

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
		2015
		This Form is Open to Public Inspection

Part I	Annual Report Identification Information
For calendar plan year 2015 or fiscal plan year beginning <u>01/01/2015</u> and ending <u>12/31/2015</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>DRC DEFINED BENEFIT PENSION PLAN</u>	1b Three-digit plan number (PN) ▶ <u>002</u> 1c Effective date of plan <u>01/01/1980</u>
2a Plan sponsor's name (employer, if for a single-employer plan) Mailing address (include room, apt., suite no. and street, or P.O. Box) City or town, state or province, country, and ZIP or foreign postal code (if foreign, see instructions) <u>DYNAMICS RESEARCH CORPORATION</u> <u>3750 CENTERVIEW DRIVE</u> <u>CHANTILLY, VA 20151</u>	2b Employer Identification Number (EIN) <u>04-2211809</u> 2c Plan Sponsor's telephone number <u>703-375-6556</u> 2d Business code (see instructions) <u>541990</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	<u>Filed with authorized/valid electronic signature.</u>	<u>09/13/2016</u>	<u>KERRY ROSS</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)			Preparer's telephone number

3a Plan administrator's name and address ☒ Same as Plan Sponsor	3b Administrator's EIN 3c Administrator's telephone number <div style="background-color: #cccccc; height: 40px; width: 100%;"></div>
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 1633
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.....	6a(1) 67
a(2) Total number of active participants at the end of the plan year	6a(2) 34
b Retired or separated participants receiving benefits.....	6b 779
c Other retired or separated participants entitled to future benefits.....	6c 284
d Subtotal. Add lines 6a(2) , 6b , and 6c	6d 1097
e Deceased participants whose beneficiaries are receiving or are entitled to receive benefits.....	6e 109
f Total. Add lines 6d and 6e	6f 1206
g Number of participants with account balances as of the end of the plan year (only defined contribution plans complete this item)	6g
h Number of participants that terminated employment during the plan year with accrued benefits that were less than 100% vested	6h 0
7 Enter the total number of employers obligated to contribute to the plan (only multiemployer plans complete this item)	7
8a If the plan provides pension benefits, enter the applicable pension feature codes from the List of Plan Characteristics Codes in the instructions: 11	
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)

Part III	Form M-1 Compliance Information (to be completed by welfare benefit plans)
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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 2015 Form M-1 annual report. If the plan was not required to file the 2015 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 _____

<div>SCHEDULE SB (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation</div>	<div>Single-Employer Defined Benefit Plan Actuarial Information</div> <div>This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA) and section 6059 of the Internal Revenue Code (the Code).</div> <div>File as an attachment to Form 5500 or 5500-SF.</div>	<div>OMB No. 1210-0110</div> <div>2015</div> <div>This Form is Open to Public Inspection</div>
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For calendar plan year 2015 or fiscal plan year beginning 01/01/2015 and ending 12/31/2015

Round off amounts to nearest dollar.
Caution: A penalty of \$1,000 will be assessed for late filing of this report unless reasonable cause is established.

A Name of plan DRC DEFINED BENEFIT PENSION PLAN	B Three-digit plan number (PN) 002
C Plan sponsor's name as shown on line 2a of Form 5500 or 5500-SF DYNAMICS RESEARCH CORPORATION	D Employer Identification Number (EIN) 04-2211809

E Type of plan: ☒ Single ☐ Multiple-A ☐ Multiple-B F Prior year plan size: ☐ 100 or fewer ☐ 101-500 ☒ More than 500

Part I Basic Information

1 Enter the valuation date: Month 01 Day 01 Year 2015			
2 Assets:			
a Market value	2a	75456339	
b Actuarial value	2b	74898935	
3 Funding target/participant count breakdown	(1) Number of participants	(2) Vested Funding Target	(3) Total Funding Target
a For retired participants and beneficiaries receiving payment	861	47466658	47466658
b For terminated vested participants	718	25229900	25229900
c For active participants	67	1965968	1978956
d Total	1646	74662526	74675514
4 If the plan is in at-risk status, check the box and complete lines (a) and (b)			
a Funding target disregarding prescribed at-risk assumptions	4a		
b Funding target reflecting at-risk assumptions, but disregarding transition rule for plans that have been in at-risk status for fewer than five consecutive years and disregarding loading factor	4b		
5 Effective interest rate	5	6.22%	
6 Target normal cost	6	75710	

Statement by Enrolled Actuary
To the best of my knowledge, the information supplied in this schedule and accompanying schedules, statements and attachments, if any, is complete and accurate. Each prescribed assumption was applied in accordance with applicable law and regulations. In my opinion, each other assumption is reasonable (taking into account the experience of the plan and reasonable expectations) and such other assumptions, in combination, offer my best estimate of anticipated experience under the plan.

<div>SIGN HERE</div>	<div>09/07/2016</div> <div>Signature of actuary</div> <div>MICHAEL A HLUSKA</div> <div>Type or print name of actuary</div> <div>TOWERS WATSON DELAWARE INC.</div> <div>Firm name</div> <div>800 BOYLSTON STREET PRUDENTIAL TOWER BOSTON, MA 02199-8103</div> <div>Address of the firm</div>	<div>09/07/2016</div> <div>Date</div> <div>14-05366</div> <div>Most recent enrollment number</div> <div>617-638-3700</div> <div>Telephone number (including area code)</div>
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If the actuary has not fully reflected any regulation or ruling promulgated under the statute in completing this schedule, check the box and see instructions

Part II Beginning of Year Carryover and Prefunding Balances		
	(a) Carryover balance	(b) Prefunding balance
7 Balance at beginning of prior year after applicable adjustments (line 13 from prior year)	0	0
8 Portion elected for use to offset prior year's funding requirement (line 35 from prior year)	0	0
9 Amount remaining (line 7 minus line 8)	0	0
10 Interest on line 9 using prior year's actual return of <u>5.04</u> %	0	0
11 Prior year's excess contributions to be added to prefunding balance:		
a Present value of excess contributions (line 38a from prior year)		238143
b(1) Interest on the excess, if any, of line 38a over line 38b from prior year Schedule SB, using prior year's effective interest rate of <u>6.44</u> %		15336
b(2) Interest on line 38b from prior year Schedule SB, using prior year's actual return		0
c Total available at beginning of current plan year to add to prefunding balance.....		253479
d Portion of (c) to be added to prefunding balance		0
12 Other reductions in balances due to elections or deemed elections	0	0
13 Balance at beginning of current year (line 9 + line 10 + line 11d – line 12).....	0	0

Part III Funding Percentages		
14 Funding target attainment percentage.....	14	100.29 %
15 Adjusted funding target attainment percentage	15	100.29 %
16 Prior year's funding percentage for purposes of determining whether carryover/prefunding balances may be used to reduce current year's funding requirement.....	16	97.36 %
17 If the current value of the assets of the plan is less than 70 percent of the funding target, enter such percentage.....	17	%

Part IV Contributions and Liquidity Shortfalls					
18 Contributions made to the plan for the plan year by employer(s) and employees:					
(a) Date (MM-DD-YYYY)	(b) Amount paid by employer(s)	(c) Amount paid by employees	(a) Date (MM-DD-YYYY)	(b) Amount paid by employer(s)	(c) Amount paid by employees
Totals ►			18(b)	0	18(c) 0

19 Discounted employer contributions – see instructions for small plan with a valuation date after the beginning of the year:		
a Contributions allocated toward unpaid minimum required contributions from prior years.	19a	0
b Contributions made to avoid restrictions adjusted to valuation date.....	19b	0
c Contributions allocated toward minimum required contribution for current year adjusted to valuation date	19c	0
20 Quarterly contributions and liquidity shortfalls:		
a Did the plan have a "funding shortfall" for the prior year? ☒ Yes ☐ No		
b If line 20a is "Yes," were required quarterly installments for the current year made in a timely manner?..... ☒ Yes ☐ No		
c If line 20a is "Yes," see instructions and complete the following table as applicable:		
Liquidity shortfall as of end of quarter of this plan year		
(1) 1st	(2) 2nd	(3) 3rd
0	0	0
(4) 4th	0	

Part V Assumptions Used to Determine Funding Target and Target Normal Cost

21 Discount rate:				
a Segment rates:	1st segment: 4.72 %	2nd segment: 6.11 %	3rd segment: 6.81 %	☐ N/A, full yield curve used
b Applicable month (enter code).....				21b 4
22 Weighted average retirement age				22 62
23 Mortality table(s) (see instructions) ☐ Prescribed - combined ☒ Prescribed - separate ☐ Substitute				

Part VI Miscellaneous Items

24 Has a change been made in the non-prescribed actuarial assumptions for the current plan year? If "Yes," see instructions regarding required attachment.	☐ Yes ☒ No
25 Has a method change been made for the current plan year? If "Yes," see instructions regarding required attachment.	☐ Yes ☒ No
26 Is the plan required to provide a Schedule of Active Participants? If "Yes," see instructions regarding required attachment.....	☒ Yes ☐ No
27 If the plan is subject to alternative funding rules, enter applicable code and see instructions regarding attachment.....	27

Part VII Reconciliation of Unpaid Minimum Required Contributions For Prior Years

28 Unpaid minimum required contributions for all prior years	28	0
29 Discounted employer contributions allocated toward unpaid minimum required contributions from prior years (line 19a).....	29	0
30 Remaining amount of unpaid minimum required contributions (line 28 minus line 29)	30	0

Part VIII Minimum Required Contribution For Current Year

31 Target normal cost and excess assets (see instructions):			
a Target normal cost (line 6)	31a	75710	
b Excess assets, if applicable, but not greater than line 31a	31b	75710	
32 Amortization installments:	Outstanding Balance	Installment	
a Net shortfall amortization installment	0	0	
b Waiver amortization installment	0	0	
33 If a waiver has been approved for this plan year, enter the date of the ruling letter granting the approval (Month _____ Day _____ Year _____) and the waived amount	33	0	
34 Total funding requirement before reflecting carryover/prefunding balances (lines 31a - 31b + 32a + 32b - 33)...	34	0	
	Carryover balance	Prefunding balance	Total balance
35 Balances elected for use to offset funding requirement.....	0	0	0
36 Additional cash requirement (line 34 minus line 35)	36	0	
37 Contributions allocated toward minimum required contribution for current year adjusted to valuation date (line 19c)	37	0	
38 Present value of excess contributions for current year (see instructions)			
a Total (excess, if any, of line 37 over line 36)	38a	0	
b Portion included in line 38a attributable to use of prefunding and funding standard carryover balances	38b	0	
39 Unpaid minimum required contribution for current year (excess, if any, of line 36 over line 37)	39	0	
40 Unpaid minimum required contributions for all years.....	40	0	

Part IX Pension Funding Relief Under Pension Relief Act of 2010 (See Instructions)

41 If an election was made to use PRA 2010 funding relief for this plan:			
a Schedule elected	☐ 2 plus 7 years ☐ 15 years		
b Eligible plan year(s) for which the election in line 41a was made	☐ 2008 ☐ 2009 ☐ 2010 ☐ 2011		
42 Amount of acceleration adjustment	42	0	
43 Excess installment acceleration amount to be carried over to future plan years	43	0	

<div>SCHEDULE C</div> <div>(Form 5500)</div> <div>Department of the Treasury Internal Revenue Service</div> <div>Department of Labor Employee Benefits Security Administration</div> <div>Pension Benefit Guaranty Corporation</div>	<div>Service Provider 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>	OMB No. 1210-0110
		2015
		This Form is Open to Public Inspection.

For calendar plan year 2015 or fiscal plan year beginning 01/01/2015 and ending 12/31/2015		
A Name of plan DRC DEFINED BENEFIT PENSION PLAN	B Three-digit plan number (PN) ▶	002
C Plan sponsor's name as shown on line 2a of Form 5500 DYNAMICS RESEARCH CORPORATION	D Employer Identification Number (EIN) 04-2211809	

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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-----	---

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-----	--

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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)

MORGAN STANLEY SMITH BARNEY

26-4310632

(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?
28 51	NONE	384024	Yes ☐ No ☒	Yes ☐ No ☐		Yes ☐ No ☐

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

TOWERS WATSON DELAWARE INC.

53-0181291

(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?
11 50	NONE	222000	Yes ☐ No ☒	Yes ☐ No ☐		Yes ☐ No ☐

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

FIRST STATE TRUST COMPANY

13-3124172

(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?
21 50	NONE	78665	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)

MOODY FAMIGLIETTI AND ANDRONICO LLP

04-3077056

(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 50	NONE	13000	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.	

