible? Disregard participant loans secured by participant's account balance. (Attach Schedule G (Form 5500) Part I if "Yes" is checked.).....

	Yes	No	Amount
4a	X		13533
4b		X	

	Yes	No	Amount
c Were any leases to which the plan was a party in default or classified during the year as uncollectible? (Attach Schedule G (Form 5500) Part II if "Yes" is checked.)		X	
d Were there any nonexempt transactions with any party-in-interest? (Do not include transactions reported on line 4a. Attach Schedule G (Form 5500) Part III if "Yes" is checked.)		X	
e Was this plan covered by a fidelity bond?	X		10000000
f Did the plan have a loss, whether or not reimbursed by the plan's fidelity bond, that was caused by fraud or dishonesty?		X	
g Did the plan hold any assets whose current value was neither readily determinable on an established market nor set by an independent third party appraiser?		X	
h Did the plan receive any noncash contributions whose value was neither readily determinable on an established market nor set by an independent third party appraiser?		X	
i Did the plan have assets held for investment? (Attach schedule(s) of assets if "Yes" is checked, and see instructions for format requirements.)	X		
j Were any plan transactions or series of transactions in excess of 5% of the current value of plan assets? (Attach schedule of transactions if "Yes" is checked, and see instructions for format requirements.)		X	
k Were all the plan assets either distributed to participants or beneficiaries, transferred to another plan, or brought under the control of the PBGC?		X	
l Has the plan failed to provide any benefit when due under the plan?		X	
m If this is an individual account plan, was there a blackout period? (See instructions and 29 CFR 2520.101-3.)		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.		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.
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For calendar plan year 2013 or fiscal plan year beginning 01/01/2013 and ending 12/31/2013

A Name of plan <u>SULZER EMPLOYEE SAVINGS PLAN</u>	B Three-digit plan number (PN) ▶ <u>003</u>
C Plan sponsor's name as shown on line 2a of Form 5500 <u>SULZER US HOLDING INC.</u>	D Employer Identification Number (EIN) <u>13-3950743</u>

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): <u>04-6568107</u>	
Profit-sharing plans, ESOPs, and stock bonus plans, skip line 3.	
3 Number of participants (living or deceased) whose benefits were distributed in a single sum, during the plan year.....	3

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

4 Is the plan administrator making an election under Code section 412(d)(2) or ERISA section 302(d)(2)?.....	☐ Yes	☐ No	☐ N/A
If the plan is a defined benefit plan, go to line 8.			
5 If a waiver of the minimum funding standard for a prior year is being amortized in this plan year, see instructions and enter the date of the ruling letter granting the waiver. Date: Month _____ Day _____ Year _____ If you completed line 5, complete lines 3, 9, and 10 of Schedule MB and do not complete the remainder of this schedule.			
6 a Enter the minimum required contribution for this plan year (include any prior year accumulated funding deficiency not waived).....	6a		
b Enter the amount contributed by the employer to the plan for this plan year.....	6b		
c Subtract the amount in line 6b from the amount in line 6a. Enter the result (enter a minus sign to the left of a negative amount)	6c		
If you completed line 6c, skip lines 8 and 9.			
7 Will the minimum funding amount reported on line 6c be met by the funding deadline?.....	☐ Yes	☐ No	☐ N/A
8 If a change in actuarial cost method was made for this plan year pursuant to a revenue procedure or other authority providing automatic approval for the change or a class ruling letter, does the plan sponsor or plan administrator agree with the change?.....	☐ Yes	☐ No	☐ N/A

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

Part IV	ESOPs (see instructions). If this is not a plan described under Section 409(a) or 4975(e)(7) of the Internal Revenue Code, skip this Part.
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10 Were unallocated employer securities or proceeds from the sale of unallocated securities used to repay any exempt loan?	☐ Yes	☐ No
11 a Does the ESOP hold any preferred stock?	☐ Yes	☐ No
b If the ESOP has an outstanding exempt loan with the employer as lender, is such loan part of a "back-to-back" loan? (See instructions for definition of "back-to-back" loan.).....	☐ Yes	☐ No
12 Does the ESOP hold any stock that is not readily tradable on an established securities market?	☐ Yes	☐ No

Part V Additional Information for Multiemployer Defined Benefit Pension Plans

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

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

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

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

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

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

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

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

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

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

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

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

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

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

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

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

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

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

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

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

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

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

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

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

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

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

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

SULZER EMPLOYEE SAVINGS PLAN

**FINANCIAL STATEMENTS AND SUPPLEMENTAL SCHEDULES
WITH REPORT OF INDEPENDENT ACCOUNTANTS
as of and for the years ended December 31, 2013 and 2012**

SULZER EMPLOYEE SAVINGS PLAN
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* Other schedules required by 29 CFR 2520.103-10 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974 have been omitted because they are not applicable.

REPORT OF INDEPENDENT ACCOUNTANTS

To the Participants and Plan Administrator
Sulzer Employee Savings Plan:

Report on the Financial Statements

We were engaged to audit the accompanying financial statements of Sulzer Employee Savings Plan, ("the Plan"), which comprise the statements of net assets available for benefits as of December 31, 2013 and 2012, and the related statements of changes in net assets available for benefits for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's 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 ("DOL") 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 Note 3 and 4, which was certified by Fidelity Management Trust Company, ("Trustee") the Trustee of the Plan, except for comparing the information with the related information included in the financial statements and supplemental schedules. We have been informed by the plan administrator that Fidelity Management Trust Company held the Plan's investment assets and executes investment transactions. The plan administrator has obtained a certification from the Trustee as of and for the years ended December 31, 2013 and 2012, that the information provided to the plan administrator by the Trustee is complete and accurate.

Disclaimer of Opinion

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

Other Matter

The supplemental schedules, Schedule H, Line 4a – Schedule of Delinquent Participant Contributions for the year ended December 31, 2013 and the Schedule H, Line 4i – Schedule of Assets (Held At End of Year) as of December 31, 2013 are presented for the purpose of additional analysis and are not a required part of the financial statements but are required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA. Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, it is inappropriate to and we do not express an opinion on the supplemental schedules 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 trustee, have been audited by us in accordance with auditing standards generally accepted in the United States of America and, in our opinion, are presented in compliance with the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA.

Han, Langston + Bregine, L.L.P.

Houston, Texas
October 10, 2014

SULZER EMPLOYEE SAVINGS PLAN
STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS
December 31, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Assets:		
Investment in Master Trust, at fair value (See Notes 2, 3 and 4)	\$ 333,194,742	\$ 277,735,163
Receivables:		
Employer	880,729	1,019,212
Participant	35,253	31,835
Notes receivable from participants	<u>7,550,758</u>	<u>7,390,779</u>
Total receivables	<u>8,466,740</u>	<u>8,441,826</u>
Total assets	<u>341,661,482</u>	<u>286,176,989</u>
Liabilities:		
Administrative expenses payable	<u>79,917</u>	<u>51,922</u>
Total liabilities	<u>79,917</u>	<u>51,922</u>
Net assets available for benefits at fair value	341,581,565	286,125,067
Adjustment from fair value to contract value for interest in common collective trust relating to fully benefit-responsive investment contracts	<u>(202,202)</u>	<u>(1,059,610)</u>
Net assets available for benefits	<u>\$ 341,379,363</u>	<u>\$ 285,065,457</u>

The accompanying notes are an integral
part of these financial statements.

