

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 6057(b) and 6058(a) of the Internal Revenue Code (the Code). <p style="text-align: center;">▶ Complete all entries in accordance with the instructions to the Form 5500.</p>	OMB Nos. 1210-0110 1210-0089 <div style="text-align: center; font-size: 24pt; font-weight: bold;">2018</div> This Form is Open to Public Inspection
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Part I	Annual Report Identification Information
For calendar plan year 2018 or fiscal plan year beginning <u>01/01/2018</u> and ending <u>12/31/2018</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.) ☒ 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>PENSION PLAN FOR EMPLOYEES OF SKF USA INC.</u>	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">1b Three-digit plan number (PN) ▶</td> <td style="width: 20%; text-align: center;"><u>001</u></td> </tr> <tr> <td colspan="2">1c Effective date of plan <u>12/10/1950</u></td> </tr> </table>	1b Three-digit plan number (PN) ▶	<u>001</u>	1c Effective date of plan <u>12/10/1950</u>	
1b Three-digit plan number (PN) ▶	<u>001</u>				
1c Effective date of plan <u>12/10/1950</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>SKF USA INC.</u> <u>890 FORTY FOOT ROAD</u> <u>LANSDALE, PA 19446-0352</u>	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td>2b Employer Identification Number (EIN) <u>23-1043740</u></td> </tr> <tr> <td>2c Plan Sponsor's telephone number <u>267-436-6875</u></td> </tr> <tr> <td>2d Business code (see instructions) <u>336300</u></td> </tr> </table>	2b Employer Identification Number (EIN) <u>23-1043740</u>	2c Plan Sponsor's telephone number <u>267-436-6875</u>	2d Business code (see instructions) <u>336300</u>	
2b Employer Identification Number (EIN) <u>23-1043740</u>					
2c Plan Sponsor's telephone number <u>267-436-6875</u>					
2d Business code (see instructions) <u>336300</u>					

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

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

SIGN HERE	Filed with authorized/valid electronic signature.	10/10/2019	RAYMOND EAMES, DIRECTOR BENEFITS
	Signature of plan administrator	Date	Enter name of individual signing as plan administrator
SIGN HERE	Filed with authorized/valid electronic signature.	10/10/2019	TERRY PAPINAK, TREASURER
	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

For Paperwork Reduction Act Notice, see the Instructions for Form 5500.

Form 5500 (2018)
v. 171027

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 or the plan name has changed since the last return/report filed for this plan, enter the plan sponsor's name, EIN, the plan name and the plan number from the last return/report: a Sponsor's name c Plan Name	4b EIN 4d PN
5 Total number of participants at the beginning of the plan year	5 7406
6 Number of participants as of the end of the plan year unless otherwise stated (welfare plans complete only lines 6a(1) , 6a(2) , 6b , 6c , and 6d). a(1) Total number of active participants at the beginning of the plan year a(2) Total number of active participants at the end of the plan year b Retired or separated participants receiving benefits..... c Other retired or separated participants entitled to future benefits d Subtotal. Add lines 6a(2) , 6b , and 6c e Deceased participants whose beneficiaries are receiving or are entitled to receive benefits. f Total. Add lines 6d and 6e g Number of participants with account balances as of the end of the plan year (only defined contribution plans complete this item) h Number of participants who terminated employment during the plan year with accrued benefits that were less than 100% vested	6a(1) 2139 6a(2) 1838 6b 4598 6c 1315 6d 7751 6e 1083 6f 8834 6g 6h 3
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:

1A

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
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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)

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 2018 Form M-1 annual report. If the plan was not required to file the 2018 Form M-1 annual report, enter the Receipt Confirmation Code for the most recent Form M-1 that was required to be filed under the Form M-1 filing requirements. (Failure to enter a valid Receipt Confirmation Code will subject the Form 5500 filing to rejection as incomplete.)

Receipt Confirmation Code _____

SCHEDULE SB (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	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 2018 This Form is Open to Public Inspection
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For calendar plan year 2018 or fiscal plan year beginning <u>01/01/2018</u> and ending <u>12/31/2018</u>	
▶ 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 <u>PENSION PLAN FOR EMPLOYEES OF SKF USA INC.</u>	B Three-digit plan number (PN) ▶ <u>001</u>
C Plan sponsor's name as shown on line 2a of Form 5500 or 5500-SF <u>SKF USA INC.</u>	D Employer Identification Number (EIN) <u>23-1043740</u>
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>2018</u>	
2 Assets:	
a Market value.....	2a <u>947315798</u>
b Actuarial value	2b <u>915268495</u>
3 Funding target/participant count breakdown	
a For retired participants and beneficiaries receiving payment	(1) Number of participants <u>5775</u> (2) Vested Funding Target <u>498995061</u> (3) Total Funding Target <u>498995061</u>
b For terminated vested participants	<u>1298</u> <u>71247532</u> <u>71247532</u>
c For active participants	<u>2130</u> <u>222127258</u> <u>231164641</u>
d Total	<u>9203</u> <u>792369851</u> <u>801407234</u>
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 <u>5.69 %</u>
6 Target normal cost	6 <u>5705342</u>

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	
<u>GERALD E. HOPPER</u>	<u>10/03/2019</u>
Signature of actuary	Date
<u>BUCK GLOBAL, LLC</u>	<u>17-03618</u>
Type or print name of actuary	Most recent enrollment number
<u>200 BERWYN PARK, SUITE 110 BERWYN, PA 19312-1178</u>	<u>610-647-6400</u>
Firm name	Telephone number (including area code)
<u></u>	
Address of the firm	

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)		
10 Interest on line 9 using prior year's actual return of <u>12.05</u> %		
11 Prior year's excess contributions to be added to prefunding balance:		
a Present value of excess contributions (line 38a from prior year)		0
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>5.89</u> %		
b(2) Interest on line 38b from prior year Schedule SB, using prior year's actual return		
c Total available at beginning of current plan year to add to prefunding balance		0
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	111.88%
15 Adjusted funding target attainment percentage	15	114.20%
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	114.46%
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)		18(c)

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	(4) 4th

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

21 Discount rate:				
a Segment rates:	1st segment: 3.92%	2nd segment: 5.52%	3rd segment: 6.29%	☐ N/A, full yield curve used
b Applicable month (enter code)				21b 4
22 Weighted average retirement age				22 64
23 Mortality table(s) (see instructions)	Prior regulation:	☐ Prescribed - combined	☒ Prescribed - separate	☐ Substitute
	Current regulation:	☐ 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	
29 Discounted employer contributions allocated toward unpaid minimum required contributions from prior years (line 19a)	29	
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	5705342	
b Excess assets, if applicable, but not greater than line 31a	31b	5705342	
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		
34 Total funding requirement before reflecting carryover/prefunding balances (lines 31a - 31b + 32a + 32b - 33)	34		
	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		
37 Contributions allocated toward minimum required contribution for current year adjusted to valuation date (line 19c)	37		
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

SCHEDULE C (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Service Provider Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA). ▶ File as an attachment to Form 5500.	OMB No. 1210-0110
		2018
		This Form is Open to Public Inspection.

For calendar plan year 2018 or fiscal plan year beginning 01/01/2018 and ending 12/31/2018		
A Name of plan PENSION PLAN FOR EMPLOYEES OF SKF USA INC.	B Three-digit plan number (PN) ▶	001
C Plan sponsor's name as shown on line 2a of Form 5500 SKF USA INC.	D Employer Identification Number (EIN) 23-1043740	

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
THE BANK OF NEW YORK MELLON
13-5160382

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

Part I Service Provider Information (continued)

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

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

Part II Service Providers Who Fail or Refuse to Provide Information

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

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

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

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

Explanation:

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

Explanation:

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

Explanation:

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

Explanation:

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

Explanation:

SCHEDULE D (Form 5500) <small>Department of the Treasury Internal Revenue Service</small> <small>Department of Labor Employee Benefits Security Administration</small>	DFE/Participating Plan Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA). ► File as an attachment to Form 5500.	OMB No. 1210-0110 2018 This Form is Open to Public Inspection.
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For calendar plan year 2018 or fiscal plan year beginning 01/01/2018 and ending 12/31/2018

A Name of plan <u>PENSION PLAN FOR EMPLOYEES OF SKF USA INC.</u>	B Three-digit plan number (PN)	<u>001</u>
C Plan or DFE sponsor's name as shown on line 2a of Form 5500 <u>SKF USA INC.</u>	D Employer Identification Number (EIN) <u>23-1043740</u>	

Part I	Information on interests in MTIAs, CCTs, PSAs, and 103-12 IEs (to be completed by plans and DFEs) (Complete as many entries as needed to report all interests in DFEs)
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a Name of MTIA, CCT, PSA, or 103-12 IE: <u>SKF USA INC. MASTER TRUST</u>		
b Name of sponsor of entity listed in (a): <u>SKF USA INC.</u>		
c EIN-PN <u>23-1043740-016</u>	d Entity code <u>M</u>	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) <u>830433557</u>
a Name of MTIA, CCT, PSA, or 103-12 IE: <u>KAYDON CORP RET PEN MASTER TRUST</u>		
b Name of sponsor of entity listed in (a): <u>KAYDON CORPORATION</u>		
c EIN-PN <u>13-3186040-015</u>	d Entity code <u>M</u>	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) <u>743297</u>
a Name of MTIA, CCT, PSA, or 103-12 IE:		
b Name of sponsor of entity listed in (a):		
c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)
a Name of MTIA, CCT, PSA, or 103-12 IE:		
b Name of sponsor of entity listed in (a):		
c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)
a Name of MTIA, CCT, PSA, or 103-12 IE:		
b Name of sponsor of entity listed in (a):		
c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)
a Name of MTIA, CCT, PSA, or 103-12 IE:		
b Name of sponsor of entity listed in (a):		
c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)
a Name of MTIA, CCT, PSA, or 103-12 IE:		
b Name of sponsor of entity listed in (a):		
c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)

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

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

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

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

SCHEDULE H (Form 5500) <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> 2018 This Form is Open to Public Inspection
For calendar plan year 2018 or fiscal plan year beginning 01/01/2018 and ending 12/31/2018		
A Name of plan PENSION PLAN FOR EMPLOYEES OF SKF USA INC.	B Three-digit plan number (PN) ►	001
C Plan sponsor's name as shown on line 2a of Form 5500 SKF USA INC.	D Employer Identification Number (EIN) 23-1043740	

Part I	Asset and Liability Statement		
1 Current value of plan assets and liabilities at the beginning and end of the plan year. Combine the value of plan assets held in more than one trust. Report the value of the plan's interest in a commingled fund containing the assets of more than one plan on a line-by-line basis unless the value is reportable on lines 1c(9) through 1c(14). Do not enter the value of that portion of an insurance contract which guarantees, during this plan year, to pay a specific dollar benefit at a future date. Round off amounts to the nearest dollar. MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 1b(1), 1b(2), 1c(8), 1g, 1h, and 1i. CCTs, PSAs, and 103-12 IEs also do not complete lines 1d and 1e. See instructions.			
Assets		(a) Beginning of Year	(b) End of Year
a Total noninterest-bearing cash.....	1a		
b Receivables (less allowance for doubtful accounts):			
(1) Employer contributions.....	1b(1)		
(2) Participant contributions	1b(2)		
(3) Other.....	1b(3)		
c General investments:			
(1) Interest-bearing cash (include money market accounts & certificates of deposit).....	1c(1)		
(2) U.S. Government securities	1c(2)		
(3) Corporate debt instruments (other than employer securities):			
(A) Preferred	1c(3)(A)		
(B) All other	1c(3)(B)		
(4) Corporate stocks (other than employer securities):			
(A) Preferred	1c(4)(A)		
(B) Common.....	1c(4)(B)		
(5) Partnership/joint venture interests	1c(5)		
(6) Real estate (other than employer real property).....	1c(6)		
(7) Loans (other than to participants)	1c(7)		
(8) Participant loans.....	1c(8)		
(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)	772337377	831176854
(12) Value of interest in 103-12 investment entities.....	1c(12)		
(13) Value of interest in registered investment companies (e.g., mutual funds).....	1c(13)		
(14) Value of funds held in insurance company general account (unallocated contracts).....	1c(14)		
(15) Other	1c(15)	75750	73215

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	772413127	831250069

Liabilities

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

Net Assets

l Net assets (subtract line 1k from line 1f)	1l	772413127	831250069
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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)		
b Earnings on investments:			
(1) Interest:			
(A) Interest-bearing cash (including money market accounts and certificates of deposit)	2b(1)(A)		
(B) U.S. Government securities	2b(1)(B)		
(C) Corporate debt instruments	2b(1)(C)		
(D) Loans (other than to participants)	2b(1)(D)		
(E) Participant loans	2b(1)(E)		
(F) Other	2b(1)(F)		
(G) Total interest. Add lines 2b(1)(A) through (F)	2b(1)(G)		
(2) Dividends: (A) Preferred stock	2b(2)(A)		
(B) Common stock	2b(2)(B)		
(C) Registered investment company shares (e.g. mutual funds)	2b(2)(C)		
(D) Total dividends. Add lines 2b(2)(A) , (B) , and (C)	2b(2)(D)		
(3) Rents	2b(3)		
(4) Net gain (loss) on sale of assets: (A) Aggregate proceeds	2b(4)(A)		
(B) Aggregate carrying amount (see instructions)	2b(4)(B)		
(C) Subtract line 2b(4)(B) from line 2b(4)(A) and enter result	2b(4)(C)		
(5) Unrealized appreciation (depreciation) of assets: (A) Real estate	2b(5)(A)		
(B) Other	2b(5)(B)		
(C) Total unrealized appreciation of assets. Add lines 2b(5)(A) and (B)	2b(5)(C)		

		(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)		-34179042
(9) Net investment gain (loss) from 103-12 investment entities	2b(9)		
(10) Net investment gain (loss) from registered investment companies (e.g., mutual funds).....	2b(10)		
c Other income.....	2c		137
d Total income. Add all income amounts in column (b) and enter total	2d		-34178905

Expenses

e Benefit payment and payments to provide benefits:			
(1) Directly to participants or beneficiaries, including direct rollovers	2e(1)	79025497	
(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)		79025497
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)	287066	
(2) Contract administrator fees.....	2i(2)	376962	
(3) Investment advisory and management fees.....	2i(3)		
(4) Other	2i(4)	2197301	
(5) Total administrative expenses. Add lines 2i(1) through (4).....	2i(5)		2861329
j Total expenses. Add all expense amounts in column (b) and enter total	2j		81886826