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

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

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

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

Explanation:

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

Explanation:

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

Explanation:

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

Explanation:

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

Explanation:

SCHEDULE H (Form 5500) <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> 2015 This Form is Open to Public Inspection
For calendar plan year 2015 or fiscal plan year beginning 01/01/2015 and ending 12/31/2015		
A Name of plan DRC DEFINED BENEFIT PENSION PLAN	B Three-digit plan number (PN) ►	002
C Plan sponsor's name as shown on line 2a of Form 5500 DYNAMICS RESEARCH CORPORATION	D Employer Identification Number (EIN) 04-2211809	

Part I Asset and Liability Statement			
1 Current value of plan assets and liabilities at the beginning and end of the plan year. Combine the value of plan assets held in more than one trust. Report the value of the plan's interest in a commingled fund containing the assets of more than one plan on a line-by-line basis unless the value is reportable on lines 1c(9) through 1c(14). Do not enter the value of that portion of an insurance contract which guarantees, during this plan year, to pay a specific dollar benefit at a future date. Round off amounts to the nearest dollar. MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 1b(1), 1b(2), 1c(8), 1g, 1h, and 1i. CCTs, PSAs, and 103-12 IEs also do not complete lines 1d and 1e. See instructions.			
Assets		(a) Beginning of Year	(b) End of Year
a Total noninterest-bearing cash	1a	0	-1267
b Receivables (less allowance for doubtful accounts):			
(1) Employer contributions	1b(1)	417000	0
(2) Participant contributions	1b(2)		
(3) Other.....	1b(3)	275676	224354
c General investments:			
(1) Interest-bearing cash (include money market accounts & certificates of deposit)	1c(1)	2189646	3287545
(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)	21743469	15689316
(4) Corporate stocks (other than employer securities):			
(A) Preferred	1c(4)(A)	162754	160076
(B) Common	1c(4)(B)	12729981	7094267
(5) Partnership/joint venture interests	1c(5)	8326097	6438189
(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)	29622556	17236776
(14) Value of funds held in insurance company general account (unallocated contracts).....	1c(14)		
(15) Other	1c(15)		

1d Employer-related investments:		(a) Beginning of Year	(b) End of Year
(1) Employer securities	1d(1)		
(2) Employer real property	1d(2)		
e Buildings and other property used in plan operation	1e		
f Total assets (add all amounts in lines 1a through 1e)	1f	75467179	50129256

Liabilities

g Benefit claims payable	1g		
h Operating payables	1h		
i Acquisition indebtedness	1i		
j Other liabilities	1j	3459	0
k Total liabilities (add all amounts in lines 1g through 1j)	1k	3459	0

Net Assets

l Net assets (subtract line 1k from line 1f)	1l	75463720	50129256
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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)		
(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)		0
b Earnings on investments:			
(1) Interest:			
(A) Interest-bearing cash (including money market accounts and certificates of deposit)	2b(1)(A)	524	
(B) U.S. Government securities	2b(1)(B)		
(C) Corporate debt instruments	2b(1)(C)	920227	
(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)		920751
(2) Dividends: (A) Preferred stock	2b(2)(A)	11156	
(B) Common stock	2b(2)(B)	704323	
(C) Registered investment company shares (e.g. mutual funds)	2b(2)(C)	640736	
(D) Total dividends. Add lines 2b(2)(A) , (B) , and (C)	2b(2)(D)		1356215
(3) Rents	2b(3)		
(4) Net gain (loss) on sale of assets: (A) Aggregate proceeds	2b(4)(A)	74640230	
(B) Aggregate carrying amount (see instructions)	2b(4)(B)	75056014	
(C) Subtract line 2b(4)(B) from line 2b(4)(A) and enter result	2b(4)(C)		-415784
(5) Unrealized appreciation (depreciation) of assets: (A) Real estate	2b(5)(A)		
(B) Other	2b(5)(B)	-2988991	
(C) Total unrealized appreciation of assets. Add lines 2b(5)(A) and (B)	2b(5)(C)		-2988991

		(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)		-870986
c Other income	2c		55815
d Total income. Add all income amounts in column (b) and enter total	2d		-1942980

Expenses**e** Benefit payment and payments to provide benefits:

(1) Directly to participants or beneficiaries, including direct rollovers	2e(1)	22180978	
(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)		22180978
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)	235000	
(2) Contract administrator fees	2i(2)	0	
(3) Investment advisory and management fees	2i(3)	384024	
(4) Other	2i(4)	591482	
(5) Total administrative expenses. Add lines 2i(1) through (4)	2i(5)		1210506
j Total expenses. Add all expense amounts in column (b) and enter total	2j		23391484

Net Income and Reconciliation

k Net income (loss). Subtract line 2j from line 2d	2k		-25334464
l Transfers of assets:			
(1) To this plan	2l(1)		
(2) From this plan	2l(2)		

Part III Accountant's Opinion

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

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

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

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

☒ Yes ☐ No

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

(1) Name: MOODY, FAMIGLIETTI & ANDRONICO, LLP

(2) EIN: 04-3077056

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

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

Part IV Compliance Questions

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

During the plan year:

	Yes	No	N/A	Amount
a Was there a failure to transmit to the plan any participant contributions within the time period described in 29 CFR 2510.3-102? Continue to answer "Yes" for any prior year failures until fully corrected. (See instructions and DOL's Voluntary Fiduciary Correction Program.)		☒		
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	N/A	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			1000000
f Did the plan have a loss, whether or not reimbursed by the plan's fidelity bond, that was caused by fraud or dishonesty?		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.				
o Did the plan trust incur unrelated business taxable income?				
p Were in-service distributions made during the plan year?				

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

6a Name of trust	6b Trust's EIN
6c Name of trustee or custodian	6d Trustee's or custodian's telephone number

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 2015 This Form is Open to Public Inspection.
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For calendar plan year 2015 or fiscal plan year beginning 01/01/2015 and ending 12/31/2015

A Name of plan <u>DRC DEFINED BENEFIT PENSION 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>DYNAMICS RESEARCH CORPORATION</u>	D Employer Identification Number (EIN) <u>04-2211809</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): _____ 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	<u>399</u>

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

For Paperwork Reduction Act Notice and OMB Control Numbers, see the instructions for Form 5500.

Schedule R (Form 5500) 2015
v. 150123

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:		14a	
	a The current year		14b	
	b The plan year immediately preceding the current plan year		14c	
	c The second preceding plan year			
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
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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: <u>55.7%</u> Investment-Grade Debt: <u>31.4%</u> High-Yield Debt: <u>0.0%</u> Real Estate: <u>0.0%</u> Other: <u>12.9%</u>
	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):

Part VII	IRS Compliance Questions
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20a Is the plan a 401(k) plan?	☐ Yes	☐ No
20b If "Yes," how does the 401(k) plan satisfy the nondiscrimination requirements for employee deferrals and employer matching contributions (as applicable) under sections 401(k)(3) and 401(m)(2)?	☐ Design-based safe harbor method	☐ ADP/ACP test
20c If the ADP/ACP test is used, did the 401(k) plan perform ADP/ACP testing for the plan year using the "current year testing method" for nonhighly compensated employees (Treas. Reg sections 1.401(k)-2(a)(2)(ii) and 1.401(m)-2(a)(2)(ii))?	☐ Yes	☐ No
21a Check the box to indicate the method used by the plan to satisfy the coverage requirements under section 410(b):	☐ Ratio percentage test	☐ Average benefit test
21b Does the plan satisfy the coverage and nondiscrimination tests of sections 410(b) and 401(a)(4) by combining this plan with any other plans under the permissive aggregation rules?	☐ Yes	☐ No
22a Has the plan been timely amended for all required tax law changes?	☐ Yes	☐ No ☐ N/A
22b Date the last plan amendment/restatement for the required tax law changes was adopted ____/____/____. Enter the applicable code _____. (See instructions for tax law changes and codes).		
22c If the plan sponsor is an adopter of a pre-approved master and prototype (M&P) or volume submitter plan that is subject to a favorable IRS opinion or advisory letter, enter the date of that favorable letter ____/____/____ and the letter's serial number _____.		
22d If the plan is an individually-designed plan and received a favorable determination letter from the IRS, enter the date of the plan's last favorable determination letter ____/____/____.		
23 Is the Plan maintained in a U.S. territory (i.e., Puerto Rico (if no election under ERISA section 1022(i)(2) has been made), American Samoa, Guam, the Commonwealth of the Northern Mariana Islands or the U.S. Virgin Islands)?	☐ Yes	☐ No



MOODY, FAMIGLIETTI & ANDRONICO
Certified Public Accountants & Consultants

To the Pension Committee of the
Dynamics Research Corporation Defined Benefit Pension Plan
Chantilly, Virginia

INDEPENDENT AUDITORS' REPORT

Report on the Financial Statements

We were engaged to audit the accompanying financial statements of the Dynamics Research Corporation Defined Benefit Pension Plan (the "Plan"), which comprise the statements of net assets available for plan benefits as of December 31, 2015 and 2014, and the related statement of changes in net assets available for plan benefits for the year ended December 31, 2015, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

Basis for Disclaimer of Opinion

As permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, the Plan Administrator instructed us not to perform, and we did not perform, any auditing procedures with respect to the information summarized in Note 10, which was certified by First State Trust Company, the trustee of the Plan, except for comparing such information with the related information included in the financial statements. We have been informed by the Plan Administrator that the trustee holds the Plan's investment assets and executes investment transactions. The Plan Administrator has obtained a certification from the trustee as of and for the years ended December 31, 2015 and 2014, that the information provided to the Plan Administrator by the trustee is complete and accurate.

Disclaimer of Opinion

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



Other Matter

The supplemental schedules of assets (held at end of year) as of December 31, 2015 and supplemental schedule of reportable transactions for the year ended December 31, 2015 are required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974 and are presented for the purpose of additional analysis and are not required parts of the financial statements. Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we do not express an opinion on these supplemental schedules.

Report on Form and Content in Compliance with the Department of Labor's 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 the Employee Retirement Income Security Act of 1974.

Moody, Famiglietti & Andronico, LLP

Moody, Famiglietti & Andronico, LLP
Tewksbury, Massachusetts
August 30, 2016

Statements of Net Assets Available for Plan Benefits
**Dynamics Research Corporation
Defined Benefit Pension Plan**

December 31	2015	2014
Assets		
Investments at Fair Value:		
Mutual Funds	\$ 17,236,776	\$ 29,622,556
Corporate and Foreign Bonds	15,689,316	21,743,469
Common Equity Securities	6,481,530	10,059,214
Partnerships	4,994,338	7,069,615
Money Market Funds	3,287,545	2,189,646
Hedge Funds	1,443,851	1,256,482
Real Estate Investment Trusts	612,737	2,670,767
Preferred Equity Securities	160,076	162,754
Total Investments	49,906,169	74,774,503
Receivables:		
Interest Income	224,354	275,676
Plan Sponsor Contributions	-	417,000
Total Receivables	224,354	692,676
Total Assets	50,130,523	75,467,179
Liabilities		
Amounts Due to Broker	1,267	3,459
Net Assets Available for Plan Benefits	\$ 50,129,256	\$ 75,463,720

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

**Statement of Changes in Net Assets
Available for Plan Benefits**

**Dynamics Research Corporation
Defined Benefit Pension Plan**

For the Year Ended December 31

2015

Additions to Net Assets:

Investment Income:

Net Depreciation in Fair Value of Investments	\$ (4,275,761)
Interest and Dividend Income from Investments	2,276,966
Other Income	57,474

Total Investment Income	(1,941,321)
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Total Additions	(1,941,321)
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Deductions from Net Assets:

Benefits Paid to Participants	22,182,708
Administrative Expenses	1,210,435

Total Deductions	23,393,143
------------------	------------

Net Decrease in Net Assets Available for Plan Benefits	(25,334,464)
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Net Assets Available for Plan Benefits, Beginning of Year	75,463,720
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Net Assets Available for Plan Benefits, End of Year	\$ 50,129,256
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1. Description of the Plan:

The following description of Dynamics Research Corporation Defined Benefit Pension Plan (the "Plan") provides only general information. Participants should refer to the Plan agreement for more complete information regarding the terms of the Plan.

General: The Plan is a noncontributory defined benefit plan maintained for the purpose of providing retirement benefits to eligible employees of Dynamics Research Corporation (the "Plan Sponsor"), a wholly-owned subsidiary of Engility Holdings, Inc. The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA). The Board of Directors governing the Plan Sponsor is responsible for the oversight of the Plan. The Board of Directors of the Plan Sponsor determines the appropriateness of the Plan's investment offerings and monitors investment performance.

Effective June 30, 2002, the Board of Directors of the Plan Sponsor voted to freeze participation in the Plan and to amend the Plan's accrual of future benefits.

Eligibility: Through June 30, 2002, generally, all employees of the Plan Sponsor who had completed 12 consecutive months of service and at least 1,000 hours and who did not make a special election to the contrary were considered Participants in the Plan (the "Participants").

Funding Policy: The Plan Sponsor makes contributions to the Plan to meet or exceed the annual ERISA minimum funding requirements as determined by the Plan's independent actuary. No voluntary employee contributions are permitted. Amounts contributed are deposited with the trustee of the Plan. During the year ended December 31, 2015, the minimum funding requirement was met.

Vesting: As of June 30, 2007, all Participant were fully vested.