SULZER EMPLOYEE SAVINGS PLAN
STATEMENTS OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS
for the years ended December 31, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Additions to net assets attributed to:		
Plan's interest in Master Trust's investment income:		
Net appreciation in fair value of investments (See Notes 2, 3 and 4)	\$ 55,085,353	\$ 30,737,137
Total investment income in Master Trust	<u>55,085,353</u>	<u>30,737,137</u>
Interest income on notes receivable from participants, in Master Trust	<u>315,775</u>	<u>427,531</u>
Contributions:		
Employer	12,538,075	12,017,289
Participant	13,494,435	12,749,980
Participant rollovers	<u>2,373,120</u>	<u>1,292,153</u>
Total contributions	<u>28,405,630</u>	<u>26,059,422</u>
Total additions	<u>83,806,758</u>	<u>57,224,090</u>
Deductions from net assets attributed to:		
Benefit payments	27,392,165	20,139,260
Administrative fees	<u>100,687</u>	<u>193,109</u>
Total deductions	<u>27,492,852</u>	<u>20,332,369</u>
Net increase in net assets available for benefits before transfer into the Plan	56,313,906	36,891,721
Transfer from EMS 401(k) Retirement Savings Plan	<u>-</u>	<u>8,723,728</u>
Net increase in net assets available for benefits	56,313,906	45,615,449
Net assets available for benefits, beginning of year	<u>285,065,457</u>	<u>239,450,008</u>
Net assets available for benefits, end of year	<u>\$ 341,379,363</u>	<u>\$ 285,065,457</u>

The accompanying notes are an integral
part of these financial statements.

SULZER EMPLOYEE SAVINGS PLAN
NOTES TO FINANCIAL STATEMENTS
December 31, 2013 and 2012

1. Description of Plan

The following brief description of Sulzer Employee Savings Plan (the "Plan") is provided for general information only. Participants should refer to the Plan agreement for a more complete description of the Plan's provisions.

General

The Plan is a defined contribution plan which was initially established on January 1, 1984 as a restatement and continuation of the Sulzer Escher Wyss, Inc. Employee Savings Plan. The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974 ("ERISA") and is amended from time to time to reflect changes in the law. The Plan, as amended, includes the eligible employees of the following subsidiaries and affiliates of Sulzer US Holding Inc. (the "Company") as of December 31, 2013:

Sulzer Friction Systems (US) Inc.
Sulzer Turbo Services Houston Inc.
Sulzer Chemtech USA Inc.
Sulzer Metco (US) Inc.
Sulzer Process Pumps (US) Inc.
Sulzer Pumps (US) Inc.
Sulzer USA Inc.
Sulzer Turbo Services New Orleans Inc.
Sulzer Mixpac USA, Inc.
Sulzer Pump Solutions (US) Inc.
Sulzer EMS Inc.

Effective January 1, 2012, the Plan merged with the EMS 401(k) Retirement Savings Plan. As a result of this merger, assets totaling \$8,723,728 were transferred into the Plan as of December 31, 2012.

Effective July 2, 2013, the Plan was amended to allow only one hardship withdrawal per plan year from a portion of the balance of the participants' Before Tax Contributions Account. In addition, loan may be made for participant who has a less than full time but regular work schedule. However, loan may not be made for participant who is an employee that is hired for a specified period of time.

During 1989, the Sulzer US Holding Inc. Board of Directors approved an amendment to the Savings Plan to provide for certain retirement benefits previously provided under the Sulzer US Holding Inc. Retirement Plan, known as the "Retirement Security Contribution or RSC." This amendment, which became effective January 1, 1990, provides for retirement benefits for all employees of certain designated companies. The Retirement Security Contributions made under this provision are based on the base pay of the employee. Contributions are allocated to all active employees regardless of their participation status in the Plan as of March 31, June 30, September 30, and December 31, of each Plan year, if the participant was an employee 12 months prior to the allocation date and was an employee on the allocation date. The contribution covers employees of Sulzer Friction Systems (US) Inc., Sulzer USA Inc., Sulzer Metco (US) Inc., Sulzer Turbo Services Houston Inc., Sulzer Mixpac USA, Inc., Sulzer Chemtech USA Inc. and Sulzer Pump Solutions (US) Inc. Retirement Security Contributions do not apply to other subsidiaries; however, for eligible subsidiaries it is determined as follows, except Sulzer Pump Solutions (US) Inc., which is at 2% of rate of Base Pay:

<u>Age</u>	<u>Percent of Base Pay</u>
Under 35	3%
35-44	4
45-54	5
55 and older	6

SULZER EMPLOYEE SAVINGS PLAN
NOTES TO FINANCIAL STATEMENTS
December 31, 2013 and 2012

1. Description of Plan, continued

Eligibility

Each full-time employee and each part-time employee who is expected to provide 1,000 hours of service during their first year of employment is eligible to participate in the Plan on the first entry date which is administratively feasible following the later of his date of hire or attainment of age 21.

Administration

The Plan is administered by the Company and accordingly, certain administration functions are performed by officers or employees of the Company. No officers or employees receive compensation from the Plan. Fidelity Management Trust Company (the "Trustee") serves as the trustee of the Plan.

Fidelity Management Trust Company has been designated as the Trustee of the Master Trust and is responsible for the investment, reinvestment, control, and disbursement of the funds and portfolios of the Plan. Expenses of administering the Plan, including fees and expenses of the Trustee, may be charged to the Plan. Investment fees are charged against the earnings of the funds and portfolios. The Master Trust is further described in Note 4.

Contributions

Each year participants may contribute from 1% to 35% of their pre-tax annual compensation, as before-tax contributions or after-tax Roth contributions, not to exceed the limitation set forth in Section 402(g) (\$17,500 and \$17,000 for 2013 and 2012) of the Internal Revenue Code ("IRC"). Participants may make catch-up contributions, pre-tax contributions that exceed the annual elective deferral limit, during any calendar year ending on or after the participant's 50th birthday. Participants' total catch-up contributions during 2013 and 2012 cannot exceed \$5,500 in each year. Participants may also make rollover contributions from other qualified plans. Participants direct the investment of their contributions into various investment options offered by the Plan.

Contributions up to 6% of compensation are eligible for 100% company Safe-Harbor matching contributions for all subsidiaries.

Participant Accounts

Each participant's account is credited with the participant's contributions, an allocation of the Company's contributions and Plan earnings, and charged with an allocation of administrative expenses. Earnings are allocated by fund based on the ratio of a participant's account invested in a particular fund to all participants' investments in that fund. Upon the occurrence of a distribution event, the benefit to which a participant is entitled is the benefit that can be provided from the participant's vested interest in his or her account.

SULZER EMPLOYEE SAVINGS PLAN
NOTES TO FINANCIAL STATEMENTS
December 31, 2013 and 2012

1. Description of Plan, continued

Vesting

Participants are immediately vested in their elective contributions, plus any earnings on such contributions. The employer contributions on the matching account, plus any earnings on such contributions are vested immediately. The vesting of employer contributions on the Retirement Security Account, is based on years of continuous service accrued by the participant while in covered employment. The Plan provides for the following employer RSC contribution vesting schedule for terminations:

<u>Years of Service</u>	<u>Vested Percentage</u>
Less than 2 years	0%
2 years, but less than 3 years	25%
3 years, but less than 4 years	50%
4 years, but less than 5 years	75%
5 years or more	100%

Forfeited Accounts

All employer contributions credited to a participant's account, but not vested, are forfeited by the participant due to termination of employment. However, a participant becomes fully vested in his matching contribution account and/or retirement security contribution per the Plan's vesting provisions, upon attaining age fifty-five (55) prior to termination of employment or upon death or disability prior to termination of employment. Any amount not vested is held in the participant's matching contribution account until the end of the Plan year in which the participant separates from service, at which time it shall be treated as a distribution of zero (\$0) and forfeited. Forfeitures are used to fund employer contributions. During 2013 and 2012, forfeitures used to fund employer contributions were \$41,962 and \$54,176. At December 31, 2013 and 2012, forfeited non-vested accounts available to pay administrative expenses and to reduce future employer contributions totaled \$219,060 and \$125,384.