Net Income and Reconciliation

k Net income (loss). Subtract line 2j from line 2d	2k		-116065731
l Transfers of assets:			
(1) To this plan.....	2l(1)		174902673
(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: **BAKER TILLY VIRCHOW KRAUSE, LLP**

(2) EIN: **39-0859910**

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

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

Part IV Compliance Questions

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

During the plan year:

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

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

	Yes	No	Amount
4a		X	
4b		X	

		Yes	No	Amount
c Were any leases to which the plan was a party in default or classified during the year as uncollectible? (Attach Schedule G (Form 5500) Part II if "Yes" is checked.)	4c		X	
d Were there any nonexempt transactions with any party-in-interest? (Do not include transactions reported on line 4a. Attach Schedule G (Form 5500) Part III if "Yes" is checked.)	4d		X	
e Was this plan covered by a fidelity bond?	4e	X		1000000
f Did the plan have a loss, whether or not reimbursed by the plan's fidelity bond, that was caused by fraud or dishonesty?	4f		X	
g Did the plan hold any assets whose current value was neither readily determinable on an established market nor set by an independent third party appraiser?	4g		X	
h Did the plan receive any noncash contributions whose value was neither readily determinable on an established market nor set by an independent third party appraiser?	4h		X	
i Did the plan have assets held for investment? (Attach schedule(s) of assets if "Yes" is checked, and see instructions for format requirements.)	4i	X		
j Were any plan transactions or series of transactions in excess of 5% of the current value of plan assets? (Attach schedule of transactions if "Yes" is checked, and see instructions for format requirements.)	4j		X	
k Were all the plan assets either distributed to participants or beneficiaries, transferred to another plan, or brought under the control of the PBGC?	4k		X	
l Has the plan failed to provide any benefit when due under the plan?	4l		X	
m If this is an individual account plan, was there a blackout period? (See instructions and 29 CFR 2520.101-3.)	4m		X	
n If 4m was answered "Yes," check the "Yes" box if you either provided the required notice or one of the exceptions to providing the notice applied under 29 CFR 2520.101-3.	4n		X	

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

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
 If "Yes" is checked, enter the My PAA confirmation number from the PBGC premium filing for this plan year 4150532. (See instructions.)

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 sections 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 2018 This Form is Open to Public Inspection.
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For calendar plan year 2018 or fiscal plan year beginning 01/01/2018 and ending 12/31/2018

A Name of plan <u>PENSION PLAN FOR EMPLOYEES OF SKF USA INC.</u>	B Three-digit plan number (PN) ▶ <u>001</u>
C Plan sponsor's name as shown on line 2a of Form 5500 <u>SKF USA INC.</u>	D Employer Identification Number (EIN) <u>23-1043740</u>

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

1 Total value of distributions paid in property other than in cash or the forms of property specified in the instructions	1	<u>0</u>
2 Enter the EIN(s) of payor(s) who paid benefits on behalf of the plan to participants or beneficiaries during the year (if more than two, enter EINs of the two payors who paid the greatest dollar amounts of benefits): EIN(s): <u>25-1926855</u>		
Profit-sharing plans, ESOPs, and stock bonus plans, skip line 3.		
3 Number of participants (living or deceased) whose benefits were distributed in a single sum, during the plan year	3	<u>152</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, see the Instructions for Form 5500.

Schedule R (Form 5500) 2018
v. 171027

Part V Additional Information for Multiemployer Defined Benefit Pension Plans

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

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

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

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

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

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

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

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

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

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

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

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

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

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

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

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

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

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

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

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

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

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

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

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

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

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

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

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

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

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

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

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

a The current year

b The plan year immediately preceding the current plan year

c The second preceding plan year

14a**14b****14c**

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

a The corresponding number for the plan year immediately preceding the current plan year

b The corresponding number for the second preceding plan year

15a**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

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

16a**16b**

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

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

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

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

- a** Enter the percentage of plan assets held as:

Stock: 21.0% Investment-Grade Debt: 34.0% High-Yield Debt: 2.0% Real Estate: 6.0% Other: 37.0%

- 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):

**Pension Plan for Employees of
SKF USA Inc.**

Financial Statements and
Supplementary Information

December 31, 2018 and 2017

Pension Plan for Employees of SKF USA Inc.

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December 31, 2018 and 2017

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Independent Auditors' Report

To the Participants and Plan Administrator of
Pension Plan for Employees of SKF USA Inc.

Report on the Financial Statements

We were engaged to audit the accompanying financial statements of the Pension Plan for Employees of SKF USA Inc. (the "Plan"), which comprise the statements of net assets available for benefits as of December 31, 2018 and 2017, the related statements of changes in net assets available for benefits for the years then ended, the statement of accumulated plan benefits as of January 1, 2018, and the related statement of changes in accumulated plan benefits for the year ended December 31, 2017, 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 ("DOL") Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974 ("ERISA"), the plan administrator instructed us not to perform and we did not perform, any auditing procedures with respect to the information summarized in Note 10, which was certified by The Bank of New York Mellon/BNY Mellon N.A., State Street Bank and Trust Company and The Northern Trust Company, the trustees 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 trustees hold the Plan's investment assets and execute investment transactions. The plan administrator has obtained a certification from the trustees as of December 31, 2018 and 2017, and for the years then ended, that the information provided to the plan administrator by the trustees 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 Matters

The supplemental Schedule H, Line 4(i) - Schedule of Assets (Held at End of Year) as of December 31, 2018 is required by the DOL's Rules and Regulations for Reporting and Disclosure under ERISA and is presented for the purpose of additional analysis and is not a required part of the financial statements. Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we do not express an opinion on this supplemental schedule.

The supplemental Schedule H, Line 4(i) - Schedule of Assets (Held at End of Year) as of December 31, 2018 that accompanies the Plan's financial statements does not disclose the historical cost of certain nonparticipant directed plan assets held by the Plan trustee. Disclosure of this information is required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA.

Report on Form and Content in Compliance With DOL Rules and Regulations

The form and content of the information included in the financial statements and supplemental schedule, other than that derived from the information certified by the trustees, have been audited by us in accordance with auditing standards generally accepted in the United States of America and, in our opinion, except for the omission of the information discussed in the Other Matter paragraph, are presented in compliance with the DOL's Rules and Regulations for Reporting and Disclosure under ERISA.

Baker Tilly Virchow Krause, LLP

Philadelphia, Pennsylvania
October 10, 2019

Pension Plan for Employees of SKF USA Inc.

Statements of Net Assets Available for Benefits

December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
Assets		
Investments at fair value:		
Interest in SKF USA Inc. Master Trust	\$ 830,433,557	\$ 772,337,377
Interest in the Kaydon Corporation Retirement and Pension Plan Master Trust	743,297	-
Other	<u>73,215</u>	<u>75,750</u>
Total investments	<u>831,250,069</u>	<u>772,413,127</u>
Total assets	831,250,069	772,413,127
Liabilities	<u>-</u>	<u>-</u>
Net assets available for benefits	<u><u>\$ 831,250,069</u></u>	<u><u>\$ 772,413,127</u></u>

See notes to financial statements

Pension Plan for Employees of SKF USA Inc.

Statements of Changes in Net Assets Available for Benefits

Years Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
Investment (Loss) Income:		
Plan interest in SKF USA Inc. Master Trust		
net investment (loss) income	\$ (34,183,305)	\$ 83,405,075
Plan interest in Kaydon Corporation Retirement and Pension		
Master Trust investment income	4,263	-
Net appreciation of other investments	<u>137</u>	<u>3,848</u>
Net investment (loss) income	<u>(34,178,905)</u>	<u>83,408,923</u>
Deductions		
Benefits paid to participants	79,025,497	72,140,505
Administrative expenses	<u>2,861,329</u>	<u>2,338,669</u>
Total deductions	<u>81,886,826</u>	<u>74,479,174</u>
Net Transfers (Note 1)	<u>174,902,673</u>	<u>-</u>
Net increase	58,836,942	8,929,749
Net Assets Available for Benefits		
Beginning of year	<u>772,413,127</u>	<u>763,483,378</u>
End of year	<u><u>\$ 831,250,069</u></u>	<u><u>\$ 772,413,127</u></u>

See notes to financial statements

Pension Plan for Employees of SKF USA Inc.

Statement of Accumulated Plan Benefits

January 1, 2018

Actuarial Present Value of Accumulated Plan Benefits

Vested benefits:

Participants currently receiving payments

\$ 597,775,302

Other participants

418,243,757

Total vested benefits

1,016,019,059

Nonvested benefits

11,197,475

Actuarial Present Value of Accumulated Plan Benefits

\$ 1,027,216,534

See notes to financial statements

Pension Plan for Employees of SKF USA Inc.

Statement of Changes in Accumulated Plan Benefits

Year Ended December 31, 2017

**Actuarial Present Value of Accumulated Plan Benefits,
Beginning of Year**

\$ 841,269,867

Increase (Decrease) During the Year Attributable to

Increase for interest due to decrease in discount period

40,721,441

Benefits paid- SKF Plan

(72,140,505)

Benefits paid- Kaydon Plans

(7,503,380)

Benefits accumulated and losses

11,046,160

Effect of Kaydon Plans merger

172,341,571

Change in other actuarial assumptions

41,481,380

**Actuarial Present Value of Accumulated Plan Benefits,
End of Year**

\$ 1,027,216,534

See notes to financial statements

Pension Plan for Employees of SKF USA Inc.

Notes to Financial Statements

December 31, 2018 and 2017

1. Description of the Plan

The following description of the Pension Plan for Employees of SKF USA Inc. (the "Plan") is provided for general information purposes only. Participants should refer to the plan document for a more complete description of the Plan's provisions.

General

The Plan is a noncontributory defined benefit plan covering hourly and salaried employees of SKF USA Inc. (the "Company") at certain plants and locations as defined in the plan document and amendments thereto.

Certain of the assets of the Plan are maintained by The Bank of New York Mellon/BNY Mellon N.A. (the "Trustee") in the SKF USA Inc. Master Trust ("SKF Master Trust"). Independent investment advisors are responsible for investment decisions. The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974 ("ERISA"), as amended.

Effective January 1, 2013, the Plan was amended to reflect the provisions applicable to certain salaried employees of Lincoln Industrial Corporation, a wholly-owned subsidiary of the Company, by reason of the merger of the Lincoln Plan into the Plan. Any participant in the Lincoln Plan with a benefit immediately prior to the merger shall have a benefit in the plan immediately after the merger which is equal to or greater than the benefit he/she would have been entitled to receive immediately before the merger.

The Plan was amended effective January 1, 2013 to exclude any new employees hired on or after January 1, 2013. A person who was a participant in the Plan on December 31, 2012 shall remain a member of the Plan on and after January 1, 2013 and will be eligible to continue to accrue vesting service and benefit service, the period in which a participant is active and accruing benefits.

The Plan was amended effective January 1, 2014 to provide certain terminated vested participants with a lump-sum distribution of their accumulated benefit, which was closed to participants December 31, 2014.

The Plan was amended effective January 1, 2015 to provide immediate lump sum retirement benefits to participants upon retirement or termination.

On September 25, 2013, the Kaydon Corporation ("Kaydon") entered into an Agreement and Plan of Merger with Atlas Management, Inc. ("Parent") and Dublin Acquisition Sub Inc. ("Merger Sub"), providing for, among other things, the merger of Merger Sub with and into Kaydon Corporation (the "Merger"), with Kaydon continuing as the surviving corporation and a direct wholly-owned subsidiary of Parent. Parent is a wholly-owned subsidiary of the Company. The Merger became effective on October 16, 2013, pursuant to the Certificate of Merger filed with the Secretary of State and of the State of Delaware. The Pension and Benefits Committee ("Committee") approved on December 1, 2014, the merger of the Kaydon Corporation Retirement and Pension Plan Master Trust ("Kaydon Master Trust") into the SKF USA Inc. Master Trust with the Trustee. The assets were transferred into the SKF Master Trust January 5, 2015. The Committee voted to retain the Northern Trust Company under the Kaydon Master Trust for the foreseeable future to process benefit payments for retirees, until such time as that benefit disbursement function can be transferred to the SKF Master Trust.

The Plan was amended to cease benefit accruals on or after January 1, 2017 for all salaried participants.

Pension Plan for Employees of SKF USA Inc.

Notes to Financial Statements

December 31, 2018 and 2017

On December 31, 2017, the SKF Board of Directors approved the merger of the following Kaydon sponsored plans: Kaydon Corporation Retirement Plan; Hourly Employees Pension Plan of Kaydon Ring & Seal, Inc.- Baltimore Plant; Fabreeka International, Inc. Pension Plan; Hourly Employees Pension Plan of Kaydon Corporation; and the Hourly Employees Pension Plan of Industrial Tectonics, Inc. (collectively the "Kaydon Plans") into the Plan. Upon the mergers, the assets and obligations of the Kaydon Plans were transferred into the Plan. The assets of the Kaydon Plans were transferred into the Plan in 2018 and totaled \$174,902,673. The actuarial present value of accumulated plan benefits as of December 31, 2017 includes an increase of \$172,341,571 as a result of the merger of the Kaydon Plans. Due to the merger of the Kaydon Plans, the Kaydon Master Trust and its trustee, the Northern Trust Company, was retained for the foreseeable future to process benefit payments for retirees, until such time as that benefit disbursement function can be transferred to the Trustee. The Kaydon Plans retained all their previous respective provisions including the earnings and service freeze for all participants.

The Plan is administered by the Committee. The Committee has overall responsibility for the operation and administration of the Plan. The Committee determines the appropriateness of the Plan's investments offerings and monitors investment performance.

Pension Benefits

Participants are entitled to annual pension benefits upon attaining certain age and service requirements as defined in the plan document. A participant's benefits are fully vested after five (in some cases ten) years of service as defined in the plan document. If a participant terminates before rendering five years of service, all rights to receive benefits from the Plan are forfeited. Benefits are calculated in accordance with plan provisions and are paid by the Trustee.

The Plan permits early retirement at ages 55 to 64 for participants with generally five (in some cases ten) or more years of credited service. Participants generally elect to receive the value of their accumulated plan benefits in the form of a life annuity (if single) or 50 percent qualified joint and survivor annuity (if married) upon retirement or termination. If the present value of a benefit is \$1,000 or less, the benefit will be made in one lump-sum payment.