Pension Benefits: The Plan provides for retirement benefits in the form of a life annuity to be paid to Participants who have reached the age of 65 and who have retired from active service with the Plan Sponsor. In addition, the Plan provides for benefits upon early retirement, vested termination and pre-retirement death and disability. The annual normal retirement benefit is the greatest of:

- 0.6833% of average annual compensation plus 0.65% of average annual compensation in excess of Social Security Covered Compensation multiplied by years of benefit service up to 30 years;
- the benefit accrued as of December 31, 1987 under the former plans;
- \$60 multiplied by years of benefit service.

Effective October 1, 2007, the Board of Directors of the Plan Sponsor approved plan participants age 65 or older, to continue working at their current schedule and be eligible to begin receiving their full pension payments. Plan participants who do not choose to commence pension payments will receive an actuarial adjustment when they do decide to start receiving pension benefits, to reflect their delayed retirement beyond age 65.

2. Significant Accounting Policies:

Basis of Accounting: The financial statements of the Plan are prepared under the accrual method of accounting.

Investment Valuation and Income Recognition: Investments are reported at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The Pension Committee, serving as the Plan Administrator, determines the Plan's valuation policies utilizing information provided by the investment advisers, custodians, and insurance company. See Note 4 for further discussion of fair value measurements.

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

Payment of Benefits: Benefits are recorded when paid.

Expenses: Certain expenses of maintaining the Plan are paid directly by the Plan Sponsor and are excluded from these financial statements. Investment related expenses are included in administrative expenses.

2. Significant Accounting Policies (Continued):

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

Reclassification: Certain accounts in the December 31, 2014 financial statements have been reclassified for comparative purposes to separate hedge funds from partnership investments and to conform to the presentation in the December 31, 2015 financial statements.

Subsequent Events: The Plan Administrator has evaluated subsequent events through August 30, 2016, the date the financial statements were available to be issued.

Recently Adopted Accounting Policies: In May 2015, the Financial Accounting Standards Board issued an Accounting Standards Update (ASU) related to fair value measurements, which removes the requirement to categorize within the fair value hierarchy all investments for which fair value is measured using the net asset value (NAV) per share practical expedient. In addition, the ASU removes the requirement to make

certain disclosures for all investments that are eligible to be measured at fair value using the net asset value per share practical expedient. The ASU is effective for fiscal years beginning after December 15, 2016, with early adoption permitted. The Plan early adopted the provisions of this ASU as of December 31, 2015 and applied its provisions retrospectively to all periods presented.

In July 2015, the Financial Accounting Standards Board issued an Accounting Standards Update (ASU) related to plan accounting. Parts I and III of the ASU are not applicable to the Plan. Part II of the ASU eliminates the requirements to disclose individual investments that represent 5 percent or more of net assets available for benefits and the net appreciation or depreciation in fair value of investments by general type. Part II also simplifies the level of disaggregation of investments that are measured using fair value. Plans will continue to disaggregate investments that are measured using fair value by general type; however, plans are no longer required to also disaggregate investments by nature, characteristics and risks. Further, the disclosure of information about fair value measurements shall be provided by general type of plan asset. The ASU is effective for fiscal years beginning after December 15, 2015, with early adoption permitted. Part II is to be applied retroactively. The Plan has early adopted Part II of this ASU as of December 31, 2015 and applied its provisions retrospectively to all periods presented.

3. Actuarial Present Value of Accumulated Benefits:

Accumulated plan benefits are those future periodic payments, including lump sum distributions that are attributable under the Plan's provisions to the service employees have rendered. Accumulated plan benefits include benefits expected to be paid to (a) retired or terminated employees or their beneficiaries, (b) beneficiaries of employees who have died, and (c) present employees or their beneficiaries. Benefits under the plan are accumulated based on employees' compensation during each year of credited service. The accumulated plan benefits for active employees will equal the accumulation, with interest, of the annual benefit accruals as of the benefit information date. Benefits payable under all circumstances—retirement, death, disability, and termination of employment—are included, to the extent they are deemed attributable to employee service rendered to the valuation date. Benefits to be provided via annuity contracts excluded from plan assets are excluded from accumulated plan benefits. The actuarial present value of accumulated plan benefits is determined by an independent actuary and is that amount that results from applying actuarial assumptions to adjust the accumulated plan benefits to reflect the time value of money (through discounts for interest) and the probability of payment (by means of decrements such as for death, disability, withdrawal, or retirement) between the valuation date and the expected date of payment.

The significant actuarial assumptions used in the valuations as of December 31, 2015 and 2014, were (a) life expectancy of participants, (b) retirement age assumptions, and (c) investment return. The foregoing actuarial assumptions are based on the presumption that the Plan will continue. Were the Plan to terminate, different actuarial assumptions and other factors might be applicable in determining the actuarial present value of accumulated Plan benefits. The computations of the actuarial present value of accumulated plan benefits were made as of January 1, 2016 and 2015. Had the valuations been performed as of December 31, there would be no material differences. Willis Towers Watson is the Plan's actuarial consultant. The significant assumptions used in the actuarial valuation as of December 31, 2015 are as follows:

Investment Return	8.00% compounded annually
Mortality Table	RP-2014 Mortality Tables with separate rates for males and females with general projection back to 2006 using scale MP-2014 and then projected forward generationally from 2006 using scale MP-2015.
Normal Retirement Age	It is assumed Participants will retire based on the following rates: 55-59: 5%; 60-61: 10%, 62-64: 15%; and 65: 100%
Actuarial Cost Method	Projected Unit Credit Cost Method

The actuarial present value of accumulated plan benefits at December 31, 2015 and 2014 is as follows:

	2015	2014
Actuarial Present Value of Vested Accumulated Plan Benefits:		
Participants Currently Receiving Benefits	\$ 43,618,240	\$ 43,951,221
Other Participants	10,830,159	22,945,718
	<u>54,448,399</u>	<u>66,896,939</u>
Actuarial Present Value of Nonvested Accumulated Plan Benefits	8,893	12,543
	<u>\$ 54,457,292</u>	<u>\$ 66,909,482</u>

3. Actuarial Present Value of Accumulated Benefits (Continued):

The changes in the actuarial present value of accumulated plan benefits for the year ended December 31, 2015 consist of the following:

Actuarial Present Value of Accumulated Plan Benefits, Beginning of Year	<u>\$ 66,909,482</u>
Increase (Decrease) During the Year Attributable to:	
Increase for Interest	4,465,447
Benefits Paid	(22,182,788)
Change in Actuarial Assumptions	(816,198)
Actuarial Losses (Gains)	<u>6,081,349</u>
Net Decrease	<u>(12,452,190)</u>
 Actuarial Present Value of Accumulated Plan Benefits, End of Year	 <u><u>\$ 54,457,292</u></u>

4. Fair Value Measurements:

The framework for measuring fair value 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 unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described as follows:

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

Level 2 - Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability; and
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

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

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used for the years ended December 31, 2015 and 2014.

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

Corporate and Foreign Bonds: Valued using pricing models maximizing the use of observable inputs for similar securities. This includes basing value on yields currently available on comparable securities of issuers with similar credit ratings. When quoted prices are not available for identical or similar bonds, the bond is valued under a discounted cash flows approach that maximizes observable inputs, such as current yields of similar instruments, but includes adjustments for certain risks that may not be observable, such as credit and liquidity risks or a broker quote if available.

Money Market Funds: Valued at NAV based on information reported by the custodian and/or trustee with reference to the market value of funds underlying assets at end of year.

Real Estate Investment Trusts: Valued at the closing price reported on the active market on which the individual real estate investment trusts are traded.

Partnerships and Hedge Funds: Valued based on the NAV per share, without further adjustment. The NAV is used as a practical expedient to estimate fair value. NAV is based upon the fair value of the underlying investments.

Common and Preferred Equity Securities: Valued at the closing price reported on the security's respective stock exchange.

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.

4. Fair Value Measurements (Continued):

The following table sets forth, by level within the fair value hierarchy, the Plan's fair value measurements as of December 31, 2015 and 2014:

		Assets at Fair Value as of December 31, 2015			
		Total	Level 1	Level 2	Level 3
Investments:					
Mutual Accounts	\$	17,236,776	\$ 17,236,776	\$ -	\$ -
Corporate and Foreign Bonds		15,689,316	-	15,689,316	-
Common Equity Securities		6,481,530	6,481,530	-	-
Real Estate Investment Trusts		612,737	612,737	-	-
Money Market Funds		3,287,545	3,287,545	-	-
Preferred Equity Securities		160,076	160,076	-	-
Total Assets in the Fair Value Hierarchy					
		43,467,980	\$ 27,778,664	\$ 15,689,316	\$ -
Investments Measured at Net Asset Value					
		6,438,189			
Investments at Fair Value	\$	49,906,169			
		Assets at Fair Value as of December 31, 2014			
		Total	Level 1	Level 2	Level 3
Investments:					
Mutual Accounts	\$	29,622,556	\$ 29,622,556	\$ -	\$ -
Corporate and Foreign Bonds		21,743,469	-	21,743,469	-
Common Equity Securities		10,059,214	10,059,214	-	-
Real Estate Investment Trusts		2,670,767	2,670,767	-	-
Money Market Funds		2,189,646	2,189,646	-	-
Preferred Equity Securities		162,754	162,754	-	-
Total Assets in the Fair Value Hierarchy					
		66,448,406	\$ 44,704,937	\$ 21,743,469	\$ -
Investments Measured at Net Asset Value					
		8,326,097			
Investments at Fair Value	\$	74,774,503			

Investment strategies relating to investments measured at fair value based on NAV as a practical expedient are as follows:

Partnerships:

- The investment objective of the SkyBridge Multi-Advisor Fund is to seek capital appreciation. The fund seeks to implement its objective principally through investing in investment funds managed by third-party investment managers that employ a variety of alternative investment strategies. The investment program of the fund can be referred to as a fund of hedge funds.

4. Fair Value Measurements (Continued):

- The CMF Institutional Futures Portfolio L.P. seeks to achieve capital appreciation through the allocation of assets to multiple commodity trading advisors which will engage in speculative trading, either directly or indirectly, in U.S. and international markets for currencies, interest rates, stock indices, agricultural and energy products and precious and base metals. The fund may employ futures, options on futures, and forward contracts in those markets. The fund may also enter into swap transactions and other derivative transactions with the approval of the general partner.

Hedge Funds:

- The investment objective of the Millennium Fund is to achieve above-average appreciation by opportunistically trading and investing in a wide variety of securities, instruments, and other investment opportunities and engaging in a broad array of trading and investment strategies.

The following table summarizes investments measured at fair value based on NAV as a practical expedient as of December 31, 2015 and 2014, respectively:

Financial Asset	Fair Value at December 31, 2015	Unfunded Commitments	Redemption Frequency (If Currently Eligible)	Redemption Notice Period
Partnerships:				
SkyBridge Multi-Advisor Fund	\$ 4,994,338	None	N/A*	N/A*
Hedge Fund:				
Millennium Fund	<u>1,443,851</u>	None	Semi-Annually	90 Days
	<u><u>\$ 6,438,189</u></u>			

Financial Asset	Fair Value at December 31, 2014	Unfunded Commitments	Redemption Frequency (If Currently Eligible)	Redemption Notice Period
Partnerships:				
SkyBridge Multi-Advisor Fund	\$ 5,185,253	None	N/A*	N/A*
CMF Institutional Futures Portfolio L.P.	1,884,362	None	Monthly	3 Days
Hedge Fund:				
Millennium Fund	<u>1,256,482</u>	None	Semi-Annually	90 Days
	<u><u>\$ 8,326,097</u></u>			

*Investments in the SkyBridge Multi-Advisor Fund cannot be redeemed at the discretion of the Plan Sponsor. The fund may, from time-to-time, offer to repurchase shares from its investors.

Valuation policies and procedures are managed by the Plan Sponsor's management, which regularly monitors fair value measurements. Fair value measurements, including those categorized within Level 3, are prepared and reviewed on their issuance date and then on an annual basis and any third-party valuations are reviewed for reasonableness and compliance with the *Fair Value Measurement* topic of the FASB's Accounting Standards Codification.

5. Party-in-Interest and Related Party Transactions:

Certain Plan investments are shares of mutual funds managed by First State Trust Company, trustee of the Plan and, therefore, these transactions qualify as party-in-interest transactions. Fees incurred by the Plan for the investment management services and audit fees are included in administrative expenses, as they are paid through revenue sharing, rather than direct payment, in the accompanying statement of changes in net assets available for plan benefits for the year ended December 31, 2015.

The Plan Sponsor is a wholly-owned subsidiary of Engility Holdings, Inc. As of December 31, 2015, the Plan held common stock in Engility Holdings, Inc. measured at fair value in the amount of \$31,798. During the year ended December 31, 2015, the Plan purchased 1,495 shares of Engility Holdings, Inc. common stock at a cost of \$42,064 and sold 516 shares for proceeds of \$16,356, resulting in a realized gain of \$1,892.

6. Tax Status:

The Plan has adopted the standardized prototype plan of First State Trust Company. The standardized prototype plan sponsor received a favorable opinion letter dated September 24, 2015 in which the Internal Revenue Service stated that the form of the standardized prototype plan was in compliance with the applicable requirements of the IRC. The Plan Administrator believes that the Plan and related trust are designed and being operated in compliance with the applicable requirements of the IRC, and that the related trust is therefore tax-exempt.

