

Form 5500 Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Annual Return/Report of Employee Benefit Plan This form is required to be filed for employee benefit plans under sections 104 and 4065 of the Employee Retirement Income Security Act of 1974 (ERISA) and sections 6047(e), 6057(b), and 6058(a) of the Internal Revenue Code (the Code). ▶ Complete all entries in accordance with the instructions to the Form 5500.	OMB Nos. 1210-0110 1210-0089 2014 This Form is Open to Public Inspection
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Part I	Annual Report Identification Information
For calendar plan year 2014 or fiscal plan year beginning <u>08/01/2014</u> and ending <u>05/31/2015</u>	
A This return/report is for:	☐ a multiemployer plan; ☐ a multiple-employer plan (Filers checking this box must attach a list of participating employer information in accordance with the form instructions); 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>DELTA SYSTEMS RETIREMENT 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>002</u></td> </tr> <tr> <td colspan="2">1c Effective date of plan <u>01/01/1994</u></td> </tr> </table>	1b Three-digit plan number (PN) ▶	<u>002</u>	1c Effective date of plan <u>01/01/1994</u>	
1b Three-digit plan number (PN) ▶	<u>002</u>				
1c Effective date of plan <u>01/01/1994</u>					
2a Plan sponsor's name and address; include room or suite number (employer, if for a single-employer plan) <u>DELTA SYSTEMS, INC.</u> <u>1734 FROST ROAD</u> <u>STREETSBORO, OH 44241-5008</u>	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td>2b Employer Identification Number (EIN) <u>34-1122797</u></td> </tr> <tr> <td>2c Plan Sponsor's telephone number <u>330-626-2811</u></td> </tr> <tr> <td>2d Business code (see instructions) <u>335900</u></td> </tr> </table>	2b Employer Identification Number (EIN) <u>34-1122797</u>	2c Plan Sponsor's telephone number <u>330-626-2811</u>	2d Business code (see instructions) <u>335900</u>	
2b Employer Identification Number (EIN) <u>34-1122797</u>					
2c Plan Sponsor's telephone number <u>330-626-2811</u>					
2d Business code (see instructions) <u>335900</u>					

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

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

SIGN HERE	Filed with authorized/valid electronic signature.	<u>01/14/2016</u>	<u>MICHAEL JEZIORSKI</u>
	Signature of plan administrator	Date	Enter name of individual signing as plan administrator
SIGN HERE			
	Signature of employer/plan sponsor	Date	Enter name of individual signing as employer or plan sponsor
SIGN HERE			
	Signature of DFE	Date	Enter name of individual signing as DFE
Preparer's name (including firm name, if applicable) and address (include room or suite number) (optional)			Preparer's telephone number (optional)

3a Plan administrator's name and address ☒ Same as Plan Sponsor	3b Administrator's EIN 3c Administrator's telephone number
4 If the name and/or EIN of the plan sponsor has changed since the last return/report filed for this plan, enter the name, EIN and the plan number from the last return/report: a Sponsor's name	4b EIN 4c PN
5 Total number of participants at the beginning of the plan year	5 222
6 Number of participants as of the end of the plan year unless otherwise stated (welfare plans complete only lines 6a(1) , 6a(2) , 6b , 6c , and 6d). a(1) Total number of active participants at the beginning of the plan year a(2) Total number of active participants at the end of the plan year b Retired or separated participants receiving benefits c Other retired or separated participants entitled to future benefits..... d Subtotal. Add lines 6a(2) , 6b , and 6c e Deceased participants whose beneficiaries are receiving or are entitled to receive benefits. f Total. Add lines 6d and 6e g Number of participants with account balances as of the end of the plan year (only defined contribution plans complete this item) h Number of participants that terminated employment during the plan year with accrued benefits that were less than 100% vested.....	6a(1) 218 6a(2) 0 6b 0 6c 0 6d 0 6e 0 6f 0 6g 0 6h 0
7 Enter the total number of employers obligated to contribute to the plan (only multiemployer plans complete this item).....	7
8a If the plan provides pension benefits, enter the applicable pension feature codes from the List of Plan Characteristics Codes in the instructions: 2I 2P 3I 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) 0 (4) ☐ C (Service Provider Information) (5) ☐ D (DFE/Participating Plan Information) (6) ☐ G (Financial Transaction Schedules)

Part III**Form M-1 Compliance Information (to be completed by welfare benefit plans)**

11a If the plan provides welfare benefits, was the plan subject to the Form M-1 filing requirements during the plan year? (See instructions and 29 CFR 2520.101-2.) ☐ Yes ☐ No

If "Yes" is checked, complete lines 11b and 11c.

11b Is the plan currently in compliance with the Form M-1 filing requirements? (See instructions and 29 CFR 2520.101-2.) ☐ Yes ☐ No

11c Enter the Receipt Confirmation Code for the 2014 Form M-1 annual report. If the plan was not required to file the 2014 Form M-1 annual report, enter the Receipt Confirmation Code for the most recent Form M-1 that was required to be filed under the Form M-1 filing requirements. (Failure to enter a valid Receipt Confirmation Code will subject the Form 5500 filing to rejection as incomplete.)