Death and Disability Benefits

If a married participant dies on or after completion of five years of vesting service but before their annuity starting date, their surviving spouse will receive a benefit payable for life, as defined in the plan document. Any such benefit will be in addition to any automatic surviving spouse benefit provided in accordance with the plan document.

Active participants who become permanently disabled after completion of ten years of credited service are entitled to a disability benefit as defined in the plan document.

2. Summary of Significant Accounting Policies

Basis of Accounting

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

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and changes therein, disclosures of contingent assets and liabilities, and the actuarial present value of accumulated plan benefits at the date of the financial statements, and changes therein. Actual results could differ from those estimates.

Pension Plan for Employees of SKF USA Inc.

Notes to Financial Statements

December 31, 2018 and 2017

Payment of Benefits

Benefit payments to participants are recorded upon distribution.

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 Committee determines the Plan's valuation policies utilizing information provided by the trustees. See Note 5 for a 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 (loss) income from the Plan's interest in the SKF Master Trust, Kaydon Master Trust, and net appreciation in other investments includes gains and losses on investments bought and sold as well as held during the year.

Actuarial Present Value of Accumulated Plan 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 based on annual compensation and years 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 such as retirement, death, disability, and termination of employment are included to the extent they are attributable to employee service rendered to the valuation date.

The actuarial present value of accumulated plan benefits is determined by the Plan's actuary as of January 1, 2018. The actuarial present value of accumulated plan benefits 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.

Significant actuarial assumptions underlying the actuarial computations as of January 1, 2018 are:

Life expectancy of participants	RP-2014 Mortality table rolled back to 2006 and projected generationally with scale MP-2017
Retirement age assumptions	55-65 Early and Normal
Investment return	6.00 percent
Discount rate	3.69 percent

The actuarial present value of accumulated plan benefits for the year ended December 31, 2017 was updated to reflect the merger of the Kaydon Plans which resulted in an increase of \$172,341,571.

The assumed rate of interest used to value the present value of accumulated plan benefits changed from 4.18 percent to 3.69 percent and the mortality table changed to RP-2014 Mortality table rolled back to 2006 and projected generationally with scale MP-2017 from RP-2014 Healthy Mortality Table projected generationally with Scale MP-2016, resulting in an increase of \$41,481,380 in actuarial present value of accumulated benefits for the year ended December 31, 2017. The Plan's actuary evaluated the actuarial present value of accumulated plan benefits using the MP-2018 improvement scale and determined its impact is not material.

Pension Plan for Employees of SKF USA Inc.

Notes to Financial Statements

December 31, 2018 and 2017

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.

Administrative Expenses

The Plan's expenses are paid either by the Plan or the Company, as provided by the plan document. Expenses that are paid directly by the Company are excluded from these financial statements. Certain expenses incurred in connection with the general administration of the Plan that are paid by the Plan are recorded as deductions in the accompanying Statements of Changes in Net Assets Available for Benefits. In addition, certain investment related expenses are included in the Plan's interest in the SKF Master Trust and the Kaydon Master Trust net investment (loss) income and net appreciation of fair value of other investments presented in the accompanying Statements of Changes in Net Assets Available for Benefits.

Subsequent Events

The Plan has evaluated subsequent events for recognition or disclosure through October 10, 2019, the date the financial statements were available to be issued.

Recent Accounting Standards

In August 2018, the Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") No. 2018-13, *Disclosure Framework - Changes to the Disclosure Requirements for Fair Value Measurement*. ASU No. 2018-13 modifies the disclosure requirements for fair value measurements in Topic 820, *Fair Value Measurement*. The amendments are based on the concepts in the FASB Concepts Statement, *Conceptual Framework for Financial Reporting—Chapter 8: Notes to Financial Statements*, which the Board finalized on August 28, 2018. ASU No. 2018-13 is effective for fiscal years beginning after December 15, 2019. Early adoption is permitted. Management is currently assessing the impact that ASU No. 2018-13 will have on the Plan's financial statements.

In February 2017, the FASB issued ASU No. 2017-06, *Plan Accounting: Defined Benefit Pensions Plans (Topic 960); Defined Contribution Pension Plans (Topic 962); Health and Welfare Benefit Plans (Topic 965); Employee Master Trust Reporting*. The amendments in ASU No. 2017-06 clarify presentation requirements for a plan's interest in a master trust. The amendments also eliminate redundancy relating to 401(h) account disclosures. ASU No. 2017-06 is effective for fiscal years beginning after December 15, 2018. Early adoption is permitted. The amendments should be applied retroactively to each period for which financial statements are presented. Management is currently assessing the impact that ASU No. 2017-06 will have on the Plan's financial statements.

3. Interest in SKF Master Trust

The Plan has a 100 percent and 80 percent interest in the SKF Master Trust as of December 31, 2018 and 2017, respectively. The SKF Master Trust was established for the investment of assets of the Plan and other Company sponsored plans. The assets of the SKF Master Trust are held by The Bank of New York Mellon/BNY Mellon N.A., the trustee. The value of the Plan's interest is based on the beginning of year value of the Plan's interest in the trust plus actual contributions and allocated investment income less actual distributions and allocated administrative expenses. Investment income and administrative expenses relating to the SKF Master Trust are allocated based on the Plan's interest in the net assets of the SKF Master Trust.

Pension Plan for Employees of SKF USA Inc.

Notes to Financial Statements

December 31, 2018 and 2017

The following table presents the assets of the SKF Master Trust at December 31, 2018 and 2017:

	2018	2017
Investments, at fair value:		
Short-term investment	\$ 13,716,759	\$ 16,687,562
Mutual funds	129,687,236	238,474,350
Common stocks	139,332,417	194,653,032
Preferred stocks	3,354,270	2,841,236
Corporate debt obligations	184,766,428	163,101,967
Government securities	211,021,040	172,943,942
Common collective trusts	134,272,510	143,144,490
Private equity funds	11,582,839	7,127,546
	<hr/>	<hr/>
Investments, at fair value	827,733,499	938,974,125
Pending sales and purchases, net	2,700,058	2,875,937
Cash	<hr/> -	<hr/> 4,727,293
	<hr/>	<hr/>
Total net assets	<u><u>\$ 830,433,557</u></u>	<u><u>\$ 946,577,355</u></u>

During 2018 and 2017, the SKF Master Trust investments (including gains and losses on investments bought and sold, as well as held during the year) (depreciated) appreciated in value as follows:

	2018	2017
Mutual funds	\$ (4,236,519)	\$ 3,350,843
Common and preferred stocks	(13,098,170)	42,251,416
Corporate debt obligations	(18,456,574)	9,721,515
Government securities	(4,848,826)	3,891,110
Common collective trusts	(9,912,522)	27,508,050
Real estate	-	(139,095)
Private equity funds and other	<hr/> (1,587,100)	<hr/> 3,042,779
	<hr/>	<hr/>
Net (depreciation) appreciation in fair value	<u><u>\$ (52,139,711)</u></u>	<u><u>\$ 89,626,618</u></u>

Pension Plan for Employees of SKF USA Inc.

Notes to Financial Statements
December 31, 2018 and 2017

The following are the changes in net assets for the SKF Master Trust for the years ended December 31, 2018 and 2017:

	2018	2017
Net (depreciation) appreciation in fair value of investments	\$ (52,139,711)	\$ 89,626,618
Interest and dividends	20,485,999	16,645,311
Total investment (loss) income	(31,653,712)	106,271,929
Investment expense	(2,529,593)	(3,393,852)
Net investment (loss) income in the SKF Master Trust	(34,183,305)	102,878,077
Transfer in	-	33,443
Transfer out	(8,060,000)	(33,443)
Contributions	-	90,000,000
Benefit payments	(71,070,220)	(79,571,321)
Administrative expenses	(2,830,273)	(3,075,525)
(Decrease) increase in net assets in the SKF Master Trust	(116,143,798)	110,231,231
Net assets:		
Beginning of year	946,577,355	836,346,124
End of year	<u>\$ 830,433,557</u>	<u>\$ 946,577,355</u>

The following table sets forth by level, within the fair value hierarchy, the SKF Master Trust's fair value measurements at December 31, 2018 and 2017:

SKF Master Trust Assets at Fair Value as of December 31, 2018				
	Level 1	Level 2	Level 3	Total
Short-term investment	\$ 13,716,759	\$ -	\$ -	\$ 13,716,759
Mutual funds	129,687,236	-	-	129,687,236
Common stocks	139,332,417	-	-	139,332,417
Preferred stocks	-	3,354,270	-	3,354,270
Corporate debt obligations	-	184,766,428	-	184,766,428
Government securities	-	211,021,040	-	211,021,040
Private equity funds	-	-	11,582,839	11,582,839
SKF Master Trust investments in the fair value hierarchy	<u>\$ 282,736,412</u>	<u>\$ 399,141,738</u>	<u>\$ 11,582,839</u>	693,460,989
Investments measured at net asset value (a)				<u>134,272,510</u>
Total SKF Master Trust investments at fair value				<u>\$ 827,733,499</u>

Pension Plan for Employees of SKF USA Inc.

Notes to Financial Statements
December 31, 2018 and 2017

SKF Master Trust Assets at Fair Value as of December 31, 2017				
	Level 1	Level 2	Level 3	Total
Short-term investment	\$ 16,687,562	\$ -	\$ -	\$ 16,687,562
Mutual funds	238,474,350	-	-	238,474,350
Common stocks	194,653,032	-	-	194,653,032
Preferred stocks	-	2,841,236	-	2,841,236
Corporate debt obligations	-	163,101,967	-	163,101,967
Government securities	-	172,943,942	-	172,943,942
Private equity funds	-	-	7,127,546	7,127,546
SKF Master Trust investments in the fair value hierarchy	<u>\$ 449,814,944</u>	<u>\$ 338,887,145</u>	<u>\$ 7,127,546</u>	795,829,635
Investments measured at net asset value (a)				<u>143,144,490</u>
Total SKF Master Trust investments at fair value				<u>\$ 938,974,125</u>

- (a) In accordance with Subtopic 820-10, certain investments that were measured at net asset value per share (or its equivalent) have not been classified in the fair value hierarchy. The fair value amounts presented in this table are intended to permit reconciliation of the fair value hierarchy to the line items presented in the Statement of Net Assets Available for Benefits.

The following table sets forth a summary of changes in the fair value of the SKF Master Trust's Level 3 assets for the years ending December 31, 2018 and 2017:

	Fair Value Measurements at Reporting Date Using Significant Unobservable Inputs (Level 3)		
	Private Equity	Real Estate	Total
Balance, at December 31, 2016	\$ 13,036,007	\$ 7,422,308	\$ 20,458,315
Unrealized losses relating to instruments still held at the reporting date	(2,990,614)	-	(2,990,614)
Realized gains (losses)	6,332,493	(139,095)	6,193,398
Sales	(9,250,340)	(7,283,213)	(16,533,553)
Balance, at December 31, 2017	7,127,546	-	7,127,546
Unrealized gains relating to instruments still held at the reporting date	131,985	-	131,985
Realized losses	(148,448)	-	(148,448)
Purchases	4,471,756	-	4,471,756
Balance, at December 31, 2018	<u>\$ 11,582,839</u>	<u>\$ -</u>	<u>\$ 11,582,839</u>

Gains and losses (realized and unrealized) included in changes in net assets for the period above are reported in plan interest in SKF Master Trust net (loss) income in the Statements of Changes in Net Assets Available for Benefits.

Pension Plan for Employees of SKF USA Inc.

Notes to Financial Statements

December 31, 2018 and 2017

4. Interest in the Kaydon Master Trust

The Plan holds certain investments in the Kaydon Master Trust. The assets of the Kaydon Master Trust are held by The Northern Trust Company, the trustee. At December 31, 2018 and 2017, the Plan's undivided interest in the net assets of the Kaydon Master Trust was 100 percent and 0 percent, respectively. Investment income and administrative expenses are allocated to each plan on the basis of each plan's proportionate interest in the assets of the Kaydon Master Trust.

The following table presents the fair values of investments for the Kaydon Master Trust as of December 31, 2018:

	<u>2018</u>
Investment at fair value, Common collective trust	<u>\$ 743,297</u>

Investment income for the Kaydon Master Trust for the year ended December 31, 2018 is as follows:

	<u>2018</u>
Net appreciation in fair value of investment	\$ 202
Interest	<u>4,061</u>
Total net investment income	<u>\$ 4,263</u>

The change in net assets of the Kaydon Master Trust during the year is as follows:

	<u>2018</u>
Investment income	\$ 4,263
Benefit payments	(7,753,661)
Transfer in	<u>7,830,000</u>
Increase in net assets	80,602
Net assets:	
Beginning of year	<u>662,695</u>
End of year	<u>\$ 743,297</u>

There were no investments at fair value within the fair value hierarchy as of December 31, 2018. In accordance with Subtopic 820-10, certain investments that were measured at net asset value ("NAV") per share (or its equivalent) as of December 31, 2018 are as follows:

	<u>2018</u>
Investment measured at NAV	<u>\$ 743,297</u>

Pension Plan for Employees of SKF USA Inc.

Notes to Financial Statements

December 31, 2018 and 2017

5. 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) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy under authoritative guidance 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 other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly, such as:

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

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

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value 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 relevant observables and minimize the use of unobservable inputs.

The following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at December 31, 2018 and 2017.

Short-term investment consists of the EB Temporary Investment Fund II, valued at the quoted NAV of shares held by the SKF Master Trust at year end.

Mutual funds are valued at the daily closing price as reported by the fund. Mutual funds held by the Master Trust are open-end mutual funds that are registered with the U.S. Securities and Exchange Commission. These funds are required to publish their daily NAV and to transact at that price. The mutual funds held by the SKF Master Trust are deemed to be actively traded.

Common stocks are valued based on quoted prices on the active market for identical assets.

Preferred stocks are valued based on other observable inputs principally from and corroborated by observable market data by correlation or other means.

Corporate debt obligations are 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.

Pension Plan for Employees of SKF USA Inc.

Notes to Financial Statements

December 31, 2018 and 2017

Government securities are valued using pricing models maximizing the use of observable inputs for similar securities.