Notes Receivable from Participants

Participants may borrow from their fund accounts a minimum of \$1,000 up to a maximum equal to the lesser of \$50,000 or 50% of the participant's vested account balance. Loan terms range from 1 to 5 years or more for the purchase of a primary residence. Loans are secured by the vested balance in the participant's account and bear interest at a rate commensurate with local prevailing rates ranging from 3.25% to 10.50% for the years ended December 31, 2013 and 2012. Principal and interest payments are made by means of payroll withholding according to the terms of the promissory note.

Payment of Benefits

Upon termination of employment due to death, disability or retirement, a participant (or his/her designated beneficiary in the event of death) may elect to receive either a lump-sum amount equal to the value of the participant's vested interest in his or her account, or to have the account balance distributed in installments.

Administrative Expenses

Administrative expenses, including recordkeeping fees, audit fees and legal fees, are paid by the Plan, as provided in the Plan document. In situations where recordkeeping revenue received in connection with plan services exceeds agreed-upon compensation, trustee can deposit amounts equal to such excess revenue in a suspense account within the plan, which can be used to offset future Plan expenses. At December 31, 2013 and 2012, the excess revenue account totaled \$129,996 and \$22,738, respectively.

SULZER EMPLOYEE SAVINGS PLAN
NOTES TO FINANCIAL STATEMENTS
December 31, 2013 and 2012

1. Description of Plan, continued

Expense Offset Arrangements

Fees incurred by the plan for the investment management services and trustee fees are included in net appreciation in fair value of investments, as they are paid through revenue sharing, rather than a direct payment.

2. Summary of Significant Accounting Policies

Basis of Accounting

The financial statements of the Plan are prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("GAAP").

As described in Accounting Standards Codification ("ASC") Topic 962, *Defined Contribution Pension Plans*, investment contracts held by a defined-contribution plan are required to be reported at fair value. However, contract value is the relevant measurement attribute for that portion of the net assets available for benefits of a defined-contribution plan attributable to fully benefit-responsive investment contracts because contract value is the amount participants would receive if they were to initiate permitted transactions under the terms of the Plan. Investments in the accompanying Statements of Net Assets Available for Benefits include a common collective trust, i.e., the Managed Income Portfolio and Morley Stable Value Fund, which are fully benefit-responsive investment contracts. As required by the ASC 962, the Statement of Net Assets Available for Benefits presents the fair value of the investment contracts as well as the adjustment of the fully benefit-responsive investment contracts from fair value to contract value. The Statement of Changes in Net Assets Available for Benefits is prepared on a contract value basis.

Use of Estimates

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

Risks and Uncertainties

The Plan provides for various investment options. The Plan's common collective trusts and mutual funds invest in various securities including U.S. Government securities, corporate debt instruments and corporate stocks. Investment securities, in general, are exposed to various risks, such as interest rate, credit, and overall market volatility. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the value of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the statements of net assets available for benefits and the statements of changes in net assets available for benefits.

Investment Valuation and Income Recognition

The Plan's investments are all held in the Sulzer Employee Savings Plan Master Trust (the "Master Trust") and are stated at fair value. Investments in registered investment companies are valued at quoted market prices. The Plan's interest in the common collective trusts are valued based on information reported by the Trustee of the shares held by the Plan at the net asset value ("NAV") at year end using the audited financial statements of the common collective trusts.

SULZER EMPLOYEE SAVINGS PLAN
NOTES TO FINANCIAL STATEMENTS
December 31, 2013 and 2012

2. Summary of Significant Accounting Policies, continued

Investment Valuation and Income Recognition, continued

The Plan's share of the Master Trust's net appreciation (depreciation) in fair value of investments includes realized gains and losses on investments sold during the year and unrealized appreciation of investments held at the end of the year. Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date.

Notes Receivable from Participants

Notes receivable from participants are measured at their unpaid principal balance plus any accrued but unpaid interest. Interest income is recorded on the accrual basis. Related fees are recorded as administrative expenses and are expensed when they are incurred. No allowance for credit losses has been recorded as of December 31, 2013 or 2012. If a participant ceases to make loan payments and the Plan administrator deems the participant loan to be in default, the participant loan balance is reduced and a benefit payment is recorded.

Benefit Payments

Benefits are recorded when paid.

3. Information Certified by the Plan's Trustee (Unaudited)

The Plan Administrator has elected the method of annual reporting compliance permitted by 29 CFR 2520.103-8 of the Department of Labor Rules and Regulations for Reporting and Disclosure under ERISA.

Other than the fair value of the stable value funds and the related adjustment from fair value to contract value for fully benefit-responsive investment contracts, certain information related to investments and notes receivable from participants disclosed in the accompanying financial statements and supplemental schedule, including investments and notes receivable from participants held at December 31, 2013 and 2012, and net appreciation in fair value of investments, interest and dividends for the year ended December 31, 2013, was obtained or derived from information supplied to the plan administrator and certified as complete and accurate by the Trustee. The contract value of the stable value funds were certified by the Trustee.

The Plan's independent accountants did not perform auditing procedures with respect to this information except for comparing such information to the related information included in the financial statements and supplemental schedule.

4. Plan Interests in Sulzer Employee Savings Plan Master Trust (Unaudited)

The Plan held a 93% interest in the Master Trust as of December 31, 2013 and 2012. The value of the Plan's interest in the Master Trust is based on the beginning of year value of the Plan's interest in the Master Trust plus actual contributions and allocated investment income less actual distributions and allocated administrative expenses. Investment income and administrative expenses related to the Master Trust are allocated to the individual plans based upon average monthly balances invested by each plan.

The Plan's interest in the Master Trust as of and for the years ended December 31, 2013 and 2012 is as follows:

	<u>2013</u>	<u>2012</u>
Plan interest in Master Trust	\$ 333,194,742	\$ 277,735,163
Plan interest in net investment income of Master Trust	\$ 55,085,353	\$ 30,737,137

SULZER EMPLOYEE SAVINGS PLAN
NOTES TO FINANCIAL STATEMENTS
December 31, 2013 and 2012

4. Plan Interests in Sulzer Employee Savings Plan Master Trust (Unaudited) - Continued

The following table presents the net assets available for benefits, including investments, of the Master Trust, which was certified by the Trustee, as of December 31, 2013 and 2012:

	<u>2013</u>	<u>2012</u>
Assets		
Investments, at fair value:		
Common collective trusts	\$ 38,148,654	\$ 41,157,412
Registered investment companies	<u>312,357,207</u>	<u>250,557,745</u>
Total investments, at fair value	<u>350,505,861</u>	<u>291,715,157</u>
Notes receivable from participants	<u>7,550,758</u>	<u>7,390,779</u>
Total assets, at fair value	<u>358,056,619</u>	<u>299,105,936</u>
Adjustment from fair value to contract value for interest in common collective trust related to fully benefit-responsive investment contracts	<u>(211,270)</u>	<u>(1,116,177)</u>
Net assets available for benefits	<u>\$ 357,845,349</u>	<u>\$ 297,989,759</u>

Investment and interest income on notes receivable from participants of the Master Trust, as certified by the Trustee, for the years ended December 31, 2013 and 2012 is as follows:

	<u>2013</u>	<u>2012</u>
Investment income:		
Net appreciation in fair value of investments:		
Common collective trusts	\$ 373,616	\$ 561,400
Registered investment companies	<u>56,908,365</u>	<u>31,476,814</u>
Total investment income	<u>\$ 57,281,981</u>	<u>\$ 32,038,214</u>
Interest income on notes receivable from participants	<u>\$ 315,775</u>	<u>\$ 427,531</u>

The fair value of individual investments that represent 5% or more of the Master Trust's net assets at December 31, 2013 and 2012, is as follows:

	<u>2013</u>	<u>2012</u>
Allianz NFJ International Value Fund	\$ 24,555,966	\$ 21,275,112
Fidelity Growth Company Fund K	34,784,272	23,637,620
Fidelity Managed Income Portfolio II	*	41,157,412
Fidelity Puritan Fund Class K	26,226,294	22,240,857
Fidelity Spartan 500 Index Institutional Fund	23,363,744	16,241,950
Massachusetts Financial Services Value Fund Class R4	46,132,873	35,650,806
Morley Stable Value Fund	38,148,627	*
Munder Mid Cap Core Growth Fund	50,154,209	39,937,896
PIMCO Total Return Institutional Fund	53,375,005	53,998,784
Investments less than 5% of net assets	<u>53,764,871</u>	<u>37,574,720</u>
Total investments	<u>\$ 350,505,861</u>	<u>\$ 291,715,157</u>

* Less than 5% of net assets in period presented.