GAAP requires plan management to evaluate tax positions taken by the Plan and to recognize a tax liability (or asset) if the Plan Sponsor has taken an uncertain position that more likely than not would not be sustained upon examination by the Internal Revenue Service. The Plan Administrator believes it has no uncertain tax positions as of December 31, 2015 and 2014 and for the year ended December 31, 2015.

7. Plan Termination:

While it is the intention of the Plan Sponsor to continue the Plan indefinitely, the Plan Sponsor reserves the right to terminate or amend the Plan at any time subject to the provisions of ERISA. In the event of

termination, the rights of all Participants to benefits will become nonforfeitable to the extent funded or as guaranteed by the Pension Benefit Guaranty Corporation (PBGC), a U.S. government agency. The priorities for determining the allocation of Plan assets would be governed by ERISA and regulations issued by the PBGC. First State Trust Company, the trustee, will make distributions to the Participants or their beneficiaries in accordance with the instructions of the Pension Committee, or in the absence of such instructions, as the trustee deems advisable.

8. Frozen Plan:

On December 11, 2001, the Board of Directors of the Plan Sponsor voted to freeze membership to the Plan and to amend the Plan's accrual of benefits as of June 30, 2002. Effective June 30, 2002, all Participants eligible for benefits will receive those earned benefits. Such benefits will be calculated as of June 30, 2002, based on each Participant's highest five consecutive years of earnings through that date. The calculated benefit was increased annually by 3%, for the plan years ended December 31, 2003 through December 31, 2006. Effective January 1, 2007, the 3% annual increase was discontinued.

9. Risks and Uncertainties:

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

10. Information Certified by the Trustee:

The Plan Sponsor has elected the method of compliance permitted under 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. Accordingly, no auditing procedures with respect to the information certified by First State Trust Company, the trustee of the Plan, were performed by the independent auditors except for comparing the information to the financial

10. Information Certified by the Trustee (Continued):

statements and supplemental schedules. The trustee has certified as to the completeness and accuracy of the investments held by the Plan as of December 31, 2015 and 2014, the investment earnings and the other investment-related transactions of the Plan for the year ended December 31, 2015, and the information contained in the accompanying supplemental schedules of assets (held at end of year) as of December 31, 2015 and of reportable transactions for the year ended December 31, 2015.

SCHEDULE SB ATTACHMENTS

Schedule SB, Line 26 Schedule of Active Participant Data as of January 1, 2015

Attained Age	Years of Credited Service																			
	Under 1		1 to 4		5 to 9		10 to 14		15 to 19		20 to 24		25 to 29		30 to 34		35 to 39		40 & Over	
	No.	Avg. Comp.	No.	Avg. Comp.	No.	Avg. Comp.	No.	Avg. Comp.	No.	Avg. Comp.	No.	Avg. Comp.	No.	Avg. Comp.	No.	Avg. Comp.	No.	Avg. Comp.	No.	Avg. Comp.
Under 25	0		0		0		0		0		0		0		0		0		0	
25 - 29	0		0		0		0		0		0		0		0		0		0	
30 - 34	0		0		0		0		0		0		0		0		0		0	
35 - 39	0		2		0		0		0		0		0		0		0		0	
40 - 44	0		3		0		0		0		0		0		0		0		0	
45 - 49	0		4		1		3		1		0		0		0		0		0	
50 - 54	0		9		1		0		4		1		0		0		0		0	
55 - 59	0		5		3		3		3		0		0		0		0		0	
60 - 64	0		12		5		1		5		1		0		0		0		0	
65 - 69	0		0		0		0		0		0		0		0		0		0	
70 & Over	0		0		0		0		0		0		0		0		0		0	

Plan Name: Dynamics Research Corporation Defined Benefit Pension Plan
 EIN / PN: 04-2211809 / 002
 Plan Sponsor: Dynamics Research Corporation
 Valuation Date: January 1, 2015

SCHEDULE SB ATTACHMENTS

Schedule SB, Part V Statement of Actuarial Assumptions/Methods

Economic Assumptions

Interest rate basis:

- Applicable month September
- Interest rate basis 3-Segment Rates

Interest rates:

	Reflecting Corridors	Not Reflecting Corridors
● First segment rate	4.72%	1.15%
● Second segment rate	6.11%	4.06%
● Third segment rate	6.81%	5.15%
● Effective interest rate	6.22%	4.27%

Annual rates of increase

- Compensation N/A
- Future Social Security wage bases N/A
- Statutory limits on compensation N/A

Plan related expenses

Amount of administrative expenses paid during prior year, \$75,710.

Plan Name: Dynamics Research Corporation Defined Benefit Pension Plan
EIN / PN: 04-2211809 / 002
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Valuation Date: January 1, 2015

SCHEDULE SB ATTACHMENTS

Demographic Assumptions

Inclusion date The valuation date coincident with or next following the date on which the employee becomes a participant. Participation in this plan is frozen.

New or rehired employees It was assumed there will be no new or rehired employees.

Mortality

- **Healthy** The prescribed mortality assumption under IRC §430(h)(3)(A) using static tables with separate mortality rates for annuitants and non-annuitants.
- **Disabled** The prescribed mortality assumption under IRC §430(h)(3)(A) using static tables with separate mortality rates for annuitants and non-annuitants.

Termination

Representative Termination Rates

Percentage leaving during the year		
Attained Age	Males	Females
20	30.0%	30.0%
25	30.0	30.0
30	20.0	20.0
35	15.0	15.0
40	12.5	12.5
45	10.0	10.0
50	7.5	7.5
55 & Over	0.0	0.0

Disability None.

Plan Name: Dynamics Research Corporation Defined Benefit Pension Plan
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Valuation Date: January 1, 2015

SCHEDULE SB ATTACHMENTS

Retirement

For purposes of determining the Funding Target and Target Normal Cost (both disregarding at-risk assumptions), the rates at which participants retire by age and gender are shown below.

Percentage retiring during the year		
Age	Males	Females
55-59	5.0%	5.0%
60-61	10.0%	10.0%
62-64	15.0%	15.0%
65	100.0%	100.0%

Benefit commencement date:

- Preretirement death benefit The later of the death of the active participant or the date the participant would have been eligible for early retirement.
- Deferred vested benefit Age 65.
- Retirement benefit Upon termination of employment.

Form of payment

Participants are assumed to elect the normal form.

Percent married

80% of participants are assumed to be married.

Spouse age

Wife three years younger than husband.

Timing of benefit payments

Annuity payments are payable monthly at the beginning of the month.

Plan Name: Dynamics Research Corporation Defined Benefit Pension Plan
EIN / PN: 04-2211809 / 002
Plan Sponsor: Dynamics Research Corporation
Valuation Date: January 1, 2015

SCHEDULE SB ATTACHMENTS

Methods

Valuation date	First day of plan year
Funding target	Present value of accrued benefits as required by regulations under IRC §430.
Target normal cost	Present value of benefits expected to accrue during the plan year plus plan-related expenses expected to be paid from plan assets during the plan year as required by regulations under IRC §430.
Actuarial value of assets [for determining minimum required contributions]	<p>Average of the fair market value of assets on the valuation date and the two immediately preceding valuation dates, adjusted for contributions, benefits, administrative expenses and expected earnings (with such expected earnings limited as described in IRS Notice 2009-22) . The average asset value must be within 10% of market value, including discounted contributions receivable (discounted using the effective interest rate for the 2014 plan year).</p> <p>The method of computing the actuarial value of assets complies with rules governing the calculation of such values under the Pension Protection Act of 2006 (PPA). These rules produce smoothed values that reflect the underlying market value of plan assets but fluctuate less than the market value. As a result, the actuarial value of assets will be lower than the market value in some years and greater in other years. However, over the long term under PPA's smoothing rules, the method has a significant bias to produce an actuarial value of assets that is below the market value of assets.</p>
Benefits not valued	All benefits described in the Plan Provisions section of this report were valued. Towers Watson has reviewed the plan provisions with Dynamics Research Corporation and, based on that review, is not aware of any significant benefits required to be valued that were not.

Assumptions Rationale - Significant Economic Assumptions

Discount rate	The basis chosen was selected by the plan sponsor from among choices prescribed by law, all of which are based on observed market data over certain periods of time.
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Plan Name:	Dynamics Research Corporation Defined Benefit Pension Plan
EIN / PN:	04-2211809 / 002
Plan Sponsor:	Dynamics Research Corporation
Valuation Date	January 1, 2015

SCHEDULE SB ATTACHMENTS

Assumptions Rationale - Significant Demographic Assumptions

Healthy Mortality

Assumptions used for funding purposes are as prescribed by IRC §430(h).

Disabled Mortality

Assumptions used for funding purposes are as prescribed by IRC §430(h).

Source of Prescribed Methods

Funding methods

The methods used for funding purposes as described in Appendix A, including the method of determining plan assets, are "prescribed methods set by law", as defined in the actuarial standards of practice (ASOPs). These methods are required by IRC §430, or were selected by the plan sponsor from a range of methods permitted by IRC §430.

Changes in Assumptions and Methods

Change in assumptions and methods since prior valuation

- The segment interest rates used to calculate the funding target and target normal cost were updated from an applicable month of September 2013 to September 2014 and the interest rate corridors of HATFA were applied.
- The required mortality table used to calculate the funding target and target normal cost was updated to include one additional year of projected mortality improvements.
- The amount included this year for plan-related expenses was updated from \$70,950 for 2014 to \$75,710 for 2015.

Plan Name: Dynamics Research Corporation Defined Benefit Pension Plan
EIN / PN: 04-2211809 / 002
Plan Sponsor: Dynamics Research Corporation
Valuation Date: January 1, 2015

Schedule H, Line 4j Supplemental Schedule of Reportable
Transactions for the Year Ended

Dynamics Research Corporation
Defined Benefit Pension Plan
EIN #04-2211809 / Plan #002

American Tower REIT Inc	Real Estate Investment Trusts	387	28,746	37,520
Boston Properties Inc	Real Estate Investment Trusts	269	29,919	34,308
Extra Space Storage Inc	Real Estate Investment Trusts	345	25,459	30,432
Hersha Hospitality Trust	Real Estate Investment Trusts	1,282	27,928	27,896
Brixmor Property Group Inc	Real Estate Investment Trusts	1,077	25,680	27,808
Public Storage Inc	Real Estate Investment Trusts	112	19,570	27,742
Vornado Realty Trust	Real Estate Investment Trusts	274	26,976	27,389
General Growth Properties	Real Estate Investment Trusts	810	22,359	22,040
Federal Rlty Invt Tr	Real Estate Investment Trusts	144	17,456	21,038
Mid-Amer Apt Cmnty Inc	Real Estate Investment Trusts	213	14,544	19,343
American Campus	Real Estate Investment Trusts	442	16,497	18,272
Hudson Pacific Properties	Real Estate Investment Trusts	597	13,835	16,800
Retail Opportunity Investments	Real Estate Investment Trusts	849	11,525	15,197
Care Cap Pptys Inc	Real Estate Investment Trusts	423	14,260	12,931
Washington Real Estate Invt Tr	Real Estate Investment Trusts	460	12,217	12,448
First Inudtrial Realty TR	Real Estate Investment Trusts	529	11,159	11,707
Diamondrock Hospital	Real Estate Investment Trusts	1,212	15,770	11,696
Kilroy Rlty Corp	Real Estate Investment Trusts	159	11,106	10,062
Essex Ppty Tr Inc Com	Real Estate Investment Trusts	39	4,647	9,337
American Homes for Rent	Real Estate Investment Trusts	495	8,026	8,247
Camden Ppty Tr	Real Estate Investment Trusts	106	8,368	8,137
Equity Lifestyle Properties Reit	Real Estate Investment Trusts	93	5,735	6,200
Brandywine Rlty Tr New	Real Estate Investment Trusts	450	5,963	6,147
Lasalle Hotel Pptys	Real Estate Investment Trusts	217	6,748	5,460
Subtotal: Real Estate Investment Trusts			\$ 514,327	\$ 612,737
<u>Preferred Equity Securities:</u>				
Merrill Lynch Cap Tr Iii 7.000% Pfd	Corporate Stock	6,375	\$ 114,026	\$ 160,076
Total:			\$ 51,553,232	\$ 49,906,169

Schedule H, Line 4j Supplemental Schedule of Reportable
Transactions for the Year Ended

Dynamics Research Corporation
Defined Benefit Pension Plan
EIN #04-2211809 / Plan #002

Reportable transactions for the year ended December 31, 2015

(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)
Identity of Party Involved	Description of Asset (including interest and maturity)	Purchase Price	Selling Price	Lease Rental	Expense Incurred With Transaction	Cost of Assets	Current Value Of Assets On Transaction Date	Net Gain (Loss)
Series of Transactions With Same Broker Exceeds 5% of Value								
Northern	Northern Inst'l Diversified Assets-SW							
	Purchases	\$ 53,097,271	\$ -	N/A	\$ -	\$ 53,097,271	\$ 53,097,271	N/A
	Sales	\$ -	\$ 51,999,319	N/A	\$ -	\$ 51,999,319	\$ 51,999,319	\$ -
Vanguard	Vanguard Growth ETF							
	Sales	\$ -	\$ 3,982,498	N/A	\$ -	\$ 2,300,706	\$ 3,982,498	\$ 1,681,792

SCHEDULE SB (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>	Single-Employer Defined Benefit Plan Actuarial Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA) and section 6059 of the Internal Revenue Code (the Code). ► File as an attachment to Form 5500 or 5500-SF.	OMB No. 1210-0110 2015 This Form is Open to Public Inspection
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For calendar plan year 2015 or fiscal plan year beginning 01/01/2015 and ending 12/31/2015

► **Round off amounts to nearest dollar.**

► **Caution:** A penalty of \$1,000 will be assessed for late filing of this report unless reasonable cause is established.