Receipt Confirmation Code _____

SCHEDULE H (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Financial Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA), and section 6058(a) of the Internal Revenue Code (the Code). ► File as an attachment to Form 5500.	OMB No. 1210-0110 2014 This Form is Open to Public Inspection
For calendar plan year 2014 or fiscal plan year beginning 08/01/2014 and ending 05/31/2015		
A Name of plan DELTA SYSTEMS RETIREMENT PLAN		B Three-digit plan number (PN) ► 002
C Plan sponsor's name as shown on line 2a of Form 5500 DELTA SYSTEMS, INC.		D Employer Identification Number (EIN) 34-1122797

Part I Asset and Liability Statement			
1 Current value of plan assets and liabilities at the beginning and end of the plan year. Combine the value of plan assets held in more than one trust. Report the value of the plan's interest in a commingled fund containing the assets of more than one plan on a line-by-line basis unless the value is reportable on lines 1c(9) through 1c(14). Do not enter the value of that portion of an insurance contract which guarantees, during this plan year, to pay a specific dollar benefit at a future date. Round off amounts to the nearest dollar. MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 1b(1), 1b(2), 1c(8), 1g, 1h, and 1i. CCTs, PSAs, and 103-12 IEs also do not complete lines 1d and 1e. See instructions.			
Assets		(a) Beginning of Year	(b) End of Year
a Total noninterest-bearing cash	1a		
b Receivables (less allowance for doubtful accounts):			
(1) Employer contributions.....	1b(1)		
(2) Participant contributions.....	1b(2)		
(3) Other.....	1b(3)	32160	0
c General investments:			
(1) Interest-bearing cash (include money market accounts & certificates of deposit).....	1c(1)	179726	0
(2) U.S. Government securities	1c(2)		
(3) Corporate debt instruments (other than employer securities):			
(A) Preferred	1c(3)(A)		
(B) All other	1c(3)(B)		
(4) Corporate stocks (other than employer securities):			
(A) Preferred	1c(4)(A)		
(B) Common.....	1c(4)(B)		
(5) Partnership/joint venture interests	1c(5)		
(6) Real estate (other than employer real property).....	1c(6)		
(7) Loans (other than to participants)	1c(7)		
(8) Participant loans.....	1c(8)		
(9) Value of interest in common/collective trusts	1c(9)		
(10) Value of interest in pooled separate accounts	1c(10)		
(11) Value of interest in master trust investment accounts	1c(11)		
(12) Value of interest in 103-12 investment entities.....	1c(12)		
(13) Value of interest in registered investment companies (e.g., mutual funds).....	1c(13)		
(14) Value of funds held in insurance company general account (unallocated contracts).....	1c(14)		
(15) Other.....	1c(15)		

1d Employer-related investments:

		(a) Beginning of Year	(b) End of Year
(1) Employer securities	1d(1)	5773295	0
(2) Employer real property	1d(2)		
e Buildings and other property used in plan operation	1e		
f Total assets (add all amounts in lines 1a through 1e)	1f	5985181	0

Liabilities

g Benefit claims payable	1g	55482	0
h Operating payables	1h		
i Acquisition indebtedness	1i	1324800	0
j Other liabilities	1j	134130	0
k Total liabilities (add all amounts in lines 1g through 1j)	1k	1514412	0

Net Assets

l Net assets (subtract line 1k from line 1f)	1l	4470769	0
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Part II Income and Expense Statement

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

Income

		(a) Amount	(b) Total
a Contributions:			
(1) Received or receivable in cash from: (A) Employers	2a(1)(A)	388237	
(B) Participants	2a(1)(B)		
(C) Others (including rollovers)	2a(1)(C)		
(2) Noncash contributions	2a(2)		
(3) Total contributions. Add lines 2a(1)(A) , (B) , (C) , and line 2a(2)	2a(3)		388237
b Earnings on investments:			
(1) Interest:			
(A) Interest-bearing cash (including money market accounts and certificates of deposit)	2b(1)(A)	1107	
(B) U.S. Government securities	2b(1)(B)		
(C) Corporate debt instruments	2b(1)(C)		
(D) Loans (other than to participants)	2b(1)(D)		
(E) Participant loans	2b(1)(E)		
(F) Other	2b(1)(F)		
(G) Total interest. Add lines 2b(1)(A) through (F)	2b(1)(G)		1107
(2) Dividends: (A) Preferred stock	2b(2)(A)		
(B) Common stock	2b(2)(B)	72166	
(C) Registered investment company shares (e.g. mutual funds)	2b(2)(C)		
(D) Total dividends. Add lines 2b(2)(A) , (B) , and (C)	2b(2)(D)		72166
(3) Rents	2b(3)		
(4) Net gain (loss) on sale of assets: (A) Aggregate proceeds	2b(4)(A)	6254718	
(B) Aggregate carrying amount (see instructions)	2b(4)(B)	5689344	
(C) Subtract line 2b(4)(B) from line 2b(4)(A) and enter result	2b(4)(C)		565374
(5) Unrealized appreciation (depreciation) of assets: (A) Real estate	2b(5)(A)		
(B) Other	2b(5)(B)	8343	
(C) Total unrealized appreciation of assets. Add lines 2b(5)(A) and (B)	2b(5)(C)		8343