SULZER EMPLOYEE SAVINGS PLAN
NOTES TO FINANCIAL STATEMENTS
December 31, 2013 and 2012

4. Plan Interests in Sulzer Employee Savings Plan Master Trust (Unaudited) - Continued

Fair Value Measurements

ASC 820 establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets and liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy are described below:

- | | |
|---------|---|
| Level 1 | Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has the ability to access. |
| Level 2 | <p>Inputs to the valuation methodology include:</p> <ul style="list-style-type: none">• Quoted prices for similar assets or liabilities in active markets;• Quoted prices for identical or similar assets or liabilities in inactive markets;• Inputs other than quoted prices that are observable for the asset or liability;• Inputs that are derived principally from or corroborated by observable market data by correlation or other means. <p>If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.</p> |
| Level 3 | Inputs to the valuation methodology are unobservable and significant to the fair value measurement. |

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

In determining the fair value of the assets, the Plan generally uses two approaches, the market approach and the cost approach. The market approach uses prices and other relevant data based on market transactions involving identical or comparable assets. The cost approach is the amount that would be currently required to replace an asset and indicates the cost to the Plan to require a substitute asset.

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

Registered Investment companies (mutual funds): Valued at the net asset value ("NAV") of shares held by the Plan at year-end as quoted in an active market as reported by the issuer. (Market approach)

Money market fund: Valued at amortized cost, which approximates fair value. (Cost approach)

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

SULZER EMPLOYEE SAVINGS PLAN
NOTES TO FINANCIAL STATEMENTS
December 31, 2013 and 2012

4. Plan Interests in Sulzer Employee Savings Plan Master Trust (Unaudited) - Continued

Fair Value Measurements, continued

The methods described above may produce fair value calculations that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Plan believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following table sets forth by level, within the fair value hierarchy, the Plan's assets at fair value as of December 31, 2013:

Assets at Fair Value as of December 31, 2013

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Mutual funds:				
Growth funds	\$ 95,239,672	\$ -	\$ -	\$ 95,239,672
Value funds	97,125,714	-	-	97,125,714
Blended funds	57,945,599	-	-	57,945,599
Bond funds	<u>54,198,958</u>	<u>-</u>	<u>-</u>	<u>54,198,958</u>
Total mutual funds	304,509,943	-	-	304,509,943
Money market fund	-	7,847,264	-	7,847,264
Common collective trusts	<u>-</u>	<u>38,148,654</u>	<u>-</u>	<u>38,148,654</u>
Total assets at fair value	<u>\$304,509,943</u>	<u>\$ 45,995,918</u>	<u>\$ -</u>	<u>\$350,505,861</u>

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

Assets at Fair Value as of December 31, 2012

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Mutual funds:				
Growth funds	\$ 70,894,823	\$ -	\$ -	\$ 70,894,823
Value funds	66,541,904	-	-	66,541,904
Blended funds	51,005,180	-	-	51,005,180
Bond funds	<u>54,951,535</u>	<u>-</u>	<u>-</u>	<u>54,951,535</u>
Total mutual funds	243,393,442	-	-	243,393,442
Money market fund	-	7,164,303	-	7,164,303
Common collective trust	<u>-</u>	<u>41,157,412</u>	<u>-</u>	<u>41,157,412</u>
Total assets at fair value	<u>\$243,393,442</u>	<u>\$ 48,321,715</u>	<u>\$ -</u>	<u>\$291,715,157</u>

Continued

SULZER EMPLOYEE SAVINGS PLAN
NOTES TO FINANCIAL STATEMENTS
December 31, 2013 and 2012

4. Plan Interests in Sulzer Employee Savings Plan Master Trust (Unaudited) - Continued

Fair Value Measurements, continued

The following table summarizes investments measured at fair value based on NAV per share, as a practical expedient, as of December 31, 2013 and 2012.

<u>Investment</u>	<u>Fair Value</u> <u>December 31,</u>		<u>Unfunded</u> <u>Commitment</u>	<u>Redemption</u> <u>Frequency</u> <u>(if currently</u> <u>eligible)</u>	<u>Redemption</u> <u>Notice Period</u>
	<u>2013</u>	<u>2012</u>			
Morley Stable Value Fund	\$ 38,148,627	\$ -	N/A	Daily	Daily
Fidelity Managed Income Portfolio II	<u>27</u>	<u>41,157,412</u>	N/A	Daily	Daily
Total	<u>\$ 38,148,654</u>	<u>\$ 41,157,412</u>			

5. Tax Status

The Internal Revenue Service has determined and informed the Company by a letter dated May 12, 2011 that the Plan and related trust are designed in accordance with applicable sections of the IRC. The Plan has been amended since receiving the determination letter. However, Management believes that the Plan is designed and is currently being operated in compliance with the applicable sections of the IRC and, therefore, believes the related trust is exempt from taxation under Section 501(1) of the IRC.

6. Plan Termination

Although it has not expressed any intent to do so, the Company has the right under the Plan to discontinue its contributions at any time and to terminate the Plan subject to the provisions set forth in ERISA. In the event that the Plan is terminated, participants would become 100% vested in their total account balance.

7. Party-in-Interest Transactions

Certain Plan investments are in accounts managed by the Trustee. In addition, the Plan allows participants to borrow from their vested account balances. These transactions qualify as party-in-interest transactions, as defined by ERISA; however, these transactions are permitted under the provisions of the Plan and are exempt from the prohibition of party-in-interest transactions under ERISA.

SULZER EMPLOYEE SAVINGS PLAN
NOTES TO FINANCIAL STATEMENTS
December 31, 2013 and 2012

8. Reconciliation of Financial Statements to Form 5500

The following is a reconciliation of net assets available for benefits as reflected in these financial statements, to the amount reflected in the Plan's Form 5500 as of December 31, 2013 and 2012:

	<u>2013</u>	<u>2012</u>
Net assets available for benefits as reported in the financial statements	\$ 341,379,363	\$ 285,065,457
Plus: adjustment from fair value to contract value for fully benefit-responsive investment contracts	202,202	1,059,610
Less: deemed distribution of loans	<u>(466,155)</u>	<u>(554,531)</u>
Net assets available for benefits as reported in the Form 5500	<u>\$ 341,115,410</u>	<u>\$ 285,570,536</u>

The following is a reconciliation of the net increase in net assets available for benefits for the year ended December 31, 2013 and 2012, as reflected in these financial statements, to the amounts reflected in the Plan's Form 5500:

	<u>2013</u>	<u>2012</u>
Net increase in net assets available for benefits as reported on the financial statements	\$ 56,313,906	\$ 45,615,449
Prior year adjustment from fair value to contract value for fully benefit-responsive investment contracts	(1,059,610)	(984,800)
Current year adjustment from fair value to contract value for fully benefit-responsive investment contracts	202,202	1,059,610
Deemed distribution of loans	<u>88,376</u>	<u>(221,148)</u>
Net increase in net assets available for benefits as reported in the Form 5500	<u>\$ 55,544,874</u>	<u>\$ 45,469,111</u>

9. Subsequent Events

During June 2014, two of the Company's subsidiaries, Sulzer Friction System (US) Inc. and Sulzer Metco (US) Inc., were acquired by another company. As per the terms of the acquisition, the participants' accounts were not merged with the new company's plan. Instead, the participants may elect to rollover their assets to another qualified plan of their own choice or leave their accounts within the Plan.