A Name of plan DRC DEFINED BENEFIT PENSION PLAN	<table border="1" style="width:100%; border-collapse: collapse;"> <tr> <td style="width:60%;">B Three-digit plan number (PN) ►</td> <td style="width:40%; text-align: center;">002</td> </tr> </table>	B Three-digit plan number (PN) ►	002
B Three-digit plan number (PN) ►	002		
C Plan sponsor's name as shown on line 2a of Form 5500 or 5500-SF Dynamics Research Corporation	<table border="1" style="width:100%; border-collapse: collapse;"> <tr> <td>D Employer Identification Number (EIN) 04-2211809</td> </tr> </table>	D Employer Identification Number (EIN) 04-2211809	
D Employer Identification Number (EIN) 04-2211809			
E Type of plan: ☒ Single ☐ Multiple-A ☐ Multiple-B			
F Prior year plan size: ☐ 100 or fewer ☐ 101-500 ☒ More than 500			

Part I Basic Information			
1 Enter the valuation date: Month <u>01</u> Day <u>01</u> Year <u>2015</u>			
2 Assets:			
a Market value	2a	75,456,339	
b Actuarial value	2b	74,898,935	
3 Funding target/participant count breakdown	(1) Number of participants	(2) Vested Funding Target	(3) Total Funding Target
a For retired participants and beneficiaries receiving payment	861	47,466,658	47,466,658
b For terminated vested participants	718	25,229,900	25,229,900
c For active participants	67	1,965,968	1,978,956
d Total	1,646	74,662,526	74,675,514
4 If the plan is in at-risk status, check the box and complete lines (a) and (b) ☐			
a Funding target disregarding prescribed at-risk assumptions	4a		
b Funding target reflecting at-risk assumptions, but disregarding transition rule for plans that have been in at-risk status for fewer than five consecutive years and disregarding loading factor	4b		
5 Effective interest rate	5 6.22%		
6 Target normal cost	6 75,710		

Statement by Enrolled Actuary
 To the best of my knowledge, the information supplied in this schedule and accompanying schedules, statements and attachments, if any, is complete and accurate. Each prescribed assumption was applied in accordance with applicable law and regulations. In my opinion, each other assumption is reasonable (taking into account the experience of the plan and reasonable expectations) and such other assumptions, in combination, offer my best estimate of anticipated experience under the plan.

SIGN HERE	<div style="text-align: center;"> Michael A Hluska Signature of actuary </div>	<div style="text-align: center;"> <u>9/6/2016</u> Date 1405366 Most recent enrollment number 617-638-3700 Telephone number (including area code) </div>
Michael A Hluska Type or print name of actuary Towers Watson Delaware Inc. Firm name 800 Boylston Street Prudential Tower Boston MA 02199-8103 Address of the firm		

If the actuary has not fully reflected any regulation or ruling promulgated under the statute in completing this schedule, check the box and see instructions ☐

For Paperwork Reduction Act Notice and OMB Control Numbers, see the instructions for Form 5500 or 5500-SF. Schedule SB (Form 5500) 2015 v. 150123

Part V Assumptions Used to Determine Funding Target and Target Normal Cost

21 Discount rate:				
a Segment rates:	1st segment: 4.72%	2nd segment: 6.11%	3rd segment: 6.81%	☐ N/A, full yield curve used
b Applicable month (enter code)				21b 4
22 Weighted average retirement age				22 62
23 Mortality table(s) (see instructions) ☐ Prescribed - combined ☒ Prescribed - separate ☐ Substitute				

Part VI Miscellaneous Items

24 Has a change been made in the non-prescribed actuarial assumptions for the current plan year? If "Yes," see instructions regarding required attachment.	☐ Yes ☒ No
25 Has a method change been made for the current plan year? If "Yes," see instructions regarding required attachment.	☐ Yes ☒ No
26 Is the plan required to provide a Schedule of Active Participants? If "Yes," see instructions regarding required attachment.	☒ Yes ☐ No
27 If the plan is subject to alternative funding rules, enter applicable code and see instructions regarding attachment	27

Part VII Reconciliation of Unpaid Minimum Required Contributions For Prior Years

28 Unpaid minimum required contributions for all prior years	28	0
29 Discounted employer contributions allocated toward unpaid minimum required contributions from prior years (line 19a)	29	0
30 Remaining amount of unpaid minimum required contributions (line 28 minus line 29)	30	0

Part VIII Minimum Required Contribution For Current Year

31 Target normal cost and excess assets (see instructions):			
a Target normal cost (line 6)	31a	75,710	
b Excess assets, if applicable, but not greater than line 31a	31b	75,710	
32 Amortization installments:	Outstanding Balance	Installment	
a Net shortfall amortization installment	0	0	
b Waiver amortization installment	0	0	
33 If a waiver has been approved for this plan year, enter the date of the ruling letter granting the approval (Month _____ Day _____ Year _____) and the waived amount	33	0	
34 Total funding requirement before reflecting carryover/prefunding balances (lines 31a - 31b + 32a + 32b - 33)	34	0	
	Carryover balance	Prefunding balance	Total balance
35 Balances elected for use to offset funding requirement	0	0	0
36 Additional cash requirement (line 34 minus line 35)	36	0	
37 Contributions allocated toward minimum required contribution for current year adjusted to valuation date (line 19c)	37	0	
38 Present value of excess contributions for current year (see instructions)			
a Total (excess, if any, of line 37 over line 36)	38a	0	
b Portion included in line 38a attributable to use of prefunding and funding standard carryover balances	38b	0	
39 Unpaid minimum required contribution for current year (excess, if any, of line 36 over line 37)	39	0	
40 Unpaid minimum required contributions for all years	40	0	

Part IX Pension Funding Relief Under Pension Relief Act of 2010 (See Instructions)

41 If an election was made to use PRA 2010 funding relief for this plan:			
a Schedule elected	☐ 2 plus 7 years ☐ 15 years		
b Eligible plan year(s) for which the election in line 41a was made	☐ 2008 ☐ 2009 ☐ 2010 ☐ 2011		
42 Amount of acceleration adjustment	42	0	
43 Excess installment acceleration amount to be carried over to future plan years	43	0	

SCHEDULE SB ATTACHMENTS

Schedule SB, Line 22 Description of Weighted Average Retirement Age as of January 1, 2015

The average retirement age for Line 22 was calculated by determining the average age at retirement for those current active participants expected to reach retirement, based on all current decrements assumed.

x	q_x^r	l_x	${}_x p_{55} = l_x / l_{55}$	$q_x^r * l_x / l_{55}$	$x * q_x^r * l_x / l_{55}$
55	0.05	1,000,000	1.000000	0.050000	2.750000
56	0.05	950,000	0.950000	0.047500	2.660000
57	0.05	902,500	0.902500	0.045125	2.572125
58	0.05	857,375	0.857375	0.042869	2.486388
59	0.05	814,506	0.814506	0.040725	2.402793
60	0.10	773,781	0.773781	0.077378	4.642686
61	0.10	696,403	0.696403	0.069640	4.248057
62	0.15	626,763	0.626763	0.094014	5.828892
63	0.15	532,748	0.532748	0.079912	5.034470
64	0.15	452,836	0.452836	0.067925	4.347225
65	1.00	384,911	0.384911	0.384911	25.019186

Average age at retirement 61.991822

Rounded for Schedule SB item 22 62

Plan Name: Dynamics Research Corporation Defined Benefit Pension Plan
 EIN / PN: 04-2211809 / 002
 Plan Sponsor: Dynamics Research Corporation
 Valuation Date: January 1, 2015

SCHEDULE SB ATTACHMENTS

Schedule SB, Line 26

Schedule of Active Participant Data as of January 1, 2015

Attained Age	Years of Credited Service															
	Under 1		1 to 4		5 to 9		10 to 14		15 to 19		20 to 24		25 to 29		30 to 34	
	No.	Avg. Comp.	No.	Avg. Comp.	No.	Avg. Comp.	No.	Avg. Comp.	No.	Avg. Comp.	No.	Avg. Comp.	No.	Avg. Comp.	No.	Avg. Comp.
Under 25	0		0		0		0		0		0		0		0	
25 - 29	0		0		0		0		0		0		0		0	
30 - 34	0		0		0		0		0		0		0		0	
35 - 39	0		2		0		0		0		0		0		0	
40 - 44	0		3		0		0		0		0		0		0	
45 - 49	0		4		1		3		1		0		0		0	
50 - 54	0		9		1		0		4		1		0		0	
55 - 59	0		5		3		3		3		0		0		0	
60 - 64	0		12		5		1		5		1		0		0	
65 - 69	0		0		0		0		0		0		0		0	
70 & Over	0		0		0		0		0		0		0		0	

Plan Name: Dynamics Research Corporation Defined Benefit Pension Plan
 EIN / PN: 04-2211809 / 002
 Plan Sponsor: Dynamics Research Corporation
 Valuation Date: January 1, 2015

SCHEDULE SB ATTACHMENTS

Schedule SB, Part V Statement of Actuarial Assumptions/Methods

Economic Assumptions

Interest rate basis:

- Applicable month September
- Interest rate basis 3-Segment Rates

Interest rates:

	Reflecting Corridors	Not Reflecting Corridors
• First segment rate	4.72%	1.15%
• Second segment rate	6.11%	4.06%
• Third segment rate	6.81%	5.15%
• Effective interest rate	6.22%	4.27%

Annual rates of increase

- Compensation N/A
- Future Social Security wage bases N/A
- Statutory limits on compensation N/A

Plan related expenses

Amount of administrative expenses paid during prior year, \$75,710.

Plan Name: Dynamics Research Corporation Defined Benefit Pension Plan
EIN / PN: 04-2211809 / 002
Plan Sponsor: Dynamics Research Corporation
Valuation Date: January 1, 2015

SCHEDULE SB ATTACHMENTS

Demographic Assumptions

Inclusion date The valuation date coincident with or next following the date on which the employee becomes a participant. Participation in this plan is frozen.

New or rehired employees It was assumed there will be no new or rehired employees.

Mortality

- **Healthy** The prescribed mortality assumption under IRC §430(h)(3)(A) using static tables with separate mortality rates for annuitants and non-annuitants.
- **Disabled** The prescribed mortality assumption under IRC §430(h)(3)(A) using static tables with separate mortality rates for annuitants and non-annuitants.

Termination

Representative Termination Rates

Percentage leaving during the year		
Attained Age	Males	Females
20	30.0%	30.0%
25	30.0	30.0
30	20.0	20.0
35	15.0	15.0
40	12.5	12.5
45	10.0	10.0
50	7.5	7.5
55 & Over	0.0	0.0

Disability None.

Plan Name: Dynamics Research Corporation Defined Benefit Pension Plan
EIN / PN: 04-2211809 / 002
Plan Sponsor: Dynamics Research Corporation
Valuation Date: January 1, 2015

SCHEDULE SB ATTACHMENTS

Retirement

For purposes of determining the Funding Target and Target Normal Cost (both disregarding at-risk assumptions), the rates at which participants retire by age and gender are shown below.

Percentage retiring during the year		
Age	Males	Females
55-59	5.0%	5.0%
60-61	10.0%	10.0%
62-64	15.0%	15.0%
65	100.0%	100.0%

Benefit commencement date:

- Preretirement death benefit The later of the death of the active participant or the date the participant would have been eligible for early retirement.
- Deferred vested benefit Age 65.
- Retirement benefit Upon termination of employment.

Form of payment

Participants are assumed to elect the normal form.

Percent married

80% of participants are assumed to be married.

Spouse age

Wife three years younger than husband.

Timing of benefit payments

Annuity payments are payable monthly at the beginning of the month.