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

The private equity funds' are valued based on the current market values of the underlying assets reported by the investment advisor using audited financial statements of the funds at year end using NAV of shares held. Due to redemption restrictions, these funds are classified as Level 3 in the fair value hierarchy.

The bond fund is a Level 2 investment, valued at a daily calculated unit value, an observable input, but not traded in an active market or exchange.

The following tables set forth by level, within the fair value hierarchy, the Plan's assets at fair value as of December 31, 2018 and 2017:

Assets at Fair Value as of December 31, 2018				
	Level 1	Level 2	Level 3	Total
Bond fund	\$ -	\$ 73,215	\$ -	\$ 73,215
Assets at fair value, excluding plan interest in Master Trusts	\$ -	\$ 73,215	\$ -	\$ 73,215
Assets at Fair Value as of December 31, 2017				
Bond fund	\$ -	\$ 75,750	\$ -	\$ 75,750
Assets at fair value, excluding plan interest in Master Trusts	\$ -	\$ 75,750	\$ -	\$ 75,750

Pension Plan for Employees of SKF USA Inc.

Notes to Financial Statements
December 31, 2018 and 2017

Investments Measured Using NAV per Share Practical Expedient

The following table summarizes investments measured at fair value based on NAV per share as of December 31, 2018 and 2017, respectively.

	December 31, 2018			
	Fair Value	Unfunded Commitments	Redemption Frequency (if currently eligible)	Redemption Notice Period
Silchester International Equity Group Trust Fund	\$ 49,899,331	\$ -	Daily	N/A
JPMCB Strategic Property Fund	61,480,095	-	Quarterly	45 days
William Blair Emerging Markets Growth Collective Investment Fund	22,893,085	-	Daily	N/A
Northern Trust Collective Short-Term Investment Fund	743,297	-	Daily	N/A
	December 31, 2017			
	Fair Value	Unfunded Commitments	Redemption Frequency (if currently eligible)	Redemption Notice Period
Silchester International Equity Group Trust Fund	\$ 58,311,390	\$ -	Daily	N/A
JPMCB Strategic Property Fund	57,420,605	-	Quarterly	45 days
William Blair Emerging Markets Growth Collective Investment Fund	27,412,495	-	Daily	N/A

6. Funding Policy

The Company's contributions are determined by an independent actuary. The Company's contribution is actuarially computed annually based on the Projected Unit Credit Actuarial Cost Method. The present policy of the Company is to fund current service costs on a current basis and to amortize prior service costs over the remaining service life of the active participants. The Company met the minimum funding requirements of ERISA in 2018 and 2017.

Although it has not expressed any intention to do so, the Company has the right under the Plan to discontinue its contributions at any time and to terminate the Plan subject to the provisions set forth in ERISA.

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Notes to Financial Statements

December 31, 2018 and 2017

7. Plan Termination

In the event the Plan terminates, the net assets of the Plan will be allocated, as prescribed by ERISA and its related regulations, generally to provide the following benefits in the order indicated:

- (a) Annuity benefits that former employees or their beneficiaries have been receiving for at least three years, or that employees eligible to retire for that three-year period would have been receiving if they had retired with benefits in the normal form of annuity under the Plan. The priority amount is limited to the lowest benefit that was payable (or would have been payable) during those three years. The amount is further limited to the lowest benefit that would be payable under plan provisions in effect at any time during the five years preceding plan termination.
- (b) Other vested benefits insured by the Pension Benefit Guaranty Corporation ("PBGC") (a U.S. Governmental agency) up to the applicable limitations (discussed below).
- (c) All other vested benefits (that is, vested benefits not insured by the PBGC).
- (d) All nonvested benefits.

Certain benefits under the Plan are insured by the PBGC if the Plan terminates. Generally, the PBGC guarantees most vested normal age retirement benefits, early retirement benefits, and certain disability and survivor's pensions. However, the PBGC does not guarantee all types of benefits under the Plan, and the amount of benefit protection is subject to certain limitations. Vested benefits under the Plan are guaranteed at the level in effect on the date of the Plan's termination. However, there is a statutory ceiling, which is adjusted periodically, on the amount of an individual's monthly benefit that the PBGC guarantees.

Whether all participants receive their benefits should the Plan terminate at some future time will depend on the sufficiency, at that time, of the Plan's net assets to provide for accumulated benefit obligations and may also depend on the financial condition of the Company and the level of benefits guaranteed by the PBGC.

8. Related Party and Party In Interest Transactions

The Plan's investments are administered under a contract with The Bank of New York Mellon/BNY Mellon N.A., State Street Bank and Trust Company, and The Northern Trust Company, the trustees of the Plan. Contributions are held and managed by the trustees, who invests cash received, interest, and dividend income and makes distributions to participants. These transactions qualify as party in interest transactions which are exempt from the prohibited transactions rules of ERISA.

Certain expenses of the trustees are paid by the Plan related to plan operations and investment activity described in Note 2. Additionally, certain administrative functions of the Plan are performed by officers or employees of the Company. No such officer or employee receives compensation from the Plan.

9. Tax Status

The Internal Revenue Service ("IRS") has determined and informed the Company by a letter, dated December 5, 2017, that the Plan is designed in accordance with applicable sections of the Internal Revenue Code ("IRC"). Although the Plan has been amended since receiving the determination letter, the plan administrator believes that the Plan is designed and is currently being operated in accordance with the applicable requirements of the IRC.

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

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Notes to Financial Statements

December 31, 2018 and 2017

10. Information Certified by Trustees

The plan administrator has elected the method of compliance as permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA for 2018 and 2017. Accordingly, The Bank of New York Mellon/BNY Mellon N.A., State Street Bank and Trust Company, and The Northern Trust Company, the trustees of the Plan, have certified to the completeness and accuracy of all investments reported in the accompanying Statements of Net Assets Available for Benefits as of December 31, 2018 and 2017, and the supplemental Schedule H, Line 4 (i) - Schedule of Assets (Held at End of Year) as of December 31, 2018, and the related investment activity reported on the Statements of Changes in Net Assets for Benefits for the years ended December 31, 2018 and 2017.

11. Risks and Uncertainties

The Plan invests in the SKF and Kaydon Master Trusts which hold 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 that such changes could materially affect the amounts reported in the Statements of Net Assets Available for Benefits.

Plan contributions are made and the actuarial present value of accumulated plan benefits are reported based on certain assumptions pertaining to interest rates, inflation rates and employee demographics, all of which are subject to change. Due to uncertainties inherent in the estimations and assumptions process, it is at least reasonably possible that changes in these estimates and assumptions in the near term would be material to the financial statements.

As of December 31, 2018 and 2017, the SKF Master Trust had an investment of \$0 and \$126,883,059, respectively, that were concentrated in one fund.

As of December 31, 2018, the Kaydon Master trust had an investment of \$743,297 concentrated in one fund

Pension Plan for Employees of SKF USA Inc.

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

EIN: 23-1043740 Plan Number: 001

December 31, 2018

(a)	Identity of Issue (b)	Description of Investment (c)	Cost (d)	Current Value (e)
Investments				
	Diversified Investment Advisors Core Bond Fund	Bond Fund	**	\$ <u>73,215</u>

** Cost information is not available from the trustee. This information is required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, as amended

Pension Plan for Employees of SKF USA Inc.

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Effective Date

The Original Pension Plan for Employees of SKF USA, Inc. became effective December 1, 1950. The restated plan became effective as of January 1, 2011.

Plan Freeze

Effective December 31, 2016, benefit accruals for the salaried employees in the Pension Plan for Employees of SKF USA Inc. were frozen.

Participation Date

Immediate.

Definitions

Covered Employees

All salaried employees (regardless of location), all hourly employees from the Hanover and MRC locations (within SKF's bearings division), all hourly employees from the Warehouse and Seneca locations (within SKF's Chicago Rawhide division) and Hourly employees from the Chicago Rawhide division's Elgin location who were hired on or before November 16, 1985.

Additionally, Effective 12/31/2017, participants previously covered under the following plans are now covered under the Pension Plan for Employees of SKF USA Inc. (EIN 23-1043740. /PN 001)

- Hourly Employees Pension Plan of Kaydon Ring & Seal, Inc. - Baltimore Plant (EIN 31-1175662./PN 001)
- Kaydon Corporation Retirement Plan (EIN 13-3186040./PN 001)
- Hourly Employees Pension Plan of Industrial Tectonics Inc. (EIN 59-3114138./PN 008)
- Hourly Employees Pension Plan of Kaydon Corporation (EIN 13-3186040./PN 003)

In addition, effective 12/29/2017, participants from Fabreeka International, Inc. Pension Plan (EIN 04-296670/PN 001) are now covered under the Pension Plan for Employees of SKF USA Inc.

	Date Closed to New Hires	Date Accruals Frozen
All salaried employees (regardless of location)	January 1, 2013	December 31, 2016
Hourly employees from the Hanover and MRC locations	July 1, 2015	N/A
Hourly employees from the Seneca location	May 1, 2013	Nonunion employees: December 31, 2013
Hourly employees from the Warehouse locations	January 1, 2014	Hebron employees: December 31, 2013
Hourly employees from the Chicago Rawhide division's Elgin location	N/A	N/A

Plan Year

The twelve-month period commencing on any January 1 and ending on December 31.

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Vesting Service

For (1) salaried employees, (2) hourly employees from the Hanover location within SKF's bearings division, and (3) hourly employees from the Warehouse and Seneca locations within SKF's Chicago Rawhide division, all periods of time from the date on which a person first performs an Hour of Service to such person's Severance from Service Date, measured in years and completed months. Non-successive periods of Vesting Service and less than whole year periods of Vesting Service shall be aggregated on the basis that 365 days of Vesting Service equals one whole year of Vesting Service, 30 days of Vesting Service equals one month of Vesting Service, and any remaining period of 15 to 30 days of Vesting Service equals one month of Vesting Service (any remaining period of less than 15 days shall be disregarded). If a person quits, is discharged, or retires and then performs an Hour of Service within 12 months after his Severance from Service Date (or if earlier, his or her date of first absence), the Period of Severance shall be included in Vesting Service. Also, Vesting Service shall not be considered interrupted by, and shall include (1) any period of US armed-forces military service (provided he or she returns to employment within the time and under the conditions which entitle him or her to re-employment rights), (2) any period covered by an Authorized Leave of Absence (limited to one year for hourly employees from Seneca), and (3) any period of temporary layoff, provided he or she returns when recalled (limited to three years for hourly employees from Hanover, limited to one year for hourly employees from Seneca, and limited to zero years for hourly employees from Warehouse).

For hourly employees from the MRC location within SKF's bearings division, Vesting Service shall not be determined under the elapsed-time method described above, but instead shall be determined in accordance with the hours-of-service method set forth in the prior MRC pension plan.

For covered hourly employees from the Elgin location within SKF's Chicago Rawhide division, the number of Plan Years credited with 1,000 or more Hours of Service, including (1) any period of US armed-forces military service (provided he or she returns to employment within the time and under the conditions which entitle him or her to re-employment rights), (2) any period covered by an Authorized Leave of Absence, provided he or she returns to employment at the end of such absence, and (3) any period of temporary layoff, provided he or she returns when recalled or during the time period authorized.

There are special historical provisions for certain specific groups of former employees which we have not summarized.

Benefit Service

For (1) salaried employees, (2) hourly employees from the Hanover location within SKF's bearings division, and (3) hourly employees from the Warehouse and Seneca locations within SKF's Chicago Rawhide division, all periods of time from the date on which a person first performs an Hour of Service (or, in the case of salaried employees from the MRC location within SKF's bearings division, no earlier than July 25, 1986) to such person's Severance from Service Date, measured in years and completed months. Non-successive periods of Benefit Service and less than whole year periods of Benefit Service shall be aggregated on the basis that 365 days of Benefit Service equals one whole year of Benefit Service, 30 days of Benefit Service equals one month of Benefit Service, and any remaining period of 15 to 30 days of Benefit Service equals one month of Benefit Service (any remaining period of less than 15 days shall be disregarded). Benefit Service shall not be considered interrupted by, and shall include (1) any period of US armed-forces military service (provided he or she returns to employment within the time and under the conditions which entitle him or her to re-employment rights), (2) any period covered by an Authorized Leave of Absence (limited to one year for hourly employees from Seneca), and (3) any period of temporary layoff, provided he or she returns when recalled (limited to three years for hourly employees from Hanover, limited to one year for hourly employees from Seneca, and limited to

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zero years for hourly employees from Warehouse). Also, Benefit Service shall exclude (1) periods of service with respect to which a lump sum distribution of the entire present value was received, and (2) periods of service as a common law employee for an Affiliated Employer or for an Employer as other than an Employee (if not retiring from current location).

For hourly employees from the MRC location within SKF's bearings division, Benefit Service shall not be determined under the elapsed-time method described above, but instead shall be determined in accordance with the hours-of-service method set forth in the prior MRC pension plan. Also, the accrued benefit formula for these employees is based on two different types of service: (1) all service (including service earned before July 25, 1986), and (2) service earned before July 25, 1986.

For covered hourly employees from the Elgin location within SKF's Chicago Rawhide division, the number of Plan Years credited with 1,000 or more Hours of Service, including (1) any period of US armed-forces military service (provided he or she returns to employment within the time and under the conditions which entitle him or her to re-employment rights), (2) any period covered by an Authorized Leave of Absence, provided he or she returns to employment at the end of such absence, and (3) any period of temporary layoff, provided he or she returns when recalled or during the time period authorized.

There are special historical provisions for certain specific groups of former employees which we have not summarized.

Pensionable Earnings

For salaried employees, total cash compensation (including base salary, commissions, overtime & night shift premiums, and bonuses), plus elective 401(k)/125 contributions and 132(f)(4) fringe benefits, minus all of the following:

- (a) Expense allowances and reimbursements (e.g., auto),
- (b) Reimbursements and allowances for relocation,
- (c) Taxable fringe benefits (e.g., life insurance premiums),
- (d) Cash compensation paid in lieu of specific fringe benefits,
- (e) Payments under LTI or deferred compensation plans, and
- (f) Any other extraordinary payments to HCEs.

For covered hourly employees from the Elgin location within Chicago Rawhide, annual rate of compensation in effect two months prior to an employee's anniversary (January 1 if benefit service began between July 2 and January 1, otherwise July 1).