		(a) Amount	(b) Total
(6) Net investment gain (loss) from common/collective trusts	2b(6)		
(7) Net investment gain (loss) from pooled separate accounts	2b(7)		
(8) Net investment gain (loss) from master trust investment accounts	2b(8)		
(9) Net investment gain (loss) from 103-12 investment entities	2b(9)		
(10) Net investment gain (loss) from registered investment companies (e.g., mutual funds)	2b(10)		
c Other income	2c		
d Total income. Add all income amounts in column (b) and enter total	2d		1035227

Expenses

e Benefit payment and payments to provide benefits:			
(1) Directly to participants or beneficiaries, including direct rollovers	2e(1)	371240	
(2) To insurance carriers for the provision of benefits	2e(2)		
(3) Other	2e(3)		
(4) Total benefit payments. Add lines 2e(1) through (3)	2e(4)		371240
f Corrective distributions (see instructions)	2f		
g Certain deemed distributions of participant loans (see instructions)	2g		
h Interest expense	2h		
i Administrative expenses: (1) Professional fees	2i(1)	2711	
(2) Contract administrator fees	2i(2)		
(3) Investment advisory and management fees	2i(3)		
(4) Other	2i(4)		
(5) Total administrative expenses. Add lines 2i(1) through (4)	2i(5)		2711
j Total expenses. Add all expense amounts in column (b) and enter total	2j		373951

Net Income and Reconciliation

k Net income (loss). Subtract line 2j from line 2d	2k		661276
l Transfers of assets:			
(1) To this plan	2l(1)		
(2) From this plan	2l(2)		5132045

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: BDO USA, LLP

(2) EIN: 13-5381590

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

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

Part IV Compliance Questions

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

During the plan year:

- a** Was there a failure to transmit to the plan any participant contributions within the time period described in 29 CFR 2510.3-102? Continue to answer "Yes" for any prior year failures until fully corrected. (See instructions and DOL's Voluntary Fiduciary Correction Program.)
- b** Were any loans by the plan or fixed income obligations due the plan in default as of the close of the plan year or classified during the year as uncollectible? Disregard participant loans secured by participant's account balance. (Attach Schedule G (Form 5500) Part I if "Yes" is checked.)

	Yes	No	Amount
4a		X	
4b		X	

	Yes	No	Amount
c Were any leases to which the plan was a party in default or classified during the year as uncollectible? (Attach Schedule G (Form 5500) Part II if "Yes" is checked.)		X	
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		1135000
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.			

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)
DELTA SYSTEMS, INC. 401(K) PLAN	34-1122797	003

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 2014 This Form is Open to Public Inspection.
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For calendar plan year 2014 or fiscal plan year beginning 08/01/2014 and ending 05/31/2015

A Name of plan <u>DELTA SYSTEMS RETIREMENT PLAN</u>	B Three-digit plan number (PN) ▶ <u>002</u>
C Plan sponsor's name as shown on line 2a of Form 5500 <u>DELTA SYSTEMS, INC.</u>	D Employer Identification Number (EIN) <u>34-1122797</u>

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

1 Total value of distributions paid in property other than in cash or the forms of property specified in the instructions.....	1	<u>0</u>
2 Enter the EIN(s) of payor(s) who paid benefits on behalf of the plan to participants or beneficiaries during the year (if more than two, enter EINs of the two payors who paid the greatest dollar amounts of benefits): EIN(s): <u>34-1772438</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)
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4 Is the plan administrator making an election under Code section 412(d)(2) or ERISA section 302(d)(2)?.....	☐ Yes	☐ No	☐ N/A
If the plan is a defined benefit plan, go to line 8.			
5 If a waiver of the minimum funding standard for a prior year is being amortized in this plan year, see instructions and enter the date of the ruling letter granting the waiver. Date: Month _____ Day _____ Year _____ If you completed line 5, complete lines 3, 9, and 10 of Schedule MB and do not complete the remainder of this schedule.			
6 a Enter the minimum required contribution for this plan year (include any prior year accumulated funding deficiency not waived).....	6a		
b Enter the amount contributed by the employer to the plan for this plan year.....	6b		
c Subtract the amount in line 6b from the amount in line 6a. Enter the result (enter a minus sign to the left of a negative amount)	6c		
If you completed line 6c, skip lines 8 and 9.			
7 Will the minimum funding amount reported on line 6c be met by the funding deadline?.....	☐ Yes	☐ No	☐ N/A
8 If a change in actuarial cost method was made for this plan year pursuant to a revenue procedure or other authority providing automatic approval for the change or a class ruling letter, does the plan sponsor or plan administrator agree with the change?.....	☐ Yes	☐ No	☐ N/A

Part III	Amendments
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9 If this is a defined benefit pension plan, were any amendments adopted during this plan year that increased or decreased the value of benefits? If yes, check the appropriate box. If no, check the "No" box.....	☐ Increase	☐ Decrease	☐ Both	☐ No
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Part IV	ESOPs (see instructions). If this is not a plan described under Section 409(a) or 4975(e)(7) of the Internal Revenue Code, skip this Part.
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10 Were unallocated employer securities or proceeds from the sale of unallocated securities used to repay any exempt loan?	☐ Yes	☒ No
11 a Does the ESOP hold any preferred stock?	☐ Yes	☒ No
b If the ESOP has an outstanding exempt loan with the employer as lender, is such loan part of a "back-to-back" loan? (See instructions for definition of "back-to-back" loan.).....	☐ Yes	☒ No
12 Does the ESOP hold any stock that is not readily tradable on an established securities market?.....	☒ Yes	☐ No