Plan Name: Dynamics Research Corporation Defined Benefit Pension Plan
EIN / PN: 04-2211809 / 002
Plan Sponsor: Dynamics Research Corporation
Valuation Date: January 1, 2015

SCHEDULE SB ATTACHMENTS

Methods

Valuation date	First day of plan year
Funding target	Present value of accrued benefits as required by regulations under IRC §430.
Target normal cost	Present value of benefits expected to accrue during the plan year plus plan-related expenses expected to be paid from plan assets during the plan year as required by regulations under IRC §430.
Actuarial value of assets [for determining minimum required contributions]	<p>Average of the fair market value of assets on the valuation date and the two immediately preceding valuation dates, adjusted for contributions, benefits, administrative expenses and expected earnings (with such expected earnings limited as described in IRS Notice 2009-22) . The average asset value must be within 10% of market value, including discounted contributions receivable (discounted using the effective interest rate for the 2014 plan year).</p> <p>The method of computing the actuarial value of assets complies with rules governing the calculation of such values under the Pension Protection Act of 2006 (PPA). These rules produce smoothed values that reflect the underlying market value of plan assets but fluctuate less than the market value. As a result, the actuarial value of assets will be lower than the market value in some years and greater in other years. However, over the long term under PPA's smoothing rules, the method has a significant bias to produce an actuarial value of assets that is below the market value of assets.</p>
Benefits not valued	All benefits described in the Plan Provisions section of this report were valued. Towers Watson has reviewed the plan provisions with Dynamics Research Corporation and, based on that review, is not aware of any significant benefits required to be valued that were not.

Assumptions Rationale - Significant Economic Assumptions

Discount rate	The basis chosen was selected by the plan sponsor from among choices prescribed by law, all of which are based on observed market data over certain periods of time.
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Plan Name:	Dynamics Research Corporation Defined Benefit Pension Plan
EIN / PN:	04-2211809 / 002
Plan Sponsor:	Dynamics Research Corporation
Valuation Date	January 1, 2015

SCHEDULE SB ATTACHMENTS

Assumptions Rationale - Significant Demographic Assumptions

Healthy Mortality	Assumptions used for funding purposes are as prescribed by IRC §430(h).
Disabled Mortality	Assumptions used for funding purposes are as prescribed by IRC §430(h).

Source of Prescribed Methods

Funding methods	The methods used for funding purposes as described in Appendix A, including the method of determining plan assets, are "prescribed methods set by law", as defined in the actuarial standards of practice (ASOPs). These methods are required by IRC §430, or were selected by the plan sponsor from a range of methods permitted by IRC §430.
------------------------	--

Changes in Assumptions and Methods

Change in assumptions and methods since prior valuation	<ul style="list-style-type: none">• The segment interest rates used to calculate the funding target and target normal cost were updated from an applicable month of September 2013 to September 2014 and the interest rate corridors of HATFA were applied.• The required mortality table used to calculate the funding target and target normal cost was updated to include one additional year of projected mortality improvements.• The amount included this year for plan-related expenses was updated from \$70,950 for 2014 to \$75,710 for 2015.
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Plan Name:	Dynamics Research Corporation Defined Benefit Pension Plan
EIN / PN:	04-2211809 / 002
Plan Sponsor:	Dynamics Research Corporation
Valuation Date	January 1, 2015

SCHEDULE SB ATTACHMENTS

Schedule SB, Part V Summary of Plan Provisions

Effective Date and Most Recent Amendment

The plan was originally effective January 1, 1980. On October 25, 2006, Dynamics Research Corporation's Board of Directors approved an amendment to the plan that removed the 3% annual benefit inflator and fully freezes benefit accruals as of December 31, 2006. The Plan was most recently amended and restated effective January 1, 2014.

Plan Year

The twelve-month period ending December 31.

Coverage and Participation

Employees classified as staff and service employees will become participants on the first day of the month following the completion of one year of service and at least 1,000 hours. Participation in the plan was frozen as of June 30, 2002.

Normal or Late Retirement Benefit

Normal Retirement Date: A participant who retires from the Company after attaining the later of age 65.

Benefit Formula: The normal monthly retirement benefit of a participant payable in the normal form is the greatest of one-twelfth of (a), (b) and (c):

- (a) .6833 percent of average annual compensation plus .650 percent of average annual compensation in excess of Social Security Covered Compensation multiplied by years of benefit service up to 30 years;
- (b) the benefit accrued as of December 31, 1987 under the former plans, and
- (c) \$60 multiplied by years of benefit service.

Benefits are fixed effective June 30, 2002. The accrued benefit calculated as of June 30, 2002 will be indexed at 3% per year beginning December 31, 2003 and ending December 31, 2006.

Commencement Date: Payments shall commence on the first day of the month following an employee's retirement from the Company or the date he applies for his benefit.

Normal Form of Benefit: The benefit is paid monthly for the life of the retired participant.

Plan Name:	Dynamics Research Corporation Defined Benefit Pension Plan
EIN / PN:	04-2211809 / 002
Plan Sponsor:	Dynamics Research Corporation
Valuation Date	January 1, 2015

SCHEDULE SB ATTACHMENTS

Early Retirement Benefit

Eligibility: Participants with 10 or more years of vesting service may retire any time after age 55.

Benefit: Same as normal retirement. If benefits commence prior to age 65, the accrued benefit shall be reduced by 5/9ths of 1.0% for each of the first 60 months and by 5/18ths of 1.0% for each month in excess of 60 that benefit commencement date precedes Normal Retirement Date.

Commencement Date: Payments shall commence on the first day of the month coincident with or next following the later of early retirement and application for benefits.

Form of Benefit: Same as normal retirement.

Vested Benefits Upon Termination of Service

Vesting: A Participant who terminates employment after completion of 5 or more years of vesting service is eligible for a vested deferred benefit

Termination Benefit: Same as normal retirement.

Commencement Date: The vested accrued benefit of terminated participant is payable as a monthly pension at age 65 or it may be payable as early as 55 with the reduction for early retirement if the participant has 10 or more years of vesting service.

Form of Benefit: Same as normal retirement.

Death Benefits for Participants in Active Service

Eligibility: An active or terminated vested participant who has completed five or more years of vesting service and was married at death is covered by the pre-retirement death benefit.

Benefit: The amount of benefit payable to the surviving spouse is the actuarial equivalent of the benefit that the participant would have received if the participant had

(a) survived to the earliest retirement date,

(b) retired and elected to be paid in the form of a joint annuity with 100 percent to the surviving spouse, and

(c) died immediately thereafter

Plan Name:	Dynamics Research Corporation Defined Benefit Pension Plan
EIN / PN:	04-2211809 / 002
Plan Sponsor:	Dynamics Research Corporation
Valuation Date	January 1, 2015

SCHEDULE SB ATTACHMENTS

Commencement Date: The benefit will be payable as an annuity commencing on the first of the month following the participant's death.

Pension Increases

None.

Plan Participants' Contributions

No participant contributions are allowed or required.

Changes in Plan Provisions since Last Actuarial Valuation

There have been no changes in the principal plan provisions since the prior valuation.

Plan Name:	Dynamics Research Corporation Defined Benefit Pension Plan
EIN / PN:	04-2211809 / 002
Plan Sponsor:	Dynamics Research Corporation
Valuation Date	January 1, 2015

SCHEDULE SB ATTACHMENTS

Schedule SB – Statement by Enrolled Actuary

Plan Sponsor	Dynamics Research Corporation
EIN/PN	04-2211809 / 002
Plan Name	Dynamics Research Corporation Defined Benefit Pension Plan
Valuation Date	January 1, 2015
Enrolled Actuary	Michael A. Hluska
Enrollment Number	14-05366

The actuarial assumptions that are not mandated by IRC § 430 and regulations, represent the enrolled actuary's best estimate of anticipated experience under the plan, subject to the following conditions:

The actuarial valuation, on which the information in this Schedule SB is based, has been prepared in reliance upon the employee and financial data furnished by the plan administrator and the trustee. The enrolled actuary has not made a rigorous check of the accuracy of this information but has accepted it after reviewing it and concluding it is reasonable in relation to similar information furnished in previous years. The amounts of contributions and dates paid shown in Item 18 of Schedule SB were listed in reliance on information provided by the plan administrator and/or trustee.

Plan Name:	Dynamics Research Corporation Defined Benefit Pension Plan
EIN / PN:	04-2211809 / 002
Plan Sponsor:	Dynamics Research Corporation
Valuation Date	January 1, 2015

SCHEDULE SB ATTACHMENTS

Schedule SB, Part V Summary of Plan Provisions

Effective Date and Most Recent Amendment

The plan was originally effective January 1, 1980. On October 25, 2006, Dynamics Research Corporation's Board of Directors approved an amendment to the plan that removed the 3% annual benefit inflator and fully freezes benefit accruals as of December 31, 2006. The Plan was most recently amended and restated effective January 1, 2014.

Plan Year

The twelve-month period ending December 31.

Coverage and Participation

Employees classified as staff and service employees will become participants on the first day of the month following the completion of one year of service and at least 1,000 hours. Participation in the plan was frozen as of June 30, 2002.

Normal or Late Retirement Benefit

Normal Retirement Date: A participant who retires from the Company after attaining the later of age 65.

Benefit Formula: The normal monthly retirement benefit of a participant payable in the normal form is the greatest of one-twelfth of (a), (b) and (c):

- (a) .6833 percent of average annual compensation plus .650 percent of average annual compensation in excess of Social Security Covered Compensation multiplied by years of benefit service up to 30 years;
- (b) the benefit accrued as of December 31, 1987 under the former plans, and
- (c) \$60 multiplied by years of benefit service.

Benefits are fixed effective June 30, 2002. The accrued benefit calculated as of June 30, 2002 will be indexed at 3% per year beginning December 31, 2003 and ending December 31, 2006.

Commencement Date: Payments shall commence on the first day of the month following an employee's retirement from the Company or the date he applies for his benefit.

Normal Form of Benefit: The benefit is paid monthly for the life of the retired participant.

Plan Name:	Dynamics Research Corporation Defined Benefit Pension Plan
EIN / PN:	04-2211809 / 002
Plan Sponsor:	Dynamics Research Corporation
Valuation Date	January 1, 2015

SCHEDULE SB ATTACHMENTS

Early Retirement Benefit

Eligibility: Participants with 10 or more years of vesting service may retire any time after age 55.

Benefit: Same as normal retirement. If benefits commence prior to age 65, the accrued benefit shall be reduced by 5/9ths of 1.0% for each of the first 60 months and by 5/18ths of 1.0% for each month in excess of 60 that benefit commencement date precedes Normal Retirement Date.

Commencement Date: Payments shall commence on the first day of the month coincident with or next following the later of early retirement and application for benefits.

Form of Benefit: Same as normal retirement.

Vested Benefits Upon Termination of Service

Vesting: A Participant who terminates employment after completion of 5 or more years of vesting service is eligible for a vested deferred benefit

Termination Benefit: Same as normal retirement.

Commencement Date: The vested accrued benefit of terminated participant is payable as a monthly pension at age 65 or it may be payable as early as 55 with the reduction for early retirement if the participant has 10 or more years of vesting service.

Form of Benefit: Same as normal retirement.

Death Benefits for Participants in Active Service

Eligibility: An active or terminated vested participant who has completed five or more years of vesting service and was married at death is covered by the pre-retirement death benefit.

Benefit: The amount of benefit payable to the surviving spouse is the actuarial equivalent of the benefit that the participant would have received if the participant had

(a) survived to the earliest retirement date,

(b) retired and elected to be paid in the form of a joint annuity with 100 percent to the surviving spouse, and

(c) died immediately thereafter

Plan Name:	Dynamics Research Corporation Defined Benefit Pension Plan
EIN / PN:	04-2211809 / 002
Plan Sponsor:	Dynamics Research Corporation
Valuation Date	January 1, 2015

SCHEDULE SB ATTACHMENTS

Commencement Date: The benefit will be payable as an annuity commencing on the first of the month following the participant's death.

Pension Increases

None.

Plan Participants' Contributions

No participant contributions are allowed or required.

Changes in Plan Provisions since Last Actuarial Valuation

There have been no changes in the principal plan provisions since the prior valuation.