Plan management has evaluated subsequent events through October 10, 2014, the date the financial statements were available to be issued, and has concluded that there are no other significant events to be reported.

SUPPLEMENTAL SCHEDULES

SULZER EMPLOYEE SAVINGS PLAN
SCHEDULE H, LINE 4a - SCHEDULE OF DELINQUENT PARTICIPANT CONTRIBUTIONS
FOR THE YEAR ENDED DECEMBER 31, 2013

EIN: 13-3950743
 PN: 003

Participant Contributions Transferred Late to Plan	Total that Constitute Nonexempt Prohibited Transactions			Total Fully Corrected Under VFCP (Voluntary Fiduciary Correction Program) and PTE 2002-51
Check here if Late Participant Loan Repayments are included:	Contributions Not Corrected	Contributions Corrected Outside VFCP	Contributions Pending Correction in VFCP	
		\$ 13,533		

SULZER EMPLOYEE SAVINGS PLAN
SCHEDULE H, LINE 4i - SCHEDULE OF ASSETS (HELD AT END OF YEAR)
DECEMBER 31, 2013

EIN: 13-3950743
PN: 003

(a)	(b) Identity of Issue, Borrower, Lessor or Similar Party	(c) Description of Investment, Including Maturity Date, Rate of Interest, Collateral, Par or Maturity Value	Current (e) Value***
*	Fidelity Investments	93% interest in the Sulzer Employee Savings Plan Master Trust Investment	\$ 333,194,742**
*	Participant loans	Loans bearing interest at rates ranging from 3.25% to 10.50% per year	<u>7,550,758</u>
			<u>\$ 340,745,500</u>

* Represents a party-in-interest.

** Represents investment comprising at least 5% of net assets available for benefits.

*** Cost information is not required for participant directed investments.

SULZER EMPLOYEE SAVINGS PLAN

**FINANCIAL STATEMENTS AND SUPPLEMENTAL SCHEDULES
WITH REPORT OF INDEPENDENT ACCOUNTANTS
as of and for the years ended December 31, 2013 and 2012**

SULZER EMPLOYEE SAVINGS PLAN
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* Other schedules required by 29 CFR 2520.103-10 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974 have been omitted because they are not applicable.

REPORT OF INDEPENDENT ACCOUNTANTS

To the Participants and Plan Administrator
Sulzer Employee Savings Plan:

Report on the Financial Statements

We were engaged to audit the accompanying financial statements of Sulzer Employee Savings Plan, ("the Plan"), which comprise the statements of net assets available for benefits as of December 31, 2013 and 2012, and the related statements of changes in net assets available for benefits for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's 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 ("DOL") 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 Note 3 and 4, which was certified by Fidelity Management Trust Company, ("Trustee") the Trustee of the Plan, except for comparing the information with the related information included in the financial statements and supplemental schedules. We have been informed by the plan administrator that Fidelity Management Trust Company held the Plan's investment assets and executes investment transactions. The plan administrator has obtained a certification from the Trustee as of and for the years ended December 31, 2013 and 2012, that the information provided to the plan administrator by the Trustee is complete and accurate.

Disclaimer of Opinion

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

Other Matter

The supplemental schedules, Schedule H, Line 4a – Schedule of Delinquent Participant Contributions for the year ended December 31, 2013 and the Schedule H, Line 4i – Schedule of Assets (Held At End of Year) as of December 31, 2013 are presented for the purpose of additional analysis and are not a required part of the financial statements but are required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA. Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, it is inappropriate to and we do not express an opinion on the supplemental schedules 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 trustee, have been audited by us in accordance with auditing standards generally accepted in the United States of America and, in our opinion, are presented in compliance with the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA.

Han, Langston + Bregine, L.L.P.

Houston, Texas
October 10, 2014

SULZER EMPLOYEE SAVINGS PLAN
STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS
December 31, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Assets:		
Investment in Master Trust, at fair value (See Notes 2, 3 and 4)	\$ 333,194,742	\$ 277,735,163
Receivables:		
Employer	880,729	1,019,212
Participant	35,253	31,835
Notes receivable from participants	<u>7,550,758</u>	<u>7,390,779</u>
Total receivables	<u>8,466,740</u>	<u>8,441,826</u>
Total assets	<u>341,661,482</u>	<u>286,176,989</u>
Liabilities:		
Administrative expenses payable	<u>79,917</u>	<u>51,922</u>
Total liabilities	<u>79,917</u>	<u>51,922</u>
Net assets available for benefits at fair value	341,581,565	286,125,067
Adjustment from fair value to contract value for interest in common collective trust relating to fully benefit-responsive investment contracts	<u>(202,202)</u>	<u>(1,059,610)</u>
Net assets available for benefits	<u>\$ 341,379,363</u>	<u>\$ 285,065,457</u>

The accompanying notes are an integral
part of these financial statements.

SULZER EMPLOYEE SAVINGS PLAN
STATEMENTS OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS
for the years ended December 31, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Additions to net assets attributed to:		
Plan's interest in Master Trust's investment income:		
Net appreciation in fair value of investments (See Notes 2, 3 and 4)	\$ 55,085,353	\$ 30,737,137
Total investment income in Master Trust	<u>55,085,353</u>	<u>30,737,137</u>
Interest income on notes receivable from participants, in Master Trust	<u>315,775</u>	<u>427,531</u>
Contributions:		
Employer	12,538,075	12,017,289
Participant	13,494,435	12,749,980
Participant rollovers	<u>2,373,120</u>	<u>1,292,153</u>
Total contributions	<u>28,405,630</u>	<u>26,059,422</u>
Total additions	<u>83,806,758</u>	<u>57,224,090</u>
Deductions from net assets attributed to:		
Benefit payments	27,392,165	20,139,260
Administrative fees	<u>100,687</u>	<u>193,109</u>
Total deductions	<u>27,492,852</u>	<u>20,332,369</u>
Net increase in net assets available for benefits before transfer into the Plan	56,313,906	36,891,721
Transfer from EMS 401(k) Retirement Savings Plan	<u>-</u>	<u>8,723,728</u>
Net increase in net assets available for benefits	56,313,906	45,615,449
Net assets available for benefits, beginning of year	<u>285,065,457</u>	<u>239,450,008</u>
Net assets available for benefits, end of year	<u>\$ 341,379,363</u>	<u>\$ 285,065,457</u>

The accompanying notes are an integral
part of these financial statements.

SULZER EMPLOYEE SAVINGS PLAN
NOTES TO FINANCIAL STATEMENTS
December 31, 2013 and 2012

1. Description of Plan

The following brief description of Sulzer Employee Savings Plan (the "Plan") is provided for general information only. Participants should refer to the Plan agreement for a more complete description of the Plan's provisions.

General

The Plan is a defined contribution plan which was initially established on January 1, 1984 as a restatement and continuation of the Sulzer Escher Wyss, Inc. Employee Savings Plan. The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974 ("ERISA") and is amended from time to time to reflect changes in the law. The Plan, as amended, includes the eligible employees of the following subsidiaries and affiliates of Sulzer US Holding Inc. (the "Company") as of December 31, 2013:

Sulzer Friction Systems (US) Inc.
Sulzer Turbo Services Houston Inc.
Sulzer Chemtech USA Inc.
Sulzer Metco (US) Inc.
Sulzer Process Pumps (US) Inc.
Sulzer Pumps (US) Inc.
Sulzer USA Inc.
Sulzer Turbo Services New Orleans Inc.
Sulzer Mixpac USA, Inc.
Sulzer Pump Solutions (US) Inc.
Sulzer EMS Inc.

Effective January 1, 2012, the Plan merged with the EMS 401(k) Retirement Savings Plan. As a result of this merger, assets totaling \$8,723,728 were transferred into the Plan as of December 31, 2012.