Part V Additional Information for Multiemployer Defined Benefit Pension Plans

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

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

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

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

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

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

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

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

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

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

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

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

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

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

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

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

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

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

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

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

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

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

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

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

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

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

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

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

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

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

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

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

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

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

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

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

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

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

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

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

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

- a** Enter the percentage of plan assets held as:
 Stock: 0.0% 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): _____



Delta Systems, Inc. Retirement Plan

Financial Statements
For the period ended May 31, 2015
(Liquidation Basis)
and Year Ended July 31, 2014

Delta Systems, Inc.
Retirement Plan

Financial Statements
For the Period Ended May 31, 2015 (Liquidation Basis)
and the Year Ended July 31, 2014

Delta Systems, Inc. Retirement Plan

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Cleveland, OH 44139

Independent Auditor's Report

To the Plan Administrator of the
Delta Systems, Inc.
Retirement Plan
(formerly known as Delta Systems, Inc.
Employee Stock Ownership Plan)
Cleveland, Ohio

We have audited the accompanying financial statements of Delta Systems, Inc. Retirement Plan, which comprise the statements of net assets available for benefits as of May 31, 2015 and July 31, 2014, and the related statements of changes in net assets available for benefits for the period ended May 31, 2015 and the year ended July 31, 2014, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the net assets available for benefits of Delta Systems, Inc. Retirement Plan as of May 31, 2015 and July 31, 2014 and the changes in its net assets available for benefits for the period ended May 31, 2015 and year ended July 31, 2014 in accordance with accounting principles generally accepted in the United States of America.

Other Matter

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The supplemental Schedule of Reportable Transactions for the period ended May 31, 2015, is required by the Department of Labor's (DOL) Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, and is presented for the purpose of additional analysis and is not a required part of the financial statements. Such information is the responsibility of the Plan's management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audits of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Emphasis of Matter

As discussed in note 1, the governing body of the Delta Systems, Inc. Employee Stock Ownership Plan appended a plan of liquidation on February 3, 2015, and management determined liquidation is imminent. As a result, the Plan has changed its basis of accounting from the going concern basis used in the presenting the 2014 financial statements to the liquidation basis used in presenting the 2015 financial statements. Our opinion is not modified with respect to this matter. On February 3, 2015, the Plan was amended to remove the provisions required for a Retirement Plan and became a Discretionary Defined Contribution Plan. The Plan was renamed the Delta Systems, Inc. Retirement Plan. On February 25, 2015, the Delta Systems, Inc. Retirement Plan was merged into the Delta Systems, Inc. 401(k) Plan. The Delta Systems, Inc. Retirement Plan and the Delta Systems, Inc. 401(k) Plan became a single plan, known as the Delta Systems, Inc. 401(k) Plan.

BDO USA, LLP

Cleveland, Ohio
December 23, 2015

Financial Statements

Delta Systems, Inc. Retirement Plan

Statements of Net Assets Available for Benefits

	May 31, 2015 (Liquidation Basis)			July 31, 2014		
	Allocated	Unallocated	Total	Allocated	Unallocated	Total
Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 179,726	\$ -	\$ 179,726
Investment in Delta Systems, Inc. common stock, at fair value	-	-	-	4,921,382	851,913	5,773,295
	-	-	-	5,101,108	851,913	5,953,021
Dividend receivable	-	-	-	32,160	-	32,160
Total assets	-	-	-	5,133,268	851,913	5,985,181
Liabilities						
Note payable, sponsor	-	-	-	-	1,324,800	1,324,800
Benefit claims payable	-	-	-	55,482	-	55,482
Employer security dividend payable	-	-	-	134,130	-	134,130
Total liabilities	-	-	-	189,612	1,324,800	1,514,412
Net Assets Available for Benefits	\$ -	\$ -	\$ -	\$ 4,943,656	\$ (472,887)	\$ 4,470,769

See accompanying notes to financial statements.