Final Average Earnings

For salaried employees, average of pensionable earnings received during the five calendar years out of the ten calendar years immediately preceding or ending with termination during which total pensionable earnings were the greatest. If a participant has not completed five or ten calendar years, his or her actual period of employment shall be substituted for such period.

For covered hourly employees from the Elgin location within SKF's Chicago Rawhide division, average of pensionable earnings for the five consecutive anniversaries out of the ten anniversaries immediately preceding or ending with termination during which total pensionable earnings were the greatest. If a participant has not completed five or ten anniversaries, his or her actual period of employment shall be substituted for such period.

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Also, after an employee reaches age 55, his or her final average earnings shall not be less than the applicable pensionable earnings for the anniversary immediately preceding his or her 55th birthday.

Accrued Benefit

For salaried employees from the Chicago Rawhide division who were hired before April 1, 2007:

- (a) 1.64% of final average earnings multiplied by projected service at normal retirement date (≤ 30), multiplied by
- (b) a fraction (≤ 1), the numerator of which is service at termination and the denominator of which is projected service at normal retirement date, the result reduced by
- (c) the actuarially equivalent benefit payable from Colt Industries for service from January 1, 1982 to November 1, 1983, the overall result of which cannot be less than
- (d) the December 31, 1990 prior-formula accrued benefit.

For all other salaried employees, the greater of 1.25% of final average earnings or \$210 multiplied by benefit service.

For hourly employees from Hanover within SKF's bearings division, \$564 (\$600 effective April 1, 2018) multiplied by benefit service. For hourly employees from MRC within SKF's bearings division, the sum of (1) \$450 multiplied by benefit service, and (2) \$240 multiplied by benefit service earned before July 25, 1986.

For Warehouse hourly employees with Chicago Rawhide whose status of last employment was Warehouse, \$120 multiplied by benefit service.

For Seneca hourly employees within SKF's Chicago Rawhide division, \$276 (\$312 for retirements or terminations on or after January 1, 2017) multiplied by benefit service.

For covered Elgin hourly employees within Chicago Rawhide:

- (a) 40% of final average earnings, minus \$360, plus
- (b) \$24 multiplied by benefit service in excess of 30 years, disregarding any fraction of a year, the sum multiplied by
- (c) a fraction, the numerator of which is projected benefit service at normal retirement date (≤ 15 years) and the denominator of which is 15, the result then multiplied by
- (d) another fraction, the numerator of which is benefit service at termination and the denominator of which is projected benefit service at normal retirement date.

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Normal Retirement Benefit

Eligibility

Generally, the later of (1) the last day of the month in which a participant attains age 65, or (2) the last day of the month in which a participant celebrates his or her fifth anniversary of plan participation.

For covered Elgin hourly employees within Chicago Rawhide, the later of (1) the participant's 65th birthday, or (2) the fifth anniversary of the date he became a participant. A fractional payment is made for the month in which the pension commences. Subsequent payments are made monthly thereafter on the first day of each month.

Amount of Benefit

Accrued benefit based on benefit service and pensionable earnings through normal retirement date.

Early Retirement

Eligibility

Salaried employees from Chicago Rawhide hired before April 1, 2007 become eligible for early retirement upon attaining age 55 and completing five years of vesting service. All other salaried employees become eligible for voluntary early retirement upon the earlier of (1) attainment of age 55 and completion of five years of benefit service, or (2) if hired prior to May 14, 2001 completion of 30 years of benefit service that included benefit service completed prior to May 14, 2001. All other salaried employees are eligible for an involuntary early retirement benefit if their employment ceases by reason of involuntary termination and they had attained age 45 as of the termination date and completed 20 years of benefit service that includes benefit service completed prior to May 14, 2001.

Hourly Hanover employees become early-retirement eligible upon the earlier of (1) age 55 & ten years of benefit service or (2) 30 years of benefit service.

Hourly MRC employees become early-retirement eligible upon the earliest of (1) age 55 & ten years of benefit service, (2) age 62 & ten years of benefit service, (3) age 60 & 90 age-plus-benefit-service points (unreduced benefit), or (4) 86 age-plus-benefit-service points. There are also special shutdown eligibility provisions which we have not summarized.

Hourly Warehouse employees become early-retirement eligible upon attaining age 55 and completing ten years of vesting service. Hourly Seneca employees become early-retirement eligible upon attaining age 60 and completing ten years of vesting service.

Covered hourly Elgin employees become early-retirement eligible upon the earliest of (1) the later of age 55 or ten years of vesting service, (2) 30 years of benefit service, or (3) attained age (in full years) plus benefit service (in full years) totals 90 or more.

There are special historical provisions for certain specific groups of former employees which we have not summarized.

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Amount of Benefit

Salaried employees from Chicago Rawhide hired before April 1, 2007 receive their accrued benefit reduced by (1/180)th for each month that commencement precedes 65 (to 60) and by another (1/300)th for each month that commencement precedes 60, unless they retire on or after having attained age 62, in which case the accrued benefit is only reduced by (1/300)th for each month that commencement precedes age 65.

All other salaried employees receive their accrued benefit without reduction if they satisfy either the involuntary or "30 and out" voluntary eligibility requirements. Otherwise, they receive their accrued benefit reduced by (1/180)th for each month that commencement precedes 65 (to 60) and by another (1/360)th for each month that commencement precedes 60.

In addition, upon retirement (early, late or normal), all salaried employees are eligible for a special lump sum benefit based on attained age (in full years) at retirement:

Age	Amount	Age	Amount	Age	Amount	Age	Amount
<55	\$500	57	\$850	60	\$1,050	63	\$1,300
55	750	58	900	61	1,125	64	1,400
56	800	59	975	62	1,200	65+	1,500

Hourly Hanover employees receive their accrued benefit without reduction if they've satisfied "30 and out" requirements. Otherwise, their accrued benefit is reduced similarly to salaried employees who aren't CR salaried employees hired before April 1, 2007.

Hourly MRC employees receive their accrued benefit without reduction if they've satisfied the "62/10", "Rule of 90" or "Rule of 86" eligibility requirements. Such employees are also eligible for an additional temporary monthly benefit payable until age 62 such that the total monthly benefit until age 62 (or until the participant is qualified to receive social security benefits, whichever is earlier) including both the unreduced lifetime benefit payable from the SKF plan and the benefit payable from the TRW pension plan equals \$2,400. Other eligible MRC hourly employees receive their accrued benefit reduced for commencement prior to age 62 as follows:

Age	Reduction Factor
61	0.921
60	0.851
59	0.788
58	0.731
57	0.681
56	0.635
55	0.593

Hourly Warehouse employees receive their accrued benefit reduced by (1/180)th for each month commencement precedes 65 (to 60) and by another (1/300)th for each month commencement precedes 60 (unless they retire on or after having attained age 62, in which case the accrued benefit is only reduced by (1/300)th for each month that commencement precedes age 65. Hourly Seneca employees receive their accrued benefit reduced by (1/180)th for each month that benefit commencement precedes 65.

Covered hourly Elgin employees receive their accrued benefit without reduction if they've satisfied either the "30 and out" or "rule of 90" eligibility requirements. Otherwise, they receive their accrued benefit reduced similarly to hourly Warehouse employees.

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Late Retirement

Eligibility

Any time after normal retirement.

Amount of Benefit

Accrued benefit based on benefit service and pensionable earnings through late retirement.

Deferred Vested

Eligibility

Completion of five years of vesting service.

Amount of Benefit

Accrued benefit based on benefit service and pensionable earnings through termination date. Participants who satisfy the service conditions for early retirement are eligible to retire early with the same reduction factors as for early retirements from active status.

Disability

Eligibility

Total and permanent disability that happened while employed and has continued for six consecutive months. Differing exclusions apply depending on location. In addition, disabled participants at all divisions/locations except for Elgin hourly must have completed ten years of benefit service (vesting service for non-Elgin Chicago Rawhide employees).

Amount of Benefit

For salaried employees from SKF's Chicago Rawhide division hired before April 1, 2007, the accrued benefit based on benefit service to retirement date (reduced if early retirement elected). Benefit commences at retirement date & ceases upon earliest of (1) death, (2) recovery from total/permanent disability, or (3) attainment of normal retirement eligibility (at which time the normal retirement benefit (based on benefit service to retirement date) commences).

For all other salaried employees, and for Hanover hourly employees, the greater of the accrued benefit based on benefit service to retirement date (without reduction) or a minimum annual amount (\$2,100 for all other salaried employees and \$1,800 for Hanover hourly employees). Benefit commences at the participant's retirement date and ceases upon the earliest of (1) recovery from total/permanent disability, (2) attainment of normal retirement eligibility (at which time the normal retirement benefit (based on benefit service to retirement date) commences), or (3) death.

For MRC hourly employees, an annual amount equal to \$2,700, reduced by any comparable benefits provided under the TRW pension plan. Benefit commences after 13th week of disability or, if later, after group sickness or accident insurance or similar governmental plan coverage ends. Benefit ceases upon the earliest of (1) recovery from total/permanent disability, (2) attainment of normal retirement eligibility (at which time the greater of \$2,700 or the normal retirement benefit (based on benefit service to retirement date and the benefit formula in effect six months after such date) commences), or (3) death.

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For Elgin and Warehouse hourly employees, the accrued benefit based on benefit service to retirement date (reduced for early retirement). For Seneca hourly employees, the accrued benefit based on benefit service to retirement date (without reduction). In either case, the benefit commences at the participant's retirement date and ceases upon the earliest of (1) recovery from total/permanent disability, (2) attainment of normal retirement eligibility (at which time the normal retirement benefit (based on benefit service to retirement date) commences), or (3) death.

Death

Eligibility

Generally, death after having completed five years of vesting service, and after having been married throughout the preceding one-year period. Elgin hourly and Seneca hourly employees do not have to have been married throughout the preceding one-year period. Elgin hourly employees also do not have to have completed five years of vesting service. And salaried employees (other than salaried employees from SKF's Chicago Rawhide division hired before April 1, 2007) who have completed 15 years of benefit service are eligible for a more generous pre-retirement death benefit.

Amount of Benefit prior to earliest retirement date

Amount that would have been paid to a surviving spouse had the deceased participant separated from service on the day of death, survived to earliest retirement age, retired with an immediate QJSA, and died the next day. (Chicago Rawhide salaried participants and MRC hourly participants can elect a later commencement date, but no later than the participant's normal retirement date.)

Salaried employees (other than salaried employees from SKF's Chicago Rawhide division hired before April 1, 2007) who satisfy the more restrictive eligibility requirements described above are also eligible to receive (1) the greater of \$1,200 or 50% of the deceased participant's accrued benefit (without reduction) before the surviving spouse attains age 60, and (2) the greater of \$600 or 50% of the deceased participant's accrued benefit (without reduction) reduced by 50% of the applicable Social Security widow/widower's benefit on or after the surviving spouse attains age 60. The \$1,200 and \$600 respective minimum amounts are prorated for former TRW pension plan participants to reflect the portion of vesting service which reflects service for SKF.

Benefit on or after earliest retirement date

Amount that would have been paid to a surviving spouse had the deceased participant retired with an immediate QJSA on the day before death. (Chicago Rawhide salaried participants and MRC hourly participants can elect a later commencement date, but no later than the participant's normal retirement date.)

Salaried employees (other than salaried employees from SKF's Chicago Rawhide division hired before April 1, 2007) who satisfy the more restrictive eligibility requirements described above are also eligible to receive (1) the greater of \$1,200 or 50% of the deceased participant's accrued benefit (without reduction) before the surviving spouse attains age 60, and (2) the greater of \$600 or 50% of the deceased participant's accrued benefit (without reduction) reduced by 50% of the applicable Social Security widow/widower's benefit on or after the surviving spouse attains age 60. The \$1,200 and \$600 respective minimum amounts are prorated for former TRW pension plan participants to reflect the portion of vesting service which reflects service for SKF.

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Supplemental “Medicare” Benefit

Eligibility

MRC hourly participants hired after 1977 who (1) retire and (2) are eligible to receive postretirement medical benefits.

Amount of Benefit

\$1,200 annual lifetime benefit commencing at attainment of age 62.

Form of Benefits

Automatic form for unmarried participants

Ten-year certain-and life annuity for Elgin hourly participants. Single life annuity for all other participants.

Automatic form for married participants

60% joint-and-survivor annuity for MRC hourly participants. 50% joint-and-survivor annuity for all other participants.

Optional forms

For salaried employees from SKF’s Chicago Rawhide division hired before April 1, 2007, a 10-year C&C annuity option, a 66-2/3% joint-and-last-survivor annuity option and 75%/100% joint-and-surviving-spouse-annuity options.

For all other salaried employees, and for hourly employees from SKF’s bearings division (excluding MRC hourly employees), a single life annuity option and 50%/75%/100% contingent-annuitant options. (Certain former TRW pension plan participants are also eligible to receive a 10-year C&C option, a 25% contingent-annuitant option and a lump-sum option.)

For MRC hourly employees, a 75% joint-and-surviving-spouse-annuity option.

For Elgin hourly employees, a single life annuity option, a 66-2/3% joint-and-last-survivor annuity option and 75%/100% joint-and-surviving-spouse-annuity options.

For Warehouse hourly employees, a single life annuity option, a 10-year C&C annuity option, and 75%/100% joint-and-surviving-spouse-annuity options.

For Seneca hourly employees, a single life annuity option and a 75% joint-and-surviving-spouse-annuity option.

For all eligible SKF participants, a full lump sum form of payment.

Annuity optional forms – conversion factors

Factors as set forth in Appendix B of the respective salaried and hourly portions of the plan document.

Factors not included in these appendices are calculated based on mortality in accordance with the 2015 PPA Unisex Mortality Table and a 6% annual interest rate.

Miscellaneous

Maximum compensation

In accordance with IRC Section 401(a)(17) (currently \$270,000).

Maximum benefits

In accordance with IRC Section 415(b) (currently \$215,000).

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Summary of Plan Provisions- SKF

Administration

The plan is administered by an administrative committee which is appointed by the Board of Directors. For MRC hourly employees certain administrative aspects of the plan may involve a joint union/SKF board of administration.

Benefit not included in valuation

We have not included involuntary termination benefits or shutdown benefits in this valuation.

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Summary of Plan Provisions- Lincoln

Effective Date

December 21, 2001. Last restatement as of January 1, 2008. Most recent amendment effective May 1, 2013.