Effective July 2, 2013, the Plan was amended to allow only one hardship withdrawal per plan year from a portion of the balance of the participants' Before Tax Contributions Account. In addition, loan may be made for participant who has a less than full time but regular work schedule. However, loan may not be made for participant who is an employee that is hired for a specified period of time.

During 1989, the Sulzer US Holding Inc. Board of Directors approved an amendment to the Savings Plan to provide for certain retirement benefits previously provided under the Sulzer US Holding Inc. Retirement Plan, known as the "Retirement Security Contribution or RSC." This amendment, which became effective January 1, 1990, provides for retirement benefits for all employees of certain designated companies. The Retirement Security Contributions made under this provision are based on the base pay of the employee. Contributions are allocated to all active employees regardless of their participation status in the Plan as of March 31, June 30, September 30, and December 31, of each Plan year, if the participant was an employee 12 months prior to the allocation date and was an employee on the allocation date. The contribution covers employees of Sulzer Friction Systems (US) Inc., Sulzer USA Inc., Sulzer Metco (US) Inc., Sulzer Turbo Services Houston Inc., Sulzer Mixpac USA, Inc., Sulzer Chemtech USA Inc. and Sulzer Pump Solutions (US) Inc. Retirement Security Contributions do not apply to other subsidiaries; however, for eligible subsidiaries it is determined as follows, except Sulzer Pump Solutions (US) Inc., which is at 2% of rate of Base Pay:

<u>Age</u>	<u>Percent of Base Pay</u>
Under 35	3%
35-44	4
45-54	5
55 and older	6

SULZER EMPLOYEE SAVINGS PLAN
NOTES TO FINANCIAL STATEMENTS
December 31, 2013 and 2012

1. Description of Plan, continued

Eligibility

Each full-time employee and each part-time employee who is expected to provide 1,000 hours of service during their first year of employment is eligible to participate in the Plan on the first entry date which is administratively feasible following the later of his date of hire or attainment of age 21.

Administration

The Plan is administered by the Company and accordingly, certain administration functions are performed by officers or employees of the Company. No officers or employees receive compensation from the Plan. Fidelity Management Trust Company (the "Trustee") serves as the trustee of the Plan.

Fidelity Management Trust Company has been designated as the Trustee of the Master Trust and is responsible for the investment, reinvestment, control, and disbursement of the funds and portfolios of the Plan. Expenses of administering the Plan, including fees and expenses of the Trustee, may be charged to the Plan. Investment fees are charged against the earnings of the funds and portfolios. The Master Trust is further described in Note 4.

Contributions

Each year participants may contribute from 1% to 35% of their pre-tax annual compensation, as before-tax contributions or after-tax Roth contributions, not to exceed the limitation set forth in Section 402(g) (\$17,500 and \$17,000 for 2013 and 2012) of the Internal Revenue Code ("IRC"). Participants may make catch-up contributions, pre-tax contributions that exceed the annual elective deferral limit, during any calendar year ending on or after the participant's 50th birthday. Participants' total catch-up contributions during 2013 and 2012 cannot exceed \$5,500 in each year. Participants may also make rollover contributions from other qualified plans. Participants direct the investment of their contributions into various investment options offered by the Plan.

Contributions up to 6% of compensation are eligible for 100% company Safe-Harbor matching contributions for all subsidiaries.

Participant Accounts

Each participant's account is credited with the participant's contributions, an allocation of the Company's contributions and Plan earnings, and charged with an allocation of administrative expenses. Earnings are allocated by fund based on the ratio of a participant's account invested in a particular fund to all participants' investments in that fund. Upon the occurrence of a distribution event, the benefit to which a participant is entitled is the benefit that can be provided from the participant's vested interest in his or her account.

SULZER EMPLOYEE SAVINGS PLAN
NOTES TO FINANCIAL STATEMENTS
December 31, 2013 and 2012

1. Description of Plan, continued

Vesting

Participants are immediately vested in their elective contributions, plus any earnings on such contributions. The employer contributions on the matching account, plus any earnings on such contributions are vested immediately. The vesting of employer contributions on the Retirement Security Account, is based on years of continuous service accrued by the participant while in covered employment. The Plan provides for the following employer RSC contribution vesting schedule for terminations:

<u>Years of Service</u>	<u>Vested Percentage</u>
Less than 2 years	0%
2 years, but less than 3 years	25%
3 years, but less than 4 years	50%
4 years, but less than 5 years	75%
5 years or more	100%

Forfeited Accounts

All employer contributions credited to a participant's account, but not vested, are forfeited by the participant due to termination of employment. However, a participant becomes fully vested in his matching contribution account and/or retirement security contribution per the Plan's vesting provisions, upon attaining age fifty-five (55) prior to termination of employment or upon death or disability prior to termination of employment. Any amount not vested is held in the participant's matching contribution account until the end of the Plan year in which the participant separates from service, at which time it shall be treated as a distribution of zero (\$0) and forfeited. Forfeitures are used to fund employer contributions. During 2013 and 2012, forfeitures used to fund employer contributions were \$41,962 and \$54,176. At December 31, 2013 and 2012, forfeited non-vested accounts available to pay administrative expenses and to reduce future employer contributions totaled \$219,060 and \$125,384.

Notes Receivable from Participants

Participants may borrow from their fund accounts a minimum of \$1,000 up to a maximum equal to the lesser of \$50,000 or 50% of the participant's vested account balance. Loan terms range from 1 to 5 years or more for the purchase of a primary residence. Loans are secured by the vested balance in the participant's account and bear interest at a rate commensurate with local prevailing rates ranging from 3.25% to 10.50% for the years ended December 31, 2013 and 2012. Principal and interest payments are made by means of payroll withholding according to the terms of the promissory note.

Payment of Benefits

Upon termination of employment due to death, disability or retirement, a participant (or his/her designated beneficiary in the event of death) may elect to receive either a lump-sum amount equal to the value of the participant's vested interest in his or her account, or to have the account balance distributed in installments.

Administrative Expenses

Administrative expenses, including recordkeeping fees, audit fees and legal fees, are paid by the Plan, as provided in the Plan document. In situations where recordkeeping revenue received in connection with plan services exceeds agreed-upon compensation, trustee can deposit amounts equal to such excess revenue in a suspense account within the plan, which can be used to offset future Plan expenses. At December 31, 2013 and 2012, the excess revenue account totaled \$129,996 and \$22,738, respectively.

SULZER EMPLOYEE SAVINGS PLAN
NOTES TO FINANCIAL STATEMENTS
December 31, 2013 and 2012

1. Description of Plan, continued

Expense Offset Arrangements

Fees incurred by the plan for the investment management services and trustee fees are included in net appreciation in fair value of investments, as they are paid through revenue sharing, rather than a direct payment.

2. Summary of Significant Accounting Policies

Basis of Accounting

The financial statements of the Plan are prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("GAAP").

As described in Accounting Standards Codification ("ASC") Topic 962, *Defined Contribution Pension Plans*, investment contracts held by a defined-contribution plan are required to be reported at fair value. However, contract value is the relevant measurement attribute for that portion of the net assets available for benefits of a defined-contribution plan attributable to fully benefit-responsive investment contracts because contract value is the amount participants would receive if they were to initiate permitted transactions under the terms of the Plan. Investments in the accompanying Statements of Net Assets Available for Benefits include a common collective trust, i.e., the Managed Income Portfolio and Morley Stable Value Fund, which are fully benefit-responsive investment contracts. As required by the ASC 962, the Statement of Net Assets Available for Benefits presents the fair value of the investment contracts as well as the adjustment of the fully benefit-responsive investment contracts from fair value to contract value. The Statement of Changes in Net Assets Available for Benefits is prepared on a contract value basis.

Use of Estimates

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

Risks and Uncertainties

The Plan provides for various investment options. The Plan's common collective trusts and mutual funds invest in various securities including U.S. Government securities, corporate debt instruments and corporate stocks. Investment securities, in general, are exposed to various risks, such as interest rate, credit, and overall market volatility. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the value of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the statements of net assets available for benefits and the statements of changes in net assets available for benefits.