Plan Name:	Dynamics Research Corporation Defined Benefit Pension Plan
EIN / PN:	04-2211809 / 002
Plan Sponsor:	Dynamics Research Corporation
Valuation Date	January 1, 2015

**Schedule H, Line 4i Supplemental Schedule of Assets
(Held at End of Year)**

**Dynamics Research Corporation
Defined Benefit Pension Plan
EIN #04-2211809 / Plan #002**

As of December 31, 2015

(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	(d) No. of Shares or Units	(e) Cost	(f) Current Value
		<u>Mutual Funds:</u>			
	Wisdomtree Diefa Fund	Mutual Funds	175,200	\$ 10,887,176	\$ 8,162,568
	Vanguard Growth ETF	Mutual Funds	39,324	2,412,612	4,183,681
	Vanguard Value ETF	Mutual Funds	35,299	2,173,234	2,877,575
	Vanguard Mid-Cap ETF	Mutual Funds	16,374	1,078,862	1,966,681
	Ishares Tr Russel 2000 Value Indx Fd	Mutual Funds	247	23,676	22,709
	Tallgrass Energy Partners LP	Mutual Funds	335	15,303	13,805
	Shell Midstream Partners LP	Mutual Funds	235	9,213	9,757
		Subtotal: Mutual Funds		<u>\$ 16,600,076</u>	<u>\$ 17,236,776</u>
		<u>Corporate and Foreign Bonds:</u>			
	Bank Of NY Mellon	Interest Rate 2.100% Per Annum, Expiry Date 01/15/19	400,000	\$ 397,548	\$ 401,859
	John Deere Capital Corp	Interest Rate 1.400% Per Annum, Expiry Date 03/15/17	400,000	397,524	400,631
	Gen Elec Cap Crp Mtn	Interest Rate 5.625% Per Annum, Expiry Date 09/15/17	375,000	425,230	399,853
	Marathon Petroleum	Interest Rate 5.125% Per Annum, Expiry Date 03/01/21	350,000	387,954	367,355
	Phillips 66	Interest Rate 4.300% Per Annum, Expiry Date 04/01/22	350,000	364,315	360,079
	Bank of America	Interest Rate 2.650% Per Annum, Expiry Date 04/01/19	350,000	353,230	350,854
	Cardinal Health	Interest Rate 1.950% Per Annum, Expiry Date 06/15/18	350,000	351,722	349,089
	Fiserv Inc	Interest Rate 2.700% Per Annum, Expiry Date 06/01/20	350,000	350,627	347,096
	JP Morgan Chase & Co	Interest Rate 4.400% Per Annum, Expiry Date 07/22/20	320,000	357,059	341,562
	Caterpillar Inc	Interest Rate 3.900% Per Annum, Expiry Date 05/27/21	300,000	328,974	318,504
	Dow Chemical Co	Interest Rate 4.125% Per Annum, Expiry Date 11/15/21	300,000	315,425	314,517
	Health Care REIT	Interest Rate 4.125% Per Annum, Expiry Date 04/01/19	300,000	319,800	312,870
	Berkshire Hathaway	Interest Rate 2.900% Per Annum, Expiry Date 10/15/20	300,000	302,271	310,911

* (a) Represents a party-in-interest to the Plan.

**Schedule H, Line 4i Supplemental Schedule of Assets
(Held at End of Year) (Continued)**

**Dynamics Research Corporation
Defined Benefit Pension Plan
EIN #04-2211809 / Plan #002**

(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	(d) No. of Shares or Units	(e) Cost	(f) Current Value
	Simon Property Group	Interest Rate 3.375% Per Annum, Expiry Date 03/15/22	300,000	315,303	309,312
	American Express Credit	Interest Rate 2.125% Per Annum, Expiry Date 07/27/18	300,000	302,867	302,544
	US Bancorp	Interest Rate 1.950% Per Annum, Expiry Date 11/15/18	300,000	301,566	301,842
	Metlife Inc	Interest Rate 1.756% Per Annum, Expiry Date 12/15/17	300,000	303,840	300,306
	Abbvie Inc	Interest Rate 2.500% Per Annum, Expiry Date 05/14/20	300,000	299,208	296,984
	Valero Energy Corp	Interest Rate 3.650% Per Annum, Expiry Date 03/15/25	300,000	288,999	282,967
	Energy Transfer Partners	Interest Rate 5.200% Per Annum, Expiry Date 02/01/22	300,000	317,400	280,277
	Keycorp	Interest Rate 5.100% Per Annum, Expiry Date 03/24/21	250,000	279,001	273,237
	Verizon	Interest Rate 4.500% Per Annum, Expiry Date 09/15/20	250,000	270,298	268,602
	CVS Caremark Corp	Interest Rate 4.125% Per Annum, Expiry Date 05/15/21	250,000	277,345	264,461
	Comcast Corp	Interest Rate 3.125% Per Annum, Expiry Date 07/15/22	250,000	256,528	254,067
	General Mills Inc	Interest Rate 3.150% Per Annum, Expiry Date 12/15/21	250,000	254,070	250,187
	AT&T Inc.	Interest Rate 3.000% Per Annum, Expiry Date 06/30/22	250,000	248,188	244,005
	Conocophillips Company	Interest Rate 2.400% Per Annum, Expiry Date 12/15/22	250,000	233,338	227,100
	Oracle Corp	Interest Rate 5.750% Per Annum, Expiry Date 04/15/18	200,000	217,952	218,226
	Equinix Inc	Interest Rate 5.375% Per Annum, Expiry Date 04/01/23	212,000	214,400	216,240
	Avis Budget	Interest Rate 5.500% Per Annum, Expiry Date 04/01/23	215,000	219,300	215,538
	Iron Mountain Inc	Interest Rate 5.750% Per Annum, Expiry Date 08/15/24	220,000	220,525	212,300
	Tenneco Inc	Interest Rate 5.375% Per Annum, Expiry Date 12/15/24	209,000	209,000	212,135
	Crown Castle Inc	Interest Rate 5.250% Per Annum, Expiry Date 01/15/23	200,000	204,500	210,250
	Target Corp	Interest Rate 5.875% Per Annum, Expiry Date 07/15/16	200,000	231,148	205,189
	CCO HLDGS LLC/CAP Corp	Interest Rate 5.125% Per Annum, Expiry Date 02/15/23	204,000	199,050	204,255
	Intel Corp	Interest Rate 1.950% Per Annum, Expiry Date 10/01/16	200,000	206,286	201,248
	Amerigas Finance LLC/Corp	Interest Rate 7.000% Per Annum, Expiry Date 05/20/22	206,000	218,378	199,305
	Cinemark USA Inc	Interest Rate 5.125% Per Annum, Expiry Date 12/15/22	200,000	200,500	198,500
	HCA Inc Sr Nt	Interest Rate 5.375% Per Annum, Expiry Date 02/01/25	200,000	207,000	197,500
	Wells Fargo Co Mtn Be	Interest Rate 3.000% Per Annum, Expiry Date 02/19/25	200,000	195,514	194,532
	Regal Entertainment	Interest Rate 5.750% Per Annum, Expiry Date 02/01/25	200,000	194,000	193,000

* (a) Represents a party-in-interest to the Plan.

**Schedule H, Line 4i Supplemental Schedule of Assets
(Held at End of Year) (Continued)**

**Dynamics Research Corporation
Defined Benefit Pension Plan
EIN #04-2211809 / Plan #002**

(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	(d) No. of Shares or Units	(e) Cost	(f) Current Value
	AES Corp/Va	Interest Rate 5.500% Per Annum, Expiry Date 04/15/25	217,000	214,873	191,503
	Royal Caribbean Cruises	Interest Rate 7.500% Per Annum, Expiry Date 10/15/27	168,000	199,699	191,100
	CHS/Community Health Systems	Interest Rate 6.875% Per Annum, Expiry Date 02/01/22	200,000	215,850	189,750
	United Rentals North AM	Interest Rate 5.500% Per Annum, Expiry Date 07/15/25	195,000	199,144	189,150
	Huntsman Int'l LLC	Interest Rate 4.875% Per Annum, Expiry Date 11/15/20	205,000	206,181	187,063
	Penske Automotive Grp Inc	Interest Rate 5.375% Per Annum, Expiry Date 12/01/24	185,000	186,850	186,850
	Mediacom LLC/Captl Corp	Interest Rate 7.250% Per Annum, Expiry Date 02/15/22	181,000	198,488	182,810
	Calpine Corp	Interest Rate 5.750% Per Annum, Expiry Date 01/15/25	205,000	202,968	180,913
	NRG Energy Inc	Interest Rate 6.625% Per Annum, Expiry Date 03/15/23	205,000	215,399	177,838
	Suburban Propane Partners	Interest Rate 5.500% Per Annum, Expiry Date 06/01/24	220,000	223,575	177,100
	Toll Bros Finance Corp	Interest Rate 4.875% Per Annum, Expiry Date 11/15/25	180,000	180,900	176,850
	Chesapeake Midstream Partne	Interest Rate 6.125% Per Annum, Expiry Date 07/15/22	185,000	197,719	175,004
	Sabine Pass Liquefaction	Interest Rate 5.750% Per Annum, Expiry Date 05/15/24	200,000	203,250	174,000
	Davita Healthcare Partners	Interest Rate 5.000% Per Annum, Expiry Date 05/01/25	180,000	174,765	173,700
	Bristow Corp	Interest Rate 6.250% Per Annum, Expiry Date 10/15/22	220,000	221,355	171,875
	United Parcel	Interest Rate 5.500% Per Annum, Expiry Date 01/15/18	150,000	165,494	162,348
	Continental Resources	Interest Rate 5.000% Per Annum, Expiry Date 09/15/22	220,000	211,419	162,250
	Cisco Systems Inc	Interest Rate 5.500% Per Annum, Expiry Date 02/22/16	150,000	163,452	150,956
	Range Resources Inc	Interest Rate 5.000% Per Annum, Expiry Date 08/15/22	180,000	180,710	134,550
	Teekay Corp	Interest Rate 8.500% Per Annum, Expiry Date 01/15/20	197,000	208,467	132,974
	Burlington Northern Santa Fe	Interest Rate 3.850% Per Annum, Expiry Date 09/01/23	125,000	130,088	129,828
	Citizens Comm	Interest Rate 9.000% Per Annum, Expiry Date 08/15/31	135,000	145,969	113,400
	Sprint Corp	Interest Rate 7.625% Per Annum, Expiry Date 02/15/25	150,000	150,750	109,500
	Spectrum Brands	Interest Rate 6.625% Per Annum, Expiry Date 11/15/22	90,000	95,075	94,950
	Denbury Resources	Interest Rate 5.500% Per Annum, Expiry Date 05/01/22	215,000	215,000	71,375
	Healthsouth Corp	Interest Rate 5.750% Per Annum, Expiry Date 11/01/24	70,000	70,863	66,763
	Cloud Peak Energy	Interest Rate 6.375% Per Annum, Expiry Date 03/15/24	216,000	214,895	63,719
	Continental Airlines	Interest Rate 6.250% Per Annum, Expiry Date 04/11/20	55,995	56,276	58,794

* (a) Represents a party-in-interest to the Plan.

Schedule H, Line 4i Supplemental Schedule of Assets
(Held at End of Year) (Continued)

Dynamics Research Corporation
Defined Benefit Pension Plan
EIN #04-2211809 / Plan #002

(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	(d) No. of Shares or Units	(e) Cost	(f) Current Value
	Chesapeake Energy	Interest Rate 5.750% Per Annum, Expiry Date 03/15/23	200,000	206,730	58,000
	B&G Foods Inc	Interest Rate 4.625% Per Annum, Expiry Date 06/01/21	50,000	47,000	49,500
	Graphic Packaging Int'l	Interest Rate 4.750% Per Annum, Expiry Date 04/15/21	45,000	45,055	45,900
	Peabody Energy Corp	Interest Rate 7.875% Per Annum, Expiry Date 11/01/26	199,000	208,895	27,362
	Mirant Americas	Interest Rate 9.125% Per Annum, Expiry Date 05/01/31	15,000	16,474	10,387
	Noble Energy Tender	Interest Rate 5.625% Per Annum, Expiry Date 05/01/21	9,000	8,279	8,803
	Peabody Energy Corp	Interest Rate 6.250% Per Annum, Expiry Date 11/15/21	23,000	21,044	3,162
		Subtotal: Corporate and Foreign Bonds		\$ 17,140,134	\$ 15,689,316
		<u>Partnerships:</u>			
	Skybridge Multi-Advisor	Partnerships	4,246	\$ 4,756,921	\$ 4,994,338
		Subtotal: Partnerships		\$ 4,756,921	\$ 4,994,338
		<u>Hedge Funds:</u>			
	Millenium Fund	Hedge Funds	946	\$ 1,000,000	\$ 1,443,851
		Subtotal: Hedge Funds		\$ 1,000,000	\$ 1,443,851
		<u>Common Equity Securities:</u>			
	Netease Com Inc Spons Adr	Corporate Stocks	1,215	\$ 103,065	\$ 220,207
	Taiwan Semiconductor Spons Adr	Corporate Stocks	8,382	177,050	190,691
	Baidu Inc Spons Adr	Corporate Stocks	999	193,965	188,851
	China Constr Bk Corp Unspns Adr	Corporate Stocks	13,421	195,593	183,908
	Perusahaan Perseroan Persero Adr	Corporate Stocks	3,212	144,336	142,613
	China Mobile Limited Spons Adr	Corporate Stocks	2,420	129,181	136,319
	Enterprise Products Partners LP	Corporate Stocks	5,079	185,939	129,921

* (a) Represents a party-in-interest to the Plan.