Plan Year

January 1 through December 31.

Covered Employees

All UAW and IAM hourly employees at Lincoln Industrial. Effective June 3, 2006, no new UAW hourly employees are eligible for the Plan. Effective May 5, 2007, no new IAM employees are eligible for the Plan. Salaried employees who were participants in the Lincoln Industrial Corporation Pension Plan (LICPP) as of December 31, 2001 are covered under this plan.

Participation

All covered employees participate after reaching age 21 and completing one year of service. No new participants will enter the Plan (see Covered Employees).

Vesting Service

Full and fractional years of service, to the nearest month.

Credited Service

One-twelfth of a year for each month the employee performs at least one hour of service.

Normal Retirement

Eligibility

The later of age 65 and 5 years of participation.

Benefit

For Salaried participants:

The normal retirement benefit is 1.0% of Final Average Earnings up to Covered Compensation, plus 1.5% of Final Average Earnings in excess of Covered Compensation, such sum multiplied by years of Credited Service up to 35 years. All benefits are frozen as of December 21, 2001.

For UAW participants:

The normal retirement benefit is equal to the sum of (a), (b) and (c).

- (a) Total credited service accrued prior to June 1, 1996, times \$25.
- (b) Total credited service accrued from June 1, 1996, through May 31, 2009, times \$30.
- (c) Total credited service accrued beginning on June 1, 2009, through the benefit commencement date, times \$36 (previously \$34).

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Summary of Plan Provisions- Lincoln

For IAM participants:

The normal retirement benefit is equal to the sum of (a), (b), (c), (d), (e) and (f).

- (a) Total credited service accrued prior to May 1, 1985, times \$18 (previously \$17).
- (b) Total credited service accrued from May 1, 1985, through April 30, 1995, times \$27 (previously \$25).
- (c) Total credited service accrued from May 1, 1995, through April 30, 2004, times \$37 (previously \$35).
- (d) Total credited service accrued from May 1, 2004, through April 30, 2007, times \$37.
- (e) Total credited service accrued from May 1, 2007, through April 30, 2013, times \$40.
- (f) Total credited service accrued beginning on May 1, 2013, through the benefit commencement date times \$47 (previously \$45). Effective April 25, 2016

Early Retirement

Eligibility

Salaried

Age 55 with 10 years of vesting service.

UAW

Age 60 with 10 years of vesting service.

IAM

Age 55 with 10 years of vesting service.

Benefit

Salaried

The early retirement benefit is the frozen accrued benefit reduced by 2% per year for each of the first 3 years, 4.8% per year for each of the next 3 years, and 6% per year for each of the next 4 years by which the commencement of benefits precedes the Normal Retirement Date. The same reduction is used for terminated vested salaried participants.

IAM and UAW

The amount equal to the normal retirement benefit based on service at termination, reduced by 7.2% per year commencement precedes age 62. A temporary supplement of \$250 is payable until age 62 for UAW participants who are early retirement eligible and commence immediately after termination.

For eligible IAM and UAW terminated vested participants, the accrued benefit is reduced by 7.2% per year for each year prior to Normal Retirement Date.

Vesting

Salaried

A Member's accrued benefit payable at age 65 is 30% vested after 3 years of service, 40% after 4 years of service, 60% after 5 years of service, 80% after 6 years of service, and 100% vested after 7 years of service.

IAM and UAW

A participant whose employment is terminated before death or retirement and who has five or more years of Vesting Service is eligible for a vested deferred retirement benefit.

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Summary of Plan Provisions- Lincoln

Pre-Retirement Death Benefit

Salaried

The death benefit is based on the beneficiary's benefit of 50% Joint and Survivor form.

For Active IAM and UAW

Participants who are eligible for early retirement on the date of death, surviving spouses are entitled to a monthly benefit equal to the amount that the spouse would have received had the participant retired and elected to commence his benefit on the first of the month following his death in the form of a 66-2/3% joint and survivor option.

The spouse of a participant who dies after becoming vested, and is not immediately eligible for early retirement, is entitled to an amount equal to 50% of the benefit the participant would have received had he retired under a 50% joint and survivor annuity on the first of the month following his death, or at his earliest commencement age, if later.

Disability

Eligibility

For IAM and UAW participants, eligibility after 10 years of vesting service and 6 months following the later of date of disability or last day worked.

Benefit

Amount equal to the normal retirement benefit accrued to the date of disability, commencing immediately, without reduction for early commencement.

Normal Form of Payment

Unless otherwise elected, any benefit payable under the Plan will be paid:

- (a) As a life-only annuity for a single participant; or
- (b) As a 66-2/3% joint and survivor annuity, if the employee had been married to his current spouse for at least one year.

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Summary of Plan Provisions- Baltimore

Effective date

The effective date of adoption is July 1, 1986.

Participation

All employees who are members of the International Association of Machinists and Aerospace Workers, AFL-CIO, District Lodge #12, Memorial Lodge #1784 participate in the plan.

Effective February 1, 2014, the plan was closed to new entrants.

Effective 1/1/2018, all accruals are frozen due to the Baltimore Plant closing.

Normal retirement

Eligibility

Age 65.

Benefit

\$44.00 per month multiplied by years of credited service as of February 1, 2018, \$42.50 per month multiplied by years of credited service as of February 1, 2017, \$41.00 as of February 1, 2016, \$40.00 as of February 1, 2015, and \$39.00 as of February 1, 2014. Prior benefit multipliers include \$38.00 effective January 1, 2010, \$37.50 effective January 1, 2009, \$37.00 effective January 1, 2007, \$36.50 effective February 1, 2005, \$36.00 effective January 1, 2004, \$35.00 effective January 1, 2003, \$34.00 effective January 1, 2002, and \$33.00 effective January 1, 2001.

Early retirement

Eligibility

Age 55 with 10 years of service.

Benefit

The normal retirement benefit based on service to date of retirement, but reduced 0.5% per month between the date on which payments begin and the date of the participant's sixty-second birthday.

Total and permanent disability retirement

Eligibility

Age 50 with 5 years of service or 10 years of service.

Benefit

The normal retirement benefit, based on service to date of disability. Benefits commence after six months of disability. Benefits end at age 65, when the participant becomes eligible for normal retirement benefits.

Deferred vested

Eligibility

Five years of service.

Benefit

Normal retirement benefit, based on service to date of termination. Benefits may commence early with 10 years of service. Benefits are reduced for early commencement in the same manner as for early retirement.

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Summary of Plan Provisions- Baltimore

Preretirement surviving spouse benefit

Eligibility

Eligible for a vested benefit

Benefit

Early retirement eligible

50% of the benefit the participant was entitled to receive under the early retirement provisions had he retired the day before his death and elected payment in the form of a 50% joint and survivor benefit. This benefit is payable for the life of the spouse.

Not early retirement eligible

50% of the benefit to which the participant was entitled under the plan provisions had the participant terminated employment on the date of death, survived to his earliest retirement age, and elected a postretirement joint and survivor annuity. This benefit is payable for the remaining lifetime of the spouse, beginning when the participant would have been eligible to retire early.

Lump sum death benefit

Eligibility

Payable upon death prior to retirement.

Benefit

Service	Benefit
Less than 2 years	\$ 1,000
2 or more years	\$ 2,000

Definitions

Credited Service

Credited service is determined as follows:

Hours Credited	Credited Service
0 – 159	0.0
160 – 319	0.1
320 – 479	0.2
480 – 639	0.3
640 – 799	0.4
800 – 959	0.5
960 – 1,119	0.6
1,120 – 1,279	0.7
1,280 – 1,439	0.8
1,440 – 1,599	0.9
1,600 or more	1.0

Vesting Service

One year of vesting service is credited for each year a participant completes 1,000 or more hours of service.

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Summary of Plan Provisions- Baltimore

Actuarial Equivalence

For lump sum purposes, the mortality table and interest rates as set by 417(e). For all other purposes, 1983 GAM weighted 75% male and 7.5% interest.

Normal form of payment

Single participant

Life annuity.

Married Participant

50% joint and survivor annuity. This benefit is the actuarial equivalent of the benefit payable as a life annuity.

Optional forms of payment

10-year certain and life

100% joint and survivor

75% joint and survivor

66 2/3% joint and survivor

Lump sum under \$10,000

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Summary of Plan Provisions- Fabreeka

Employees eligible for participation

All employees are eligible on the first of the month following completion of one year of service, or age 21 if later. Effective September 4, 2012, the plan was closed to new entrants (including re-hires and certain transfers).

Plan Freeze

Effective June 30, 2016 the Plant was sold and all benefit accrued benefits were frozen.

Compensation

Compensation is defined to be an employee's basic/regular compensation. For employees who receive commissions, compensation is the greater of basic/regular compensation or basic/regular compensation plus commissions up to a maximum of \$70,000.

Benefit and vesting service

Employees accrue a year of service for each plan year in which 1,000 hours of service are completed. For Tech Products Corp. employees, service before December 30, 1997 will not be counted.

Vesting

A member is fully vested upon completion of five years of service.

Final average compensation

Final average compensation is the average monthly compensation during any 60 consecutive months within the last 120 months of employment, which produces the highest average.

Normal form of benefits

The normal form of retirement benefit is life annuity for single participants, 50% joint and survivor for married participants. Prior to April 1, 2001, the normal form of single participants was 10-year certain and life.

Normal retirement

Date

The normal retirement date is the later of Social Security normal retirement date and five years of employment.

Benefit

The monthly amount of retirement benefit is equal to 1.75% of final five year average compensation plus 0.75% (0.65% effective April 1, 2011) of final five year average compensation in excess of covered compensation, times years of service for up to 25 years, plus 1.50% of final five year average compensation times years of service between 25 and 30 years.

The minimum monthly benefit is the amount accrued under the plan in effect December 30, 2001.

There is also a minimum benefit of \$20 per month.

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Summary of Plan Provisions- Fabreeka

Early retirement

Eligibility

A member who has both completed five years of vesting service and attained age 55 is eligible for an early retirement benefit.

Benefit

Early retirement benefit is the accrued benefit reduced according to the following table:

Social Security Normal Retirement Age			
Age	65	66	67
55	0.500000	0.450000	0.400000
56	0.533333	0.483333	0.433333
57	0.566667	0.516667	0.466667
58	0.600000	0.550000	0.500000
59	0.633333	0.583333	0.533333
60	0.666667	0.616667	0.566667
61	0.733333	0.683333	0.633333
62	0.800000	0.733333	0.700000
63	0.866667	0.800000	0.750000
64	0.933333	0.866667	0.800000
65	1.000000	0.933333	0.866667
66		1.000000	0.933333
67			1.000000

Preretirement death

Upon the death of an unmarried active member after having completed five years of vesting service, the member's beneficiary will receive 50% of the member's accrued benefit, payable at the participant's normal retirement date. Upon the death of a married active member after having completed five years of vesting service, the member's spouse will receive 50% of the member's reduced 50% joint and survivor benefit, payable at the participant's early retirement date.

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Summary of Plan Provisions- ITI

Effective date

The effective date of adoption is January 31, 1994.

Participation

All employees who are members of the International Union, Automobile, Aerospace and Agricultural Implement Workers of America, UAW, Local Union No. 38 and are age 21 with one year of service participate in the plan. Participation was closed as of November 1, 2010.

Normal retirement

Eligibility

Age 65.

Benefit

\$40.00 per month multiplied by years of credited service up to a maximum of 30 years effective January 1, 2020, \$39.00 effective January 1, 2019, \$38.00 effective January 1, 2018, \$37.00 effective January 1, 2016 and \$36.00 effective January 1, 2015. Prior benefit multipliers include \$34.00 effective January 1, 2014, \$28.00 effective January 1, 2001, \$29.00 effective January 1, 2002, \$30.00 effective January 1, 2003, \$31.00 effective January 1, 2004, \$32.00 effective January 1, 2005.

Early retirement

Eligibility

Age 55 with 10 years of service.

Benefit

The normal retirement benefit based on service to date of retirement, but reduced $\frac{1}{2}$ of 1% for each month in which payments begin prior to age 65.

Total and permanent disability retirement

Eligibility

Age 45 with 15 years of service.

Benefit

The normal retirement benefit based on total service at Axel Johnson and Kaydon. Benefit will be reduced by the full Axel Johnson pension benefit at the earliest eligible age. At 65, benefit becomes normal retirement benefit based on Kaydon only credited service through last day worked.

Deferred vested

Eligibility

Five years of service.

Benefit

The accrued normal retirement benefit payable at age 65. Benefits may commence early with 10 years of service. Benefits are reduced for early commencement in the same manner as for early retirement.

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Summary of Plan Provisions- ITI

Pre-retirement surviving spouse benefit

Eligibility

Eligible for a vested benefit.

Benefit

Early retirement eligible

50% of the benefit the participant was entitled to receive under the early retirement provisions had he retired the day before his death and elected payment in the form of a 50% joint and survivor benefit. This benefit is payable for the life of the spouse.

Not early retirement eligible

50% of the benefit to which the participant was entitled under the plan provisions had the participant terminated employment on the date of death, survived to his earliest retirement age, and elected a postretirement joint and survivor annuity. This benefit is payable for the remaining lifetime of the spouse, beginning when the participant would have been eligible to retire early.

Definitions

Credited Service

Credited service is determined as follows:

Hours Credited	Credited Service
Less than 179	0.0
180 – 359	0.1
360 – 539	0.2
540 – 719	0.3
720 – 899	0.4
900 – 1,079	0.5
1,080 – 1,259	0.6
1,260 – 1,439	0.7
1,440 – 1,619	0.8
1,620 – 1,799	0.9
1,800 or more	1.0

Vesting Service

One year of vesting service is credited for each year a participant completes 1,000 or more hours of service.

Actuarial Equivalence

For lump sum purposes, 417(e). For all other purposes, 1983 GAM weighted 75% male and 7.5% interest.

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Summary of Plan Provisions- ITI

Normal form of payment

Single participant

Life annuity.

Married Participant

50% joint and survivor annuity. This benefit is the actuarial equivalent of the benefit payable as a life annuity.

Optional forms of payment

10-year certain and life

100% joint and survivor

75% joint and survivor

66 2/3% joint and survivor

Lump sum under \$10,000

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Summary of Plan Provisions- Muskegon

Effective date

The effective date of adoption is December 31, 1955.