Investment Valuation and Income Recognition

The Plan's investments are all held in the Sulzer Employee Savings Plan Master Trust (the "Master Trust") and are stated at fair value. Investments in registered investment companies are valued at quoted market prices. The Plan's interest in the common collective trusts are valued based on information reported by the Trustee of the shares held by the Plan at the net asset value ("NAV") at year end using the audited financial statements of the common collective trusts.

SULZER EMPLOYEE SAVINGS PLAN
NOTES TO FINANCIAL STATEMENTS
December 31, 2013 and 2012

2. Summary of Significant Accounting Policies, continued

Investment Valuation and Income Recognition, continued

The Plan's share of the Master Trust's net appreciation (depreciation) in fair value of investments includes realized gains and losses on investments sold during the year and unrealized appreciation of investments held at the end of the year. Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date.

Notes Receivable from Participants

Notes receivable from participants are measured at their unpaid principal balance plus any accrued but unpaid interest. Interest income is recorded on the accrual basis. Related fees are recorded as administrative expenses and are expensed when they are incurred. No allowance for credit losses has been recorded as of December 31, 2013 or 2012. If a participant ceases to make loan payments and the Plan administrator deems the participant loan to be in default, the participant loan balance is reduced and a benefit payment is recorded.

Benefit Payments

Benefits are recorded when paid.

3. Information Certified by the Plan's Trustee (Unaudited)

The Plan Administrator has elected the method of annual reporting compliance permitted by 29 CFR 2520.103-8 of the Department of Labor Rules and Regulations for Reporting and Disclosure under ERISA.

Other than the fair value of the stable value funds and the related adjustment from fair value to contract value for fully benefit-responsive investment contracts, certain information related to investments and notes receivable from participants disclosed in the accompanying financial statements and supplemental schedule, including investments and notes receivable from participants held at December 31, 2013 and 2012, and net appreciation in fair value of investments, interest and dividends for the year ended December 31, 2013, was obtained or derived from information supplied to the plan administrator and certified as complete and accurate by the Trustee. The contract value of the stable value funds were certified by the Trustee.

The Plan's independent accountants did not perform auditing procedures with respect to this information except for comparing such information to the related information included in the financial statements and supplemental schedule.

4. Plan Interests in Sulzer Employee Savings Plan Master Trust (Unaudited)

The Plan held a 93% interest in the Master Trust as of December 31, 2013 and 2012. The value of the Plan's interest in the Master Trust is based on the beginning of year value of the Plan's interest in the Master Trust plus actual contributions and allocated investment income less actual distributions and allocated administrative expenses. Investment income and administrative expenses related to the Master Trust are allocated to the individual plans based upon average monthly balances invested by each plan.

The Plan's interest in the Master Trust as of and for the years ended December 31, 2013 and 2012 is as follows:

	<u>2013</u>	<u>2012</u>
Plan interest in Master Trust	\$ <u>333,194,742</u>	\$ <u>277,735,163</u>
Plan interest in net investment income of Master Trust	\$ <u>55,085,353</u>	\$ <u>30,737,137</u>

SULZER EMPLOYEE SAVINGS PLAN
NOTES TO FINANCIAL STATEMENTS
December 31, 2013 and 2012

4. Plan Interests in Sulzer Employee Savings Plan Master Trust (Unaudited) - Continued

The following table presents the net assets available for benefits, including investments, of the Master Trust, which was certified by the Trustee, as of December 31, 2013 and 2012:

	<u>2013</u>	<u>2012</u>
Assets		
Investments, at fair value:		
Common collective trusts	\$ 38,148,654	\$ 41,157,412
Registered investment companies	<u>312,357,207</u>	<u>250,557,745</u>
Total investments, at fair value	<u>350,505,861</u>	<u>291,715,157</u>
Notes receivable from participants	<u>7,550,758</u>	<u>7,390,779</u>
Total assets, at fair value	<u>358,056,619</u>	<u>299,105,936</u>
Adjustment from fair value to contract value for interest in common collective trust related to fully benefit-responsive investment contracts	<u>(211,270)</u>	<u>(1,116,177)</u>
Net assets available for benefits	<u>\$ 357,845,349</u>	<u>\$ 297,989,759</u>

Investment and interest income on notes receivable from participants of the Master Trust, as certified by the Trustee, for the years ended December 31, 2013 and 2012 is as follows:

	<u>2013</u>	<u>2012</u>
Investment income:		
Net appreciation in fair value of investments:		
Common collective trusts	\$ 373,616	\$ 561,400
Registered investment companies	<u>56,908,365</u>	<u>31,476,814</u>
Total investment income	<u>\$ 57,281,981</u>	<u>\$ 32,038,214</u>
Interest income on notes receivable from participants	<u>\$ 315,775</u>	<u>\$ 427,531</u>

The fair value of individual investments that represent 5% or more of the Master Trust's net assets at December 31, 2013 and 2012, is as follows:

	<u>2013</u>	<u>2012</u>
Allianz NFJ International Value Fund	\$ 24,555,966	\$ 21,275,112
Fidelity Growth Company Fund K	34,784,272	23,637,620
Fidelity Managed Income Portfolio II	*	41,157,412
Fidelity Puritan Fund Class K	26,226,294	22,240,857
Fidelity Spartan 500 Index Institutional Fund	23,363,744	16,241,950
Massachusetts Financial Services Value Fund Class R4	46,132,873	35,650,806
Morley Stable Value Fund	38,148,627	*
Munder Mid Cap Core Growth Fund	50,154,209	39,937,896
PIMCO Total Return Institutional Fund	53,375,005	53,998,784
Investments less than 5% of net assets	<u>53,764,871</u>	<u>37,574,720</u>
Total investments	<u>\$ 350,505,861</u>	<u>\$ 291,715,157</u>

* Less than 5% of net assets in period presented.

SULZER EMPLOYEE SAVINGS PLAN
NOTES TO FINANCIAL STATEMENTS
December 31, 2013 and 2012

4. Plan Interests in Sulzer Employee Savings Plan Master Trust (Unaudited) - Continued

Fair Value Measurements

ASC 820 establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets and liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy are described below:

- | | |
|---------|---|
| Level 1 | Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has the ability to access. |
| Level 2 | <p>Inputs to the valuation methodology include:</p> <ul style="list-style-type: none">• Quoted prices for similar assets or liabilities in active markets;• Quoted prices for identical or similar assets or liabilities in inactive markets;• Inputs other than quoted prices that are observable for the asset or liability;• Inputs that are derived principally from or corroborated by observable market data by correlation or other means. <p>If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.</p> |
| Level 3 | Inputs to the valuation methodology are unobservable and significant to the fair value measurement. |

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

In determining the fair value of the assets, the Plan generally uses two approaches, the market approach and the cost approach. The market approach uses prices and other relevant data based on market transactions involving identical or comparable assets. The cost approach is the amount that would be currently required to replace an asset and indicates the cost to the Plan to require a substitute asset.