**Schedule H, Line 4i Supplemental Schedule of Assets
(Held at End of Year) (Continued)**

**Dynamics Research Corporation
Defined Benefit Pension Plan
EIN #04-2211809 / Plan #002**

(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	(d) No. of Shares or Units	(e) Cost	(f) Current Value
	Pt Bank Mandiri Unspns Adr	Corporate Stocks	16,593	148,923	111,342
	Banco Macro Sa-Adr	Corporate Stocks	1,763	75,038	102,466
	Kb Financial Group Inc Spons Adr	Corporate Stocks	3,640	128,716	101,447
	Astra International ADR (Indonesia)	Corporate Stocks	11,320	145,283	98,542
	Shinham Financial Group Adr	Corporate Stocks	2,923	132,560	98,184
	Ambev SA ADR (Brazil)	Corporate Stocks	20,593	144,095	91,845
	Sberbank-Sponsor ADR	Corporate Stocks	16,248	158,416	90,108
	Commercial Intl Bk Adr	Corporate Stocks	17,384	72,072	84,564
	Magellan Midstream Partners	Corporate Stocks	1,242	103,928	84,357
	Semen Gesik ADR	Corporate Stocks	4,978	129,363	82,335
	PJSC Lukoil ADR	Corporate Stocks	2,563	122,237	82,324
	Kimberly-Clark De Mexico S.A.B Adr	Corporate Stocks	7,007	92,356	81,567
	Philippine Long Distance	Corporate Stocks	1,858	124,760	79,430
	Koc Holding As Unspns Adr	Corporate Stocks	4,055	104,718	75,922
	Weichai Power Co ADR (China)	Corporate Stocks	8,537	112,988	75,609
	Cielo SA-Sponsored ADR	Corporate Stocks	8,707	142,886	73,926
	VWR Corporation	Corporate Stocks	2,515	59,634	71,200
	Clicks Group Ltd ADR (South Africa)	Corporate Stocks	6,176	79,568	70,945
	Cnooc Ltd-Adr	Corporate Stocks	670	117,802	69,935
	Woolworths Holdings Ltd	Corporate Stocks	10,637	83,639	68,749
	Localiza Rent A Car ADR	Corporate Stocks	10,682	179,420	67,015
	Booz Allen Hamilton Holding	Corporate Stocks	2,119	58,268	65,371
	YPF S.A. -Sponsored ADR	Corporate Stocks	4,062	149,279	63,855
	Standard Bank Group ADR (South Africa)	Corporate Stocks	8,177	100,822	59,894
	Renaissance Re Hldgs Ltd	Corporate Stocks	504	52,287	57,048
	Banco Do Brasil Spons Adr	Corporate Stocks	15,306	184,816	57,027
	Akbank T.A.S-Adr	Corporate Stocks	12,380	96,900	56,834
	Turkcell Iletism Hizmetlerispon Adr	Corporate Stocks	6,680	97,471	56,713
	AAC Technologies H - Unspn ADR	Corporate Stocks	862	52,332	56,224
	Energy Transfer Equity	Corporate Stocks	4,076	120,285	56,004

* (a) Represents a party-in-interest to the Plan.

**Schedule H, Line 4i Supplemental Schedule of Assets
(Held at End of Year) (Continued)**

**Dynamics Research Corporation
Defined Benefit Pension Plan
EIN #04-2211809 / Plan #002**

(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	(d) No. of Shares or Units	(e) Cost	(f) Current Value
	Kar Auction Services Inc	Corporate Stocks	1,418	26,891	52,509
	Gazprom Spon Adr	Corporate Stocks	14,008	110,913	52,204
	BB Seguridade Parti ADR (Brazil)	Corporate Stocks	8,526	124,382	51,156
	ServiceMaster Global Holdings Inc	Corporate Stocks	1,288	29,686	50,541
	Silgan Hldgs Inc	Corporate Stocks	940	36,505	50,497
	Northwestern Corp	Corporate Stocks	916	49,943	49,693
	Laclede Group Inc	Corporate Stocks	833	47,674	49,489
	Vectren Corp	Corporate Stocks	1,157	51,682	49,080
	Webster Finl Corp Waterbury Conn	Corporate Stocks	1,301	31,957	48,384
	Pt Utd Tractors Unpons Adr	Corporate Stocks	1,941	78,533	47,733
	Bidvest Group LTD-SPONS ADR	Corporate Stocks	1,102	60,849	46,683
	First American Financial Corporation	Corporate Stocks	1,293	46,711	46,419
	Firstmerit Corporation	Corporate Stocks	2,472	44,326	46,103
	Kasikornbank PCL-Unspon ADR	Corporate Stocks	2,754	73,033	46,072
	Nedbank Group Ltd-Spons Adr	Corporate Stocks	3,771	82,552	45,900
	MPLX LP	Corporate Stocks	1,167	66,353	45,893
	Energy Transfer Partners LP	Corporate Stocks	1,336	89,233	45,063
	Vodacom Group Ltd ADR (South Africa)	Corporate Stocks	4,554	54,284	44,792
	Sanlam Ltd Spons Adr	Corporate Stocks	5,662	66,104	44,238
	Graphic Packaging Corp	Corporate Stocks	3,421	30,536	43,891
	Mobile Telesystems-Sp Adr	Corporate Stocks	6,732	131,784	41,604
	China Shenhua-Unspon Adr	Corporate Stocks	6,603	72,715	41,508
	Caci Intl Inc CI A	Corporate Stocks	444	34,867	41,194
	America Movil S.A.B. De C.V. Adr	Corporate Stocks	2,913	51,869	40,957
	Transunion	Corporate Stocks	1,466	36,978	40,418
	Aspen Insurance	Corporate Stocks	823	31,025	39,751
	Crown Castle Intl Corp New	Corporate Stocks	458	35,212	39,594
	Shoprite Holdings Spn ADR	Corporate Stocks	4,154	64,835	38,405
	Hillenbrand Inc	Corporate Stocks	1,284	34,499	38,045
	Dun & Bradstreet Corp Del New	Corporate Stocks	366	37,710	38,038

* (a) Represents a party-in-interest to the Plan.

**Schedule H, Line 4i Supplemental Schedule of Assets
(Held at End of Year) (Continued)**

**Dynamics Research Corporation
Defined Benefit Pension Plan
EIN #04-2211809 / Plan #002**

(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	(d) No. of Shares or Units	(e) Cost	(f) Current Value
	Imperial Holdings Spons Adr	Corporate Stocks	4,919	89,441	37,891
	Plains All American Pipeline Lp	Corporate Stocks	1,633	85,512	37,722
	Union Bankshares Corp	Corporate Stocks	1,456	34,014	36,749
	Verint Sys Inc	Corporate Stocks	901	33,886	36,545
	EQT Midstream Partners LP	Corporate Stocks	480	39,598	36,221
	Kapstone Paper A	Corporate Stocks	1,579	44,975	35,670
	Tenneco Automotive Inc	Corporate Stocks	743	40,242	34,111
	Alere Inc	Corporate Stocks	869	32,281	33,969
	CNO Financial Group Inc	Corporate Stocks	1,766	13,832	33,713
	Surgical Care Affiliates Inc	Corporate Stocks	839	31,050	33,401
	Prosperity Bancshares Inc	Corporate Stocks	691	30,860	33,071
	Reliance Steel & Aluminum Co	Corporate Stocks	571	34,308	33,067
*	Engility Holdings	Corporate Stocks	979	27,600	31,798
	Weyerhaeuser Co	Corporate Stocks	999	26,031	29,950
	Wynn Macau LTD-Unspon ADR	Corporate Stocks	2,551	97,622	29,821
	Enlink Midstream Partners LP	Corporate Stocks	1,751	49,339	29,032
	Genesis Energy LP	Corporate Stocks	786	36,507	28,878
	Prologis Inc	Corporate Stocks	671	23,713	28,799
	First Cash Finl Svcs Inc	Corporate Stocks	768	31,426	28,746
	Integra Lifesciences Corp Com	Corporate Stocks	417	14,745	28,264
	Oneok Partners LP	Corporate Stocks	934	45,110	28,141
	Silicon Laboratories Inc	Corporate Stocks	572	28,956	27,765
	Broadridge Finl Solutions Inc	Corporate Stocks	512	13,473	27,510
	Hsn Inc	Corporate Stocks	536	32,535	27,159
	Icf International Inc	Corporate Stocks	761	21,196	27,061
	CalAtlantic Group Inc	Corporate Stocks	676	24,214	25,634
	PPC Ltd- Unspon ADR	Corporate Stocks	12,841	74,600	25,524
	Surgery Partners Inc.	Corporate Stocks	1,243	22,330	25,469

* (a) Represents a party-in-interest to the Plan.

**Schedule H, Line 4i Supplemental Schedule of Assets
(Held at End of Year) (Continued)**

**Dynamics Research Corporation
Defined Benefit Pension Plan
EIN #04-2211809 / Plan #002**

(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	(d) No. of Shares or Units	(e) Cost	(f) Current Value
	First Merchants Corporation	Corporate Stocks	987	25,369	25,090
	Multi Packaging Solutions Inc	Corporate Stocks	1,431	21,942	24,828
	Equinix Inc New	Corporate Stocks	81	21,633	24,494
	Civitas Solutions Inc	Corporate Stocks	827	15,040	23,809
	Healthcare Rlty Tr Inc	Corporate Stocks	840	20,193	23,789
	Williams Partners LP	Corporate Stocks	848	49,378	23,617
	American Equity Invt Life HI	Corporate Stocks	964	14,316	23,165
	TCP Capital Corp	Corporate Stocks	1,642	26,415	22,873
	Franklin Electric Co Inc	Corporate Stocks	843	24,610	22,786
	Enbridge Energy Partners LP	Corporate Stocks	973	34,872	22,447
	Teleflex Inc	Corporate Stocks	170	11,541	22,347
	Kirby Corp	Corporate Stocks	423	27,507	22,258
	Weingarten Realty Investors	Corporate Stocks	628	21,135	21,716
	PRA Health Sciences Inc	Corporate Stocks	463	10,631	20,960
	Group 1 Automotive Inc	Corporate Stocks	273	15,826	20,666
	Forum Energy Technologies	Corporate Stocks	1,644	31,530	20,484
	Hilton Worldwide Holdings	Corporate Stocks	874	21,604	18,704
	Lakeland Financial Corp	Corporate Stocks	395	17,201	18,415
	Albany Molecular Research Inc	Corporate Stocks	924	15,436	18,341
	RingCentral Inc-Class A	Corporate Stocks	771	13,394	18,180
	Realty Income Corp Reit	Corporate Stocks	347	14,487	17,916
	Thermon Group Holdings Inc	Corporate Stocks	1,030	21,619	17,428
	Lennox International Inc.	Corporate Stocks	135	7,315	16,862
	Cyrusone Inc	Corporate Stocks	446	15,430	16,703
	Team Inc	Corporate Stocks	510	18,536	16,300
	Empire State Realty Trust Inc	Corporate Stocks	900	14,501	16,263
	BroadSoft Inc	Corporate Stocks	448	11,898	15,841
	Amsurg Corp	Corporate Stocks	203	10,275	15,428

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**Schedule H, Line 4i Supplemental Schedule of Assets
(Held at End of Year) (Continued)**

**Dynamics Research Corporation
Defined Benefit Pension Plan
EIN #04-2211809 / Plan #002**

(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	(d) No. of Shares or Units	(e) Cost	(f) Current Value
	Cousins Properties Inc	Corporate Stocks	1,600	18,345	15,088
	Superior Energy Svcs Inc	Corporate Stocks	1,114	17,194	15,006
	HealthCare Trust of America Inc	Corporate Stocks	548	13,164	14,780
	Vale S.A. Adr	Corporate Stocks	5,545	69,710	14,140
	Capital Bank Financial Cl A	Corporate Stocks	435	9,072	13,911
	Trinet Group Inc	Corporate Stocks	609	15,666	11,784
	Newpark Res Inc	Corporate Stocks	2,125	12,536	11,220
	Lincoln Elec Hldgs Inc	Corporate Stocks	213	11,482	11,053
	Standex International Corp	Corporate Stocks	121	8,038	10,061
	Brookdale Sr Living Inc	Corporate Stocks	531	11,854	9,802
	Western Gas Partners LP	Corporate Stocks	206	8,839	9,791
	Rexford Industrial Realty	Corporate Stocks	520	7,689	8,507
	QTS Realty Trust Inc	Corporate Stocks	186	8,008	8,390
	Littelfuse Inc	Corporate Stocks	77	5,427	8,240
	Laredo Petroleum Holdings Inc	Corporate Stocks	952	8,751	7,606
	Sunstone Hotel	Corporate Stocks	565	8,213	7,056
	Mens Warehouse Inc	Corporate Stocks	477	19,117	7,001
	Infrareit Inc	Corporate Stocks	328	8,644	6,067
	Amerigas Partners LP	Corporate Stocks	173	7,832	5,928
	RLJ Lodging Trust	Corporate Stocks	124	3,158	2,681
	Terreno Rlty Corp	Corporate Stocks	39	803	881
	Subtotal: Common Equity Securities			\$ 8,140,204	\$ 6,481,530
	<u>Money Market Funds:</u>				
	Northern	Northern Instl Diversified Assets-SW	3,287,545	\$ 3,287,544	\$ 3,287,545
	<u>Real Estate Investment Trusts:</u>				
	Simon Ppty Group Inc New	Real Estate Investment Trusts	380	\$ 37,191	\$ 73,887
	Avalonbay Communities Inc	Real Estate Investment Trusts	364	50,102	67,023
	Hcp Inc Reit	Real Estate Investment Trusts	1,142	42,541	43,670

* (a) Represents a party-in-interest to the Plan.