Participation

All employees who are members of the International Association of Machinists and Aerospace Workers, AFL-CIO, Local 2597 participate in the plan. Participation was closed as of December 5, 2009.

Normal retirement

Eligibility

Age 65.

Benefit

\$48.00 per month multiplied by years of credited service earned after November 30, 2015 and \$50.00 per month multiplied by years of credited service earned prior to January 1, 2010. Prior benefit multipliers include \$43.75 effective January 1, 2001, \$45.50 effective January 1, 2002, \$48.00 effective January 1, 2003, \$49.00 effective January 1, 2004, \$50.00 effective January 1, 2005, and \$45.00 effective February 1, 2010.

Early retirement

Eligibility

Age 55 with 10 years of service.

Benefit

The normal retirement benefit based on service to date of retirement, but reduced 0.25% per month from age 62 if benefits commence on or after age 58, or reduced 0.5% per month from age 62 if benefits commence prior to age 58.

Total and permanent disability retirement

Eligibility

Age 50 with five years of service or 10 years of service.

Benefit

Normal retirement benefit based on service to date of disability. Benefits commence after six months of disability.

Deferred vested

Eligibility

Five years of service.

Benefit

The accrued normal retirement benefit, payable at age 65. Benefits may commence early with 10 years of service. Benefits are reduced for early commencement in the same manner as for early retirement.

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Summary of Plan Provisions- Muskegon

Pre-retirement surviving spouse benefit

Eligibility

Eligible for a vested benefit.

Benefit

Early retirement eligible

50% of the benefit the participant was entitled to receive under the early retirement provisions had he retired the day before his death and elected payment in the form of a 50% joint and survivor benefit. This benefit is payable for the life of the spouse.

Not early retirement eligible

50% of the benefit to which the participant was entitled under the plan provisions had the participant terminated employment on the date of death, survived to his earliest retirement age, and elected a postretirement joint and survivor annuity. This benefit is payable for the remaining lifetime of the spouse, beginning when the participant would have been eligible to retire early.

Alternative surviving spouse benefit

Eligibility

10 years of service and married at least one year.

Benefit

50% of the normal retirement benefit based on service to date of death payable immediately. The benefit is not reduced for early commencement.

Lump sum death benefit

Eligibility

Payable upon death prior to retirement.

Benefit

Service	Benefit
Less than 2 years	\$ 1,000
2 or more years	\$ 2,000

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Summary of Plan Provisions- Muskegon

Definitions

Credited Service

Credited service is determined as follows:

Hours Credited	Credited Service
0 - 159	0.0
160 – 319	0.1
320 – 479	0.2
480 – 639	0.3
640 – 799	0.4
800 – 959	0.5
960 – 1,119	0.6
1,120 – 1,279	0.7
1,280 – 1,439	0.8
1,440 – 1,599	0.9
1,600 or more	1.0

Vesting Service

One year of vesting service is credited for each year a participant completes 1,000 or more hours of service.

Actuarial Equivalence

For lump sum purposes, mortality and interest rates as set in 417(e). For all other purposes, 1983 GAM weighted 75% male and 7.5% interest.

Normal form of payment

Single participant

Life annuity.

Married Participant

50% joint and survivor annuity. This benefit is the actuarial equivalent of the benefit payable as a life annuity.

Optional forms of payment

- 10-year certain and life
- 100% joint and survivor
- 75% joint and survivor
- 66 2/3% joint and survivor
- Lump sum under \$10,000

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Summary of Plan Provisions- Kaydon Salaried

Salaried

Effective date

The effective dates of adoption of the Kaydon Corporation Retirement Plan are as follows:

Baltimore Plant	July 1, 1986
Bearings Division	July 1, 1971
Greenville Plant	January 1, 1969
LaGrange Plant	January 1, 1969
Cooper Bearing	December 20, 1992

Participation

January 1st following date of employment. Participation was closed as of March 15, 2009.

Plan Freeze

Effective December 31, 2016 all accrued benefits were frozen.

Normal retirement

Eligibility

Age 65.

Benefit

Monthly benefit for life equal to one-twelfth of the sum of (a) and (b):

(a) The larger of

- (i) 1% of average compensation plus 0.58% of average compensation in excess of covered compensation, multiplied by years of service (to a maximum of 30 years).
- (ii) Frozen benefit on January 31, 1995, equal to 30% of average compensation amount (reduced by one twenty-fifth (1/25th) for each year of service less than 25 years).

(b) The prior plan benefit.

The accrued benefit for any participant will not be less than the benefit that had accrued as of December 31, 1991, based on the prior plan formula.

Early retirement

Eligibility

Age 55 with 10 years of service.

Benefit

If benefit (a)(i) applies, the benefit accrued on average compensation, covered compensation, and years of service as of the actual retirement date. If benefit (a)(ii) applies, the normal retirement benefit that would have accrued if active service had continued to normal retirement date, multiplied by the ratio of service to termination to the service that would have existed at normal retirement.

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Summary of Plan Provisions- Kaydon Salaried

The benefit is reduced if payments start prior to age 65. The reductions are 5/12% for each month before age 65. The prior plan benefit is reduced by 5/9% for each of the first 60 months and 5/18% for each of the next 60 months. Prior plan benefits set forth in Appendix "A" of the plan document are unreduced if the participant is age 60 and has completed 30 years of service.

Disability retirement

Eligibility

Ten years of service.

Benefit

Normal retirement benefit based on service participant would have completed had employment continued to normal retirement and compensation at time of disability. The benefit shall commence at the later of age 65 or following the last payment from the long term disability plan.

Deferred vested

Eligibility

Five years of service except for Cooper Bearing employees employed prior to December 20, 1992, who are eligible after two years of service.

Benefit

Same as early retirement benefit except for Cooper Bearing employees employed prior to December 20, 1992, who have the following vested percentages multiplied by the same early retirement benefit:

Years of Service	Vested Percentage
Less than 2 years	0%
2	20%
3	40%
4	60%
5	100%

Preretirement surviving spouse benefit

Eligibility

Eligible for a vested benefit.

Benefit

Upon the death of a participant eligible for a vested benefit, a monthly benefit is payable for the surviving spouse's lifetime. The amount of the benefit is equal to the participant's accrued benefit reduced for the form of payment and for early commencement if benefits are not deferred.

Normal form of payment

Single participant

Life annuity.

Married Participant

50% joint and survivor annuity. This benefit is the actuarial equivalent of the benefit payable as a life annuity.

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Summary of Plan Provisions- Kaydon Salaried

Optional forms of payment

- 10-year certain and life
- 100% joint and survivor
- 75% joint and survivor
- 66 2/3% joint and survivor
- Lump sum under \$10,000

Maximum benefit

Amounts as specified in IRC section 415, as amended by the Tax Reform Act of 1986, for a defined benefit plan.

Source of funds

The company pays the entire cost of the plan.

Definitions

Year of service

A plan year during which a participant completes one thousand hours of service. In year of hire or termination a partial year of service will be credited. The employee will receive 1/12 of a year of service for each month an hour of service is credited.

Compensation

Total cash compensation paid to an employee for services rendered plus the employee's incentive earnings.

Average compensation

Average compensation for the three highest consecutive calendar years during the 10 most recent calendar years.

Prior plan benefit

For certain highly compensated employees the benefit accrued as of December 31, 1988. For Cooper Bearing employees the benefit accrued as of December 19, 1992, under the Cooper Bearing Company Pension Plan. For all other employees the benefit accrued under the plan as of December 31, 1991.

Covered compensation

A year of birth table that is updated annually. The table is based on the 35-year average of Social Security wage bases, ending in the year that the participant attains (or will attain) Social Security retirement age.

Actuarial Equivalence

For lump sum purposes, mortality and interest rates as set in 417(e). For all other purposes, 1983 GAM weighted 75% male and 7.5% interest.

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Summary of Plan Provisions- Kaydon Salaried

Greeneville (currently no active participants)

Effective date

The effective date of adoption is February 3, 1972.

Participation

All employees who are members of the United Steelworkers of America AFL-CIO, Local Union No. 6884 participate in the plan.

Plan Freeze

Effective December 31, 2016 all accrued benefits were frozen.

Normal retirement

Eligibility

Age 65.

Benefit

\$27.00 per month multiplied by years of credited service (effective January 1, 2008). Prior benefit multipliers included \$22.00 effective January 1, 2001, \$23.00 effective January 1, 2002, \$24.00 effective January 1, 2003, \$25.00 effective January 1, 2004, and \$26.00 effective January 1, 2007.

Early retirement

Eligibility

Age 55 with 10 years of service.

Benefit

The normal retirement benefit based on service to date of retirement, but reduced 5/9 of 1% for the first 60 months and 5/18 of 1% for the next 60 months in which payments begin prior to age 65.

Total and permanent disability retirement

Eligibility

Age 40 with 10 years of service.

Benefit

Normal retirement benefit based on service to date of disability. Benefits commence after five months of disability.

Deferred vested

Eligibility

Five years of service.

Benefit

The accrued normal retirement benefit payable at age 65. Benefits may commence early with 10 years of service. Benefits are reduced for early commencement in the same manner as for early retirement.

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Summary of Plan Provisions- Kaydon Salaried

Pre-retirement surviving spouse benefit

Eligibility

Eligible for a vested benefit.

Benefit

Early retirement eligible

50% of the benefit the participant was entitled to receive under the early retirement provisions had he retired the day before his death and elected payment in the form of a 50% joint and survivor benefit. This benefit is payable for the life of the spouse.

Not early retirement eligible

50% of the benefit to which the participant was entitled under the plan provisions had the participant terminated employment on the date of death, survived to his earliest retirement age, and elected a postretirement joint and survivor annuity. This benefit is payable for the remaining lifetime of the spouse, beginning when the participant would have been eligible to retire early.

Definitions

Credited Service

Credited service is determined as follows:

Hours Credited	Credited Service
0 - 159	0.0
160 – 319	0.1
320 – 479	0.2
480 – 639	0.3
640 – 799	0.4
800 – 959	0.5
960 – 1,119	0.6
1,120 – 1,279	0.7
1,280 – 1,439	0.8
1,440 – 1,599	0.9
1,600 or more	1.0

Vesting Service

One year of vesting service is credited for each year a participant completes 1,000 or more hours of service.

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Summary of Plan Provisions- Kaydon Salaried

Normal form of payment

Single participant

Life annuity.

Married Participant

50% joint and survivor annuity. This benefit is the actuarial equivalent of the benefit payable as a life annuity.

Optional forms of payment

10-year certain and life

100% joint and survivor

75% joint and survivor

66 2/3% joint and survivor

Lump sum under \$10,000

Actuarial Equivalence

For lump sum purposes, the mortality table and interest rates as set in 417(e). For all other purposes, 1983 GAM, weighted 75% male and 7.5% interest.

Summary of Changes from the January 1, 2017 Valuation

- Baltimore plan benefit multiplier increased from \$42.50 to \$44.00 effective February 1, 2018. The change increased the 1/1/2018 Funding Target by approximately \$300K. As of 1/1/2018 the multipliers used for Baltimore plan for funding purposes is \$42.50 and \$44.00 for accounting purposes.
- ITI plan bargaining multiplier increases from \$37 to \$38 effective January 1, 2018, from \$38 to \$39 effective January 1, 2019 and from \$39 to \$40 effective January 1, 2020. The change increased the 1/1/2018 Funding Target by approximately \$20K. As of 1/1/2018 the multipliers used for ITI plan for funding purposes is \$38.00 and \$40.00 for accounting purposes.
- Effective 12/31/2017, the following plans were merged into the Pension Plan for Employees of SKF USA Inc. (EIN 23-1043740. /PN 001)
 - Hourly Employees Pension Plan of Kaydon Ring & Seal, Inc. - Baltimore Plant (EIN 31-1175662./PN 001)
 - Kaydon Corporation Retirement Plan (EIN 13-3186040./PN 001)
 - Hourly Employees Pension Plan of Industrial Tectonics Inc. (EIN 59-3114138./PN 008)
 - Hourly Employees Pension Plan of Kaydon Corporation (EIN 13-3186040./PN 003)
- In addition, effective 12/29/2017, Fabreeka International, Inc. Pension Plan (EIN 04-1296670./PN 001) was also merged into the Pension Plan for Employees of SKF USA Inc.
- As a result of the plan merger the Pension Plan for Employees of SKF USA funding target was increased by 142,836,843.

Attachment to 2018 Form 5500
Schedule H, line 4i - Schedule of Assets (Held at End of Year)

Plan Name	Pension Plan for Employees of SKF USA Inc.
Plan Sponsor's Name:	SKF USA Inc.
EIN:	23-1043740
Plan Number:	001

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) Cost	(e) Current Value
	KAYDON CORP MSTR TR	MASTER TRUST	743,297	743,297
	SKF USA INC. MASTER TRUST	MASTER TRUST	830,433,557	830,433,557

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Line 26 – Schedule of Frozen Active Participant Data

Attained Age	Years of Credited Service																				Total
	No.	Avg. Annual Benefit	No.	Avg. Annual Benefit	No.	Avg. Annual Benefit	No.	Avg. Annual Benefit	No.	Avg. Annual Benefit	No.	Avg. Annual Benefit	No.	Avg. Annual Benefit	No.	Avg. Annual Benefit	No.	Avg. Annual Benefit	No.	Avg. Annual Benefit	
Under 25																					
25 - 29			2		15																17
30 - 34			2		31	4,463	22	6,642	1												56
35 - 39			1		39	5,677	34	11,303	16		1										91
40 - 44					24	6,192	43	10,539	32	16,632	25	16,725	2								126
45 - 49					28	6,833	46	12,926	44	18,383	50	21,534	24	27,118	3						195
50 - 54					30	7,704	51	12,414	56	21,520	57	21,269	58	31,330	43	37,921	2				297
55 - 59			1		37	6,769	51	11,721	44	18,347	46	24,823	45	35,773	37	34,769	28	34,676	5		294
60 - 64					20	9,025	30	12,201	33	18,067	30	20,662	21	27,528	37	40,662	17		22	23,669	210
65 - 69					4		8		9		4		3		1		3		6		38
70 & up							2				1		1		1		1		1		7
Total			6		228		287		235		214		154		122		51		34		1,331

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Line 26 – Schedule of Hourly Accruing Active Participant Data

Attained Age	Years of Credited Service										Total
	Under 1	1 - 4	5 - 9	10 - 14	15 - 19	20 - 24	25 - 29	30 - 34	35 - 39	40 & up	
	No.	No.	No.	No.	No.	No.	No.	No.	No.	No.	No.
Under 25											
25 - 29		2		2							4
30 - 34		5	9	8							22
35 - 39		1	9	14	17						41
40 - 44		4	10	23	14	19					70
45 - 49		1	13	21	16	36	9	1			97
50 - 54		3	16	31	11	43	25	1	2		132
55 - 59		6	15	28	21	32	23	14	34	3	176
60 - 64		1	13	26	17	24	22	7	30	39	179
65 - 69		1	2	15	5	5	7	2	14	17	68
70 & up		1					1	1	1	6	10
Total		25	87	168	101	159	87	26	81	65	799

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Actuarial Assumptions and Methods

Prescribed Funding Assumptions and Methods

The following assumptions and methods are prescribed by ERISA.