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

Registered Investment companies (mutual funds): Valued at the net asset value ("NAV") of shares held by the Plan at year-end as quoted in an active market as reported by the issuer. (Market approach)

Money market fund: Valued at amortized cost, which approximates fair value. (Cost approach)

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

SULZER EMPLOYEE SAVINGS PLAN
NOTES TO FINANCIAL STATEMENTS
December 31, 2013 and 2012

4. Plan Interests in Sulzer Employee Savings Plan Master Trust (Unaudited) - Continued

Fair Value Measurements, continued

The methods described above may produce fair value calculations that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Plan believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following table sets forth by level, within the fair value hierarchy, the Plan's assets at fair value as of December 31, 2013:

Assets at Fair Value as of December 31, 2013

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Mutual funds:				
Growth funds	\$ 95,239,672	\$ -	\$ -	\$ 95,239,672
Value funds	97,125,714	-	-	97,125,714
Blended funds	57,945,599	-	-	57,945,599
Bond funds	<u>54,198,958</u>	<u>-</u>	<u>-</u>	<u>54,198,958</u>
Total mutual funds	304,509,943	-	-	304,509,943
Money market fund	-	7,847,264	-	7,847,264
Common collective trusts	<u>-</u>	<u>38,148,654</u>	<u>-</u>	<u>38,148,654</u>
Total assets at fair value	<u>\$304,509,943</u>	<u>\$ 45,995,918</u>	<u>\$ -</u>	<u>\$350,505,861</u>

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

Assets at Fair Value as of December 31, 2012

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Mutual funds:				
Growth funds	\$ 70,894,823	\$ -	\$ -	\$ 70,894,823
Value funds	66,541,904	-	-	66,541,904
Blended funds	51,005,180	-	-	51,005,180
Bond funds	<u>54,951,535</u>	<u>-</u>	<u>-</u>	<u>54,951,535</u>
Total mutual funds	243,393,442	-	-	243,393,442
Money market fund	-	7,164,303	-	7,164,303
Common collective trust	<u>-</u>	<u>41,157,412</u>	<u>-</u>	<u>41,157,412</u>
Total assets at fair value	<u>\$243,393,442</u>	<u>\$ 48,321,715</u>	<u>\$ -</u>	<u>\$291,715,157</u>

Continued

SULZER EMPLOYEE SAVINGS PLAN
NOTES TO FINANCIAL STATEMENTS
December 31, 2013 and 2012

4. Plan Interests in Sulzer Employee Savings Plan Master Trust (Unaudited) - Continued

Fair Value Measurements, continued

The following table summarizes investments measured at fair value based on NAV per share, as a practical expedient, as of December 31, 2013 and 2012.

<u>Investment</u>	<u>Fair Value</u> <u>December 31,</u>		<u>Unfunded</u> <u>Commitment</u>	<u>Redemption</u> <u>Frequency</u> <u>(if currently</u> <u>eligible)</u>	<u>Redemption</u> <u>Notice Period</u>
	<u>2013</u>	<u>2012</u>			
Morley Stable Value Fund	\$ 38,148,627	\$ -	N/A	Daily	Daily
Fidelity Managed Income Portfolio II	<u>27</u>	<u>41,157,412</u>	N/A	Daily	Daily
Total	<u>\$ 38,148,654</u>	<u>\$ 41,157,412</u>			

5. Tax Status

The Internal Revenue Service has determined and informed the Company by a letter dated May 12, 2011 that the Plan and related trust are designed in accordance with applicable sections of the IRC. The Plan has been amended since receiving the determination letter. However, Management believes that the Plan is designed and is currently being operated in compliance with the applicable sections of the IRC and, therefore, believes the related trust is exempt from taxation under Section 501(1) of the IRC.

6. Plan Termination

Although it has not expressed any intent to do so, the Company has the right under the Plan to discontinue its contributions at any time and to terminate the Plan subject to the provisions set forth in ERISA. In the event that the Plan is terminated, participants would become 100% vested in their total account balance.

7. Party-in-Interest Transactions

Certain Plan investments are in accounts managed by the Trustee. In addition, the Plan allows participants to borrow from their vested account balances. These transactions qualify as party-in-interest transactions, as defined by ERISA; however, these transactions are permitted under the provisions of the Plan and are exempt from the prohibition of party-in-interest transactions under ERISA.

SULZER EMPLOYEE SAVINGS PLAN
NOTES TO FINANCIAL STATEMENTS
December 31, 2013 and 2012

8. Reconciliation of Financial Statements to Form 5500

The following is a reconciliation of net assets available for benefits as reflected in these financial statements, to the amount reflected in the Plan's Form 5500 as of December 31, 2013 and 2012:

	<u>2013</u>	<u>2012</u>
Net assets available for benefits as reported in the financial statements	\$ 341,379,363	\$ 285,065,457
Plus: adjustment from fair value to contract value for fully benefit-responsive investment contracts	202,202	1,059,610
Less: deemed distribution of loans	<u>(466,155)</u>	<u>(554,531)</u>
Net assets available for benefits as reported in the Form 5500	<u>\$ 341,115,410</u>	<u>\$ 285,570,536</u>

The following is a reconciliation of the net increase in net assets available for benefits for the year ended December 31, 2013 and 2012, as reflected in these financial statements, to the amounts reflected in the Plan's Form 5500:

	<u>2013</u>	<u>2012</u>
Net increase in net assets available for benefits as reported on the financial statements	\$ 56,313,906	\$ 45,615,449
Prior year adjustment from fair value to contract value for fully benefit-responsive investment contracts	(1,059,610)	(984,800)
Current year adjustment from fair value to contract value for fully benefit-responsive investment contracts	202,202	1,059,610
Deemed distribution of loans	<u>88,376</u>	<u>(221,148)</u>
Net increase in net assets available for benefits as reported in the Form 5500	<u>\$ 55,544,874</u>	<u>\$ 45,469,111</u>

9. Subsequent Events

During June 2014, two of the Company's subsidiaries, Sulzer Friction System (US) Inc. and Sulzer Metco (US) Inc., were acquired by another company. As per the terms of the acquisition, the participants' accounts were not merged with the new company's plan. Instead, the participants may elect to rollover their assets to another qualified plan of their own choice or leave their accounts within the Plan.

Plan management has evaluated subsequent events through October 10, 2014, the date the financial statements were available to be issued, and has concluded that there are no other significant events to be reported.

SUPPLEMENTAL SCHEDULES

SULZER EMPLOYEE SAVINGS PLAN
SCHEDULE H, LINE 4a - SCHEDULE OF DELINQUENT PARTICIPANT CONTRIBUTIONS
FOR THE YEAR ENDED DECEMBER 31, 2013

EIN: 13-3950743
PN: 003

Participant Contributions Transferred Late to Plan	Total that Constitute Nonexempt Prohibited Transactions			Total Fully Corrected Under VFCP (Voluntary Fiduciary Correction Program) and PTE 2002-51
Check here if Late Participant Loan Repayments are included:	Contributions Not Corrected	Contributions Corrected Outside VFCP	Contributions Pending Correction in VFCP	
		\$ 13,533		

SULZER EMPLOYEE SAVINGS PLAN
SCHEDULE H, LINE 4i - SCHEDULE OF ASSETS (HELD AT END OF YEAR)
DECEMBER 31, 2013

EIN: 13-3950743
PN: 003

(a)	(b) Identity of Issue, Borrower, Lessor or Similar Party	(c) Description of Investment, Including Maturity Date, Rate of Interest, Collateral, Par or Maturity Value	Current (e) Value***
*	Fidelity Investments	93% interest in the Sulzer Employee Savings Plan Master Trust Investment	\$ 333,194,742**
*	Participant loans	Loans bearing interest at rates ranging from 3.25% to 10.50% per year	<u>7,550,758</u>
			<u>\$ 340,745,500</u>

* Represents a party-in-interest.

** Represents investment comprising at least 5% of net assets available for benefits.

*** Cost information is not required for participant directed investments.

SULZER EMPLOYEE SAVINGS PLAN
SULZER US HOLDING INC.
EIN: 13-3950743 PN: 003
ATTACHMENT TO FORM 5500, SCH H, 4i
SCHEDULE OF ASSETS HELD FOR INVESTMENT PURPOSES
12/31/2013

(A)	(B) Identity of issue, borrower, lessor, or similar party	(C) Description of investment including maturity date, rate of interest, collateral, par, or maturity value	(E) Current Value
*	Participant Loans	Participant Loans	7,084,603
	Interest Held in Master Trust	Various (includes Registered Investment Companies, Self Directed Brokerage, etc.)	333,194,742
		TOTAL	340,279,345

* Investment with party-in-interest to the Plan