Delta Systems, Inc. Retirement Plan

Statements of Changes in Net Assets Available for Benefits

	For the period ended May 31, 2015 (Liquidation Basis)			For the year Ended July 31, 2014		
	Allocated	Unallocated	Total	Allocated	Unallocated	Total
Contributions and Investment Income						
Employer contributions	\$ -	\$ -	\$ -	\$ 66,925	\$ 694,104	\$ 761,029
Forgiveness of debt	-	388,237	388,237	-	-	-
Interest income	1,107	-	1,107	259	-	259
Dividend income	72,166	-	72,166	55,344	134,278	189,622
Net appreciation (depreciation) in fair value of investment	-	-	-	483,102	144,604	627,706
Realized gain on sale of Delta Systems, Inc. common stock	480,724	84,650	565,374	-	-	-
Unrealized gain on benefits paid to participants diversification	8,343	-	8,343	-	-	-
Allocation of 16,551 shares of common stock of Delta Systems, Inc. at market value at July 31, 2014	-	-	-	478,043	-	478,043
Total contributions and investment income	562,340	472,887	1,035,227	1,083,673	972,986	2,056,659
Deductions						
Interest expense	-	-	-	-	153,385	153,385
Dividend income paid to participants	-	-	-	55,482	-	55,482
Benefits paid to participants - cash	92,294	-	92,294	111,706	-	111,706
Distribution of Delta Systems, Inc. stock to certain terminated participants	278,946	-	278,946	232,876	-	232,876
Fees	2,711	-	2,711	-	-	-
Allocation of 16,551 shares of common stock of Delta Systems, Inc. at market value at July 31, 2014	-	-	-	-	478,043	478,043
Total deductions	373,951	-	373,951	400,064	631,428	1,031,492
Increase in net assets available for benefits	188,389	472,887	661,276	683,609	341,558	1,025,167
Transfer to 401k plan upon merger	(5,132,045)	-	(5,132,045)	-	-	-
Net assets available for benefits, beginning of year	4,943,656	(472,887)	4,470,769	4,260,047	(814,445)	3,445,602
Net assets available for benefits, end of year	\$ -	\$ -	\$ -	\$ 4,943,656	\$ (472,887)	\$ 4,470,769

See accompanying notes to financial statements.

Delta Systems, Inc. Retirement Plan

Notes To Financial Statements

1. Plan description and basis of presentation

General

Delta Systems, Inc. (the Company) established the Delta Systems, Inc. Retirement Plan (Plan) effective as of January 1, 1994. The Plan operated as a leveraged Retirement Plan (ESOP), and was designed to comply with Section 401(a) and 4975(e)(7) and the regulations there under of the Internal Revenue Code of 1986 (IRC), as amended (Code) and was subject to the applicable provisions of the Employee Retirement Income Security Act of 1974, as amended (ERISA). The Plan was administered by a Plan Committee comprised of persons appointed by the Company's Board of Directors. However, effective November 29, 2012, the Board voted and approved a change in administration from a committee to a single individual to act as Plan Administrator. The Plan's Trustees were appointed by the Company's Board of Directors. The following description of the Plan provides only general information. Participants should refer to the Plan Agreement for a more complete description of the Plan's provisions.

On February 3, 2015, the Board of Directors of the Company amended the ESOP Plan to remove the provisions that were required for Retirement Plans and modified the ESOP Plan to be a Discretionary Defined Contribution Plan under the applicable provisions of the Internal Revenue Code of 1986 ("Code") and the Employee Retirement Income Security Act of 1974 ("ERISA"). Such removal and modification was effective February 25, 2015. The ESOP Plan was renamed the Delta Systems, Inc. Retirement Plan. Participants in the ESOP Plan became 100% vested as of February 25, 2015.

On February 25, 2015, the existence of the Delta Systems, Inc. Retirement Plan (Retirement Plan) was merged into the existing Delta Systems, Inc. 401k Plan ("the 401(k) plan"). The 401(k) plan then became the plan surviving the merger. The separate existence of the Delta Systems, Inc. Retirement Plan ceased as of the same date. The Retirement Plan and the 401(k) plan became a single plan, known as the Delta Systems, Inc. 401(k) Plan.

Immediately prior to the ESOP Plan changes in February 2015 as discussed above, the ESOP Plan owned 196,999 common shares (167,501 allocated and 29,498 unallocated) of the 902,813 outstanding common shares of the Company. All unallocated shares were purchased back by the Company as treasury stock. The purchase price for the shares was \$31.75 per share for a total purchase price of \$6,254,718. The purchase price per share was agreed to by the Company and the ESOP Plan's independent trustee. The Company's stock is not listed or traded on an active stock market and market prices are therefore not available. The ESOP's independent trustee received an opinion letter from an independent financial consulting firm regarding the fairness of the negotiated purchase price based upon the Company's performance and financial condition.

Immediately thereafter, the ESOP Plan paid back to the Company an amount equal to the per share market value price (\$31.75) times the number of unallocated shares remaining in the suspense account (29,498) in the amount of \$936,558. This payment was used as a reduction against the outstanding indebtedness (\$1,324,800) of the ESOP Plan to the Company evidenced by the \$6,724,800 ESOP Plan loan to the Company dated October 2006 (see below). The unpaid balance of the loan (\$388,237) was forgiven by the Company in conjunction with the merger into the 401(k) plan.

Delta Systems, Inc. Retirement Plan

Notes To Financial Statements

1. Plan description and basis of presentation, continued

Note payable, sponsor

In October 2006, the Plan entered into a \$6,724,800 term loan agreement with the Company. The proceeds of the loan were used to purchase 188,317 shares of the Company's common stock at \$35.71 per share (see Note 7).

Repurchase of shares

During fiscal year 2014, the Company purchased 9,047 shares of the Company's common stock from Plan participants. After the sale of the stock, the plan owned 22% of the Company's common stock. In February 2015, as discussed above, the Company repurchased all remaining shares held by the Plan. The purchase price was \$31.75 per share (see Note 1 General above).

Contributions and funding

The Plan was a defined contribution retirement plan. The Plan was funded by employer contributions to a trust. Plan contribution amounts are determined annually by the Board of Directors of the Company. Plan contributions may be made in cash, shares of the Company's stock, or other property as the Board may determine and must be made by the due date of the Company's Federal income tax return, including extensions. The Plan does not permit participant contributions.

During the period that debt is outstanding, the Company, as guarantor of the Plan's debt, had agreed to make contributions to the Plan that will be sufficient to enable the Plan's Trustees to make payments of principal and interest. The lender has no rights against shares once they are allocated under the ESOP. Accordingly, the financial statements of the Plan for the period ended May 31, 2015 and the year ended July 31, 2014 present separately the assets and liabilities and changes therein pertaining to:

The amounts calculated or attributed to qualified participants (allocated).
Stock not yet allocated to participants (unallocated).

Eligibility

Employees of the Company were generally eligible to participate in the Plan providing they worked at least 1,000 hours during the Plan year. Participants have been employed on the last working day of a plan year to be eligible for an allocation of Company contributions for such year. Allocations were made to eligible participants in the ratio that each participant's eligible compensation for the plan year bears to the total eligible compensation paid to all participants during the plan year. The number of shares available for allocation was determined by dividing the current year's loan principal and interest payments made plus any dividends received on unallocated shares by the remaining loan principal and interest payments to be made plus the current year's loan principal and interest payments made and any dividends on unallocated shares and then multiplying that total by the collateralized shares.

Delta Systems, Inc. Retirement Plan

Notes To Financial Statements

1. Plan description and basis of presentation, continued

Release of shares

There were 16,551 shares in 2014 released from collateralization and allocated to participants. The value of the Company's common shares was \$28.88 per share at July 31, 2014. Allocations were made equally to participants' accounts subject to certain limitations as defined by the Plan. Vesting of participant account balances began with the completion of two years of service at 20%. Each additional year of completed service gave rise to an additional 20% vesting with 100% vesting occurring upon the completion of six years of service. In February 2015, as discussed above, the Company repurchased all remaining shares held by the Plan. The purchase price was \$31.75 per share (see Note 1 General above).

Distributions

Upon termination of service due to death, disability, retirement or other reasons, participants with a vested interest in their account of \$5,000 or less will receive a lump-sum distribution, participants with a vested interest in their account of \$5,000 or more may receive a lump-sum distribution, annual installments over the next five years or any combination of the foregoing. Effective August 1, 2007, distributions may be delayed by the plan administrator up to an additional five plan years after termination of service.

Distributions may be made in cash or, if a participant elects, in the form of the Company's common shares plus cash for any fractional share. In April 2010, the Plan was amended to allow for an immediate put and take of Delta stock to terminated participants.

Forfeitures

Forfeited non-vested accounts totaled \$26,596 and \$27,528 for the period ended May 31, 2015 and the year ended July 31, 2014, respectively. Forfeitures are allocated to eligible participants in the same ratio as Company contributions.

Administrative fees

The Company paid all expenses incurred for the design, establishment or termination of the Plan. The Trust pays all costs of administering the Plan and Trust unless such expenses are paid by the Company.

Voting shares

All Company stock held by the trust was voted by the Trustee in accordance with instructions from the Administrator. However, participants and beneficiaries were entitled to direct the voting of shares allocated to his/her account on issues such as approval or disapproval of corporate merger or consolidation, recapitalization, reclassification, liquidation, dissolution, sale of substantially all assets, or other similar transactions prescribed by regulation.

Delta Systems, Inc. Retirement Plan

Notes To Financial Statements

1. Plan description and basis of presentation, continued

Dividend payment

The plan administrator has adopted a policy to pass through cash dividends received on respective shares of allocated Company stock directly to the plan participants or their beneficiaries by 1) payment directly to participants or their beneficiaries within 90 days of the end of the plan year or 2) payment to the Plan on behalf of such participant or beneficiary and reinvested in Qualifying Employer Securities. Eligible plan participants who have terminated employment prior to the date the dividends are paid are entitled to a dividend only on their vested shares of Company stock. The balances of any dividends attributable to the nonvested shares are retained by the Plan as income in that year.

Participant accounts

The Plan had provisions for participant direction of their account once a participant has attained age 55 and completed 10 years of participation under the Plan. The participant could only diversify their account during a six-year period commencing on the first day of the plan year the participant meets the requirement. The participant was allowed to diversify up to 25% of their account during the first five years and up to 50% of their account in the final year. Upon the participant making the necessary election, the administrator shall, in its discretion, determine the nondiscriminatory manner in which such diversification election is to be satisfied, including a lump-sum distribution, participant directed investment, and/or transfer to another plan sponsored by the Company.

Put option

Under Federal income tax regulations, the employer stock that was held by the Plan and its participants and was not readily tradable on an established market, or is subject to trading limitations, includes a put option. The put option is a right to demand that the Company buy any shares of its stock distributed to participants for which there is no market. The put price is representative of the fair market value of the stock. The Company can pay for the purchase with interest over a period of five years. The purpose of the put option is to ensure that the participant has the ability to ultimately obtain cash.

2. Summary of significant accounting policies

The significant accounting policies followed by the Plan are summarized below.

Method of accounting

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

Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the plan administrator to make estimates and assumptions that affect the certain reported amounts and disclosures. While actual results could differ from those estimates, the plan administrator does not expect those differences to be significant to the financial statements.

Delta Systems, Inc. Retirement Plan

Notes To Financial Statements

2. Summary of significant accounting policies, continued

Risks and uncertainties

The Plan primarily invested in Company common stock, which is exposed to various risks, such as market and credit risk. Due to the level of risk associated with such investment securities and the level of uncertainty related to changes in the value of such investments, it is at least reasonably possible that changes in risks in the near term could materially affect participants' account balances and the amounts reported in the financial statements.

Dividend income

Dividend income was accrued on the ex-dividend date.

Investment valuation

The common shares of the Company were valued at fair value as of the end of the plan year. Fair value is determined by an annual independent appraisal.

Evaluation of subsequent events

The Company has evaluated subsequent events through December 23, 2015, and has determined that there were no subsequent events that have occurred through that date that have not already been reflected in the financial statements and/or disclosed in the notes.

3. Administration of Plan assets

The Plan's assets, which consist principally of Delta Systems, Inc. common stock, are held by the Trustee of the Plan.

Company contributions are held and managed by the Trustee, whom invests cash received, interest and dividend income and makes distributions to participants. The Trustee also administers the payment of interest and principal on the loan, which is reimbursed to the Trustee through contributions as determined by the Company.

Certain administrative functions are performed by officers or employees of the Company. No such officer or employee receives compensation from the Plan.

4. Employer contributions

The Company is obligated to make contributions in cash to the Plan which, when aggregated with the Plan's dividends and interest earnings, equal the amount necessary to enable the Plan to make its regularly scheduled payments of principal and interest due on its notes. The Company made discretionary contributions of cash totaling \$66,925 for the year ended July 31, 2014.

Delta Systems, Inc. Retirement Plan

Notes To Financial Statements

5. Investments in Delta Systems, Inc.

The Plan's investment in Delta Systems, Inc. common stock is as follows:

	May 31, 2015		July 31, 2014	
	<u>Allocated</u>	<u>Unallocated</u>	<u>Allocated</u>	<u>Unallocated</u>
Number of shares	<u>-</u>	<u>-</u>	<u>170,409</u>	<u>29,498</u>
Cost	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,211,891</u>	<u>\$ 1,053,374</u>
Fair value	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,921,382</u>	<u>\$ 851,913</u>

6. Fair value measurements

Fair Value Measurements and Disclosures defines fair value and provides guidance for measuring fair value and expands disclosures about fair value measurements in accordance with accounting principles generally accepted in the United States of America. *Fair Value Measurements and Disclosures* does not require any new fair value measurements, but rather applies to all other accounting pronouncements that require or permit fair value measurements.

Fair Value Measurements and Disclosures 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 or liabilities (Level 1 measurements) and the lowest priority to unobserved 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: Inputs to the valuation methodology include:
- Quoted prices for similar assets or liabilities in active markets;
 - Quoted prices for identical or similar assets or liabilities in inactive markets;
 - Inputs other than quoted prices that are observable for the asset or liability;
 - Inputs that are derived principally from or corroborated by observable market data by correlation or other means.
- If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.
- Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurements.

Delta Systems, Inc. Retirement Plan

Notes To Financial Statements

6. Fair value measurements, continued

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

The following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at May 31, 2015 and July 31, 2014.

Common shares of the Company: The fair value of the Sponsor Company common stock held by the Plan is valued at fair value based on an annual independent appraisal in the absence of readily ascertainable market values. The appraisal firm is hired by the Plan Trustee. Such investments are classified within Level 3 of the fair value hierarchy. Because of the inherent uncertainty of valuation, those estimated values may differ significantly from the values that would have been used had a ready market for the securities existed, and the difference could be material.

The appraisal was based upon a combination of the market and income valuation techniques consistent with prior years. The appraiser took into account historical and projected cash flow and net income, return of assets, return on equity, market comparables, and fair value of Company assets and liabilities. The Trustee has concluded that a market participant would also recognize a discount for lack of marketability.

The valuation process involves the Trustee's selection of an independent appraiser. Plan management accumulates the data for the appraiser from the audited financial statements of the Company. The appraiser prepares a preliminary report which plan management, along with the ESOP Trustee, reviews in detail, discusses and the ESOP Trustee approves. The results of this process are documented in minutes of the Trustee.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Plan 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 July 31, 2014:

	Fair Value Measurements at Reporting Date Using			
	Level 1	Level 2	Level 3	Total
Investment in Delta Systems, Inc. common stock	\$ -	\$ -	\$ 5,773,295	\$ 5,773,295
Balance at July 31, 2014	\$ -	\$ -	\$ 5,773,295	\$ 5,773,295

Delta Systems, Inc. Retirement Plan

Notes To Financial Statements

6. Fair value measurements, continued

The following table sets forth a summary of changes in the fair value of the Plan's Level 3 assets:

Balance, beginning of year, August 1, 2013	\$ 5,378,465
Distribution of Delta Systems, Inc. stock to certain terminated participants	(232,876)
Realized and unrealized gains (losses), net	<u>627,706</u>
Balance, end of year, July 31, 2014	5,773,295
Distribution of Delta Systems, Inc. stock to certain terminated participants	(278,406)
Realized gain and unrealized gains, net	573,717
Unallocated shares returned to Delta Systems, Inc.	(936,561)
Distribution to 401k plan upon merger	<u>(5,132,045)</u>
Balance, end of period ended, May 31, 2015	<u>\$ -</u>

7. Note payable

During the year ended July 31, 2007, the Plan entered into an agreement to purchase 188,317 shares of Delta Systems, Inc. These unallocated common shares owned by the Plan are collateral for a term loan agreement obtained by the Plan with the Company used to finance the purchase of such shares. The loan balance was \$-0- as of May 31, 2015 and \$1,324,800 as of July 31, 2014. The Company had guaranteed the repayment of the loans and contributes funds to the Plan to cover the principal and interest payments on a monthly basis.

The loan agreement provided for a fixed rate of interest of 7.67% for the 10 year term of the loan.

In February 2015, the loan was repaid as part of the repurchase by the Company of all the remaining shares held by the Plan as discussed in Note 1.

8. Related party transactions

The Plan invested in Company common stock and has indebtedness guaranteed by the Company. These are related party and party-in-interest transactions. There were no prohibited transactions with a party in interest during 2015 and 2014.

Delta Systems, Inc. Retirement Plan

Notes To Financial Statements

9. Tax status

The Plan obtained its most recent determination letter on June 4, 2014, in which the Internal Revenue Service stated that the Plan, as then designated, was in compliance with the applicable requirements of the Internal Revenue Code. The Plan administrator and the Plan's tax counsel believe that the Plan is currently designed and being operated in compliance with the applicable requirements of the Internal Revenue Code. Therefore, no provision for income taxes has been included in the Plan's financial statements.

Accounting principles generally accepted in the United States of America require Plan management to evaluate tax positions taken by the Plan and recognize a tax liability (or asset) if the Plan has taken an uncertain position that more likely than not would not be sustained upon examination by the tax authorities. The plan administrator has analyzed the tax positions taken by the Plan, and has concluded that as of May 31, 2015 and July 31, 2014, there are no uncertain positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the financial statements. The Plan is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. The plan administrator believes it is no longer subject to income tax examinations for years prior to fiscal, 2012.

10. Reportable Transactions

The United States Department of Labor requires all transactions in excess of 5% of the current value of the Plan's net assets to be disclosed separately in the financial statements as reportable transactions. See page 17 for reportable transactions for the period ended May 31, 2015.

Supplemental Schedule

Delta Systems, Inc. Retirement Plan

Schedule H, Line 4j - Reportable Transactions*

For the period ended May 31, 2015

EIN: 34-1122797

PLAN NO. 002

Number of Transactions	(a) Identity of Party Involved	(b) Description of Asset (include rate of interest and maturity in case of loan)	(c) Purchase Price	(d) Selling Price	(e) Lease Rental	(f) Expense Incurred With Transaction	(g) Cost of Asset	(h) Current Value of Asset on Transaction Date	(i) Net Gain (Loss)
1	Delta Systems, Inc.	Common Stock, \$2 par value, 196,999 shares	\$ -	\$ 6,254,718	\$ -	\$ -	\$ 5,689,344	\$ 6,254,718	\$ 565,374
Total			\$ -	\$ 6,254,718	\$ -	\$ -	\$ 5,689,344	\$ 6,254,718	\$ 565,374

- * The definition of a reportable transaction is a transaction that exceeds 5% of the current value of the Terminated Plan assets as of the beginning of the Plan year including: (I) a single transaction within the Plan year; (II) any series of transactions with, or in conjunction with, the same person, involving property other than securities; (III) any series of transactions involving securities of the same issue within the Plan year; (IV) any transaction within the Plan year with respect to securities with, or in conjunction with, a person if any prior or subsequent single securities transaction with that person.

See accompanying notes to financial statements.

Delta Systems, Inc. Retirement Plan

Schedule H, Line 4j - Reportable Transactions*

For the period ended May 31, 2015

EIN: 34-1122797
PLAN NO. 002

Number of Transactions	(a) Identity of Party Involved	(b) Description of Asset (include rate of interest and maturity in case of loan)	(c) Purchase Price	(d) Selling Price	(e) Lease Rental	(f) Expense Incurred With Transaction	(g) Cost of Asset	(h) Current Value of Asset on Transaction Date	(i) Net Gain (Loss)
1	Delta Systems, Inc.	Common Stock, \$2 par value, 196,999 shares	\$ -	\$ 6,254,718	\$ -	\$ -	\$ 5,689,344	\$ 6,254,718	\$ 565,374
Total			\$ -	\$ 6,254,718	\$ -	\$ -	\$ 5,689,344	\$ 6,254,718	\$ 565,374

* The definition of a reportable transaction is a transaction that exceeds 5% of the current value of the Terminated Plan assets as of the beginning of the Plan year including: (I) a single transaction within the Plan year; (II) any series of transactions with, or in conjunction with, the same person, involving property other than securities; (III) any series of transactions involving securities of the same issue within the Plan year; (IV) any transaction within the Plan year with respect to securities with, or in conjunction with, a person if any prior or subsequent single securities transaction with that person.