Funding interest rates

For 2018 Plan Year: Segment Rates with four-month lookback, constrained in accordance with relevant legislation as follows:

	Unconstrained Rates*	Rates Reflecting Corridor**
First Segment Rate	1.75%	3.92%
Second Segment Rate	3.76%	5.52%
Third Segment Rate	4.66%	6.29%
Effective Rate	4.04%	5.69%

For 2017 Plan Year: Segment Rates with four-month lookback, constrained in accordance with relevant legislation as follows:

	Unconstrained Rates*	Rates Reflecting Corridor**
First Segment Rate	1.52%	4.16%
Second Segment Rate	3.80%	5.72%
Third Segment Rate	4.79%	6.48%
Effective Rate	4.09%	5.89%

* Used for maximum tax-deduction purposes and PBGC 4010 purposes.

** Used for minimum funding and benefit restriction purposes.

Mortality

Mortality tables mandated by PPA as specified in IRS Regulation 1,430(h)(3)-1¹, applied on a fully generational basis.

Regulations issued in October 2017 revised the underlying mortality tables and mortality improvement scales applicable to funding and PBGC purposes from the RP-2000 tables with Mortality Improvement Scale AA to the RP-2014 tables with Mortality Improvement Scale MP-2016. The new tables are effective for 2018 and later plan years and can be applied on a fully generational or static basis; however, the plan sponsor may opt to delay the use of the new tables for funding purposes until the 2019 plan year. For this plan, the option was applied, therefore the new tables will not be used until the 2019 plan year.

Actuarial cost method

The funding Target is the present value of accrued benefits based on compensation and service to date. The Target Normal cost is the present value of benefits expected to be accrued during the current plan year, reflecting the effect of expected compensation increases during the year and including expected plan related expenses to be paid from plan assets during the year.

¹ Based on the option under 1.430(h)(3)-1(f)(2) to defer the updated mortality basis to 2019.

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Actuarial Assumptions and Methods

Non-Prescribed Funding Assumptions and Methods¹

Based on the results of an experience study completed during 2017, the following assumptions were selected by the plan's enrolled actuary. The asset valuation method was selected by the plan sponsor with the actuary's advice and is an acceptable method under PPA.

Salary increases

N/A

Frequency of optional payment forms (Current Year)

- SKF

50% of active participants are assumed to elect a full lump sum form of payment, 25% are assumed to elect a single life annuity and 25% are assumed to elect a 100% J&S annuity.

- Lincoln and Legacy Kaydon plans

For all other plan participants, 50% of active participants are assumed to elect a single life annuity and 50% are assumed to elect a 100% J&S annuity.

Frequency of optional payment forms (Prior Year)

- SKF

50% of active participants are assumed to elect a full lump sum form of payment, 30% are assumed to elect a single life annuity and 20% are assumed to elect a 75% J&S annuity. 40% of deferred vested participants are assumed to elect a 75% J&S annuity, and 60% are assumed to elect a single life annuity.

- Lincoln

60% are assumed to elect a single life annuity, 20% are assumed to elect a 66.67% J&S annuity, and 20% are assumed to elect a 100% J&S annuity.

Marital percentage (Current Year)

80% of male participants and 50% of female participants are assumed to be married with husbands assumed to be 3 years older than their wives.

Marital percentage (Prior Year)

- SKF

80% of male participants and 50% of female participants are assumed to be married with husbands assumed to be 3 years older than their wives.

- Lincoln

85% of male participants and 85% of female participants are assumed to be married with husbands assumed to be 3 years older than their wives.

Lump Sum conversion

Lump sums are converted by applying annuity substitution principles using the funding interest rates and the 2018 Applicable Mortality Table prescribed under Section 417(e)(3)(B) of the Code.

¹ Prior year assumptions for Kaydon plans can be found in the individual Kaydon plans prior year reports.

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Actuarial Assumptions and Methods

Non-Prescribed Funding Assumptions and Methods (continued) ¹

Expenses

Expected plan related expenses of \$3,272,000 were added to the Target Normal Cost²

Retirement rates

Current Year		Prior Year		
Age	Rate	Age	Salaried	Hourly
<55 ³	0.00%	<55 ⁴	5.00%	5.00%
55-58	5.00	55	4.00	5.00
59	6.00	56-58	4.00	7.00
60	7.00	59	5.00	7.00
61	12.00	60	5.00	10.00
62-64	20.00	61	10.00	15.00
65	30.00	62	20.00	30.00
66-69	25.00	63	15.00	20.00
70+	100.00	64-65	25.00	20.00
		66-68	30.00	20.00
		69	30.00	40.00
		70+	100.00	100.00

Assumed commencement age for current and future terminated vested participants

The later of current age or age 62.

Withdrawal rates for active participants not eligible for retirement⁵

Current Year				Prior Year		Prior Year	
				SKF Hourly		SKF Salaried and Lincoln	
Age	Rates	Service (years)	Select rates	Age	Ultimate rates (5+ years of service)	Age	Rate
20-24	12.00%	<1	22.00%	25	10.00%	25	7.00%
25-29	10.00	1-2	18.00	30	6.00	30	6.00
30-34	8.00	2-3	10.00	35	4.00	35	4.00
35-39	6.00	3-4	8.00	40	3.00	40	4.00
40-44	5.00	4-5	6.00	45	3.00	45	4.00
45-49	4.00			50	3.00	50	4.00
50-54	4.00			55+	3.00	55+	3.00
55-59	4.00						
60-64	6.00						

¹ Prior year assumptions for Kaydon plans can be found in the individual prior year reports.

² The expense load is calculated as the prior year actual expenses minus the PBGC premium paid in the prior year plus the expected PBGC premium to be paid in the current year.

³ SKF salaried participants are eligible to retire prior to attaining age 55 only upon attainment of 30 years of service.

⁴ Participants are assumed to retire prior to attaining age 55 only upon attainment of 30 years of service.

⁵ Kaydon Baltimore and SKF Seneca participants are assumed to 100% withdraw in 2019.

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Actuarial Assumptions and Methods

Non-Prescribed Funding Assumptions and Methods (continued) ¹

Disability rates

Current Year			Prior Year				Prior Year	
All Participants			SKF Participants				Lincoln	
Age	Rates		Salaried		Hourly		Male	Female
	Male	Female	Male	Female	Male	Female		
25	0.01%	0.01%	0.03%	0.07%	0.03%	0.07%	0.10%	0.20%
30	0.01	0.01	0.03	0.07	0.03	0.07	0.11	0.22
35	0.01	0.02	0.03	0.07	0.03	0.07	0.11	0.22
40	0.02	0.03	0.09	0.18	0.09	0.18	0.17	0.33
45	0.04	0.06	0.24	0.49	0.24	0.49	0.17	0.33
50	0.08	0.10	0.47	0.93	0.47	0.93	0.34	0.68
55	0.17	0.16	0.81	1.63	0.81	1.63	0.34	0.68
56	0.19	0.17	0.90	1.81	0.90	1.81	0.34	0.68
57	0.22	0.19	0.99	1.99	0.99	1.99	0.34	0.68
58	0.24	0.20	1.08	2.17	1.08	2.17	0.34	0.68
59	0.26	0.21	1.17	2.34	1.17	2.34	0.34	0.68
60	0.29	0.23	1.26	2.51	1.26	2.51	1.08	2.16
61	0.32	0.24	1.34	2.69	1.34	2.69	1.08	2.16
62	0.35	0.25	1.43	2.86	1.43	2.86	1.08	2.16
63	0.38	0.26	1.52	3.03	1.52	3.03	1.08	2.16
64	0.41	0.27	1.60	3.21	1.60	3.21	1.08	2.16
65+	0.00	0.00	0.00	0.00	0.00	0.00	1.08	2.16

Asset valuation method

The Actuarial Value of Assets is Market Value as of the valuation date, including discounted receivable contributions, reduced by 2/3 and 1/3 of the gain/(loss) in the prior two quarters, respectively. The gain/(loss) for each period is determined as the actual return on Market Value during the period less the expected return on Market Value based on an assumed earnings rate chosen by the plan administrator but required by PPA to be not greater than the applicable third segment rate. The resulting value is constrained to be within a corridor of 90% to 110% of Market Value, including discounted receivable contributions.

¹ Prior year assumptions for Kaydon plans can be found in the individual Kaydon plans prior year reports.

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Part V- Actuarial Assumptions and Methods

Non-Prescribed Funding Assumptions and Methods (continued) ¹

	EA's Expected Return	Third Segment Rate	Reflecting PPA Limit
2018 Expected Return	6.00%	6.29%	6.29%
2017 Expected Return	7.50%	6.48%	6.48%
2016 Expected Return	7.50%	6.65%	6.65%

The EA's Expected Return is based on the plan's asset allocation and forward-looking expected rates of return by asset category provided by the plan's investment consultant.

Future actuarial measurements

Future actuarial measurements may differ significantly from current measurements due to plan experience differing from that anticipated by the economic and demographic assumptions, changes expected as part of the natural operation of the methodology used for these measurements, and changes in plan provisions, applicable law or regulations. An analysis of the potential range of such future differences is beyond the scope of this report.

Summary of Changes from the January 1, 2017 Valuation

- The interest rates, mortality tables², and Lump sum conversion mortality table were updated to those applicable to the current year in accordance with relevant legislation. These changes increased the Funding Target by approximately \$33.0M.
- The administrative expenses added to the Target Normal cost changed from \$2,136,000 to \$3,272,000 to better reflect anticipated plan experience.
- As part of the incorporation of the Kaydon plans into SKF an experience study was performed which led the actuary to change the following demographic assumptions in order to better reflect anticipated plan experience:
 - The retirement, termination, and disability rates.
 - Frequency of optional form of payment elections.
 - Marital percentage.

These changes in aggregate decreased the Funding Target by \$5.2M.

- All Seneca plant participants are assumed to terminate/retire effective 7/1/2019 due to anticipated plant closing.
- The expected return on assets assumption was changed from 7.50% in 2017 to 6.00% in 2018. This long term assumption was changed due to the increase in fixed income holdings in the portfolio over the last several years.
- The Actuarial Value of Asset Method for the SKF plan was changed from smoothing the prior two quarters' gain/(loss) to smoothing the prior two years' gain/(loss). This method change increased the Actuarial Value of Assets approximately \$12.5M

¹ Prior year assumptions for Kaydon plans can be found in the individual Kaydon plans prior year reports.

² Based on the option under 1.430(h)(3)-1(f)(2) to defer the updated mortality basis to 2019.

Pension Plan for Employees of SKF USA Inc.
EIN/PN: 23-1043740 / 001

Schedule SB, Line 25- Method Change

The Actuarial Value of Asset Method for the SKF plan was changed from smoothing the prior two quarters' gain/(loss) to smoothing the prior two years' gain/(loss). This method change increased the Actuarial Value of Assets approximately \$12.5M.

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Line 24 - Change in Actuarial Assumptions

- The administrative expenses added to the Target Normal cost changed from \$2,136,000 to \$3,272,000 to better reflect anticipated plan experience.
- As part of the incorporation of the Kaydon plans into SKF an experience study was performed which led the actuary to change the following demographic assumptions in order to better reflect anticipated plan experience:
 - The retirement, termination, and disability rates.
 - Frequency of optional form of payment elections.
 - Marital percentage.

These changes in aggregate decreased the Funding Target by \$5.2M.

- The expected return on assets assumption was changed from 7.50% in 2017 to 6.00% in 2018. This long term assumption was changed due to the increase in fixed income holdings in the portfolio over the last several years.
- All Seneca plant participants are assumed to terminate/retire effective 7/1/2019 due to anticipated plant closing. This change decreased the Funding Target by approximately \$325K.
- The Actuarial Value of Asset Method for the SKF plan was changed from smoothing the prior two quarters' gain/(loss) to smoothing the prior two years' gain/(loss). This method change increased the Actuarial Value of Assets approximately \$12.5M

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Line 22- Description of Weighted Average Retirement Age

This table calculates the weighted average retirement age for all active persons in the plan

(1) Age	(2) Expected Active Headcount	(3) Retirement Rate	(4) Expected Retirements (2)*(3)	(5) Weighted Age (1)*(4)
48	428.7925	0.0003	0.1458	6.9993
49	475.9839	0.0007	0.3208	15.7176
50	525.0680	0.0013	0.6846	34.2322
51	568.3836	0.0021	1.1740	59.8731
52	621.7236	0.0027	1.6481	85.7001
53	678.5208	0.0045	3.0310	160.6422
54	754.7002	0.0059	4.4721	241.4907
55	809.9339	0.0512	41.4932	2,282.1236
56	859.5769	0.0506	43.4908	2,435.4861
57	907.5102	0.0485	44.0303	2,509.7267
58	920.3002	0.0500	46.0001	2,668.0039
59	954.9629	0.0590	56.3341	3,323.7107
60	992.2632	0.0739	73.3753	4,402.5183
61	1,020.4112	0.1238	126.3294	7,706.0911
62	960.7484	0.2012	193.2840	11,983.6105
63	829.7368	0.2026	168.1011	10,590.3715
64	713.5379	0.2050	146.2637	9,360.8770
65	604.8229	0.3128	189.1919	12,297.4738
66	449.5548	0.2600	116.8745	7,713.7137
67	349.1828	0.2581	90.1092	6,037.3160
68	268.0193	0.2645	70.8947	4,820.8429
69	209.5255	0.2582	54.0905	3,732.2470
70	163.1175	1.0000	163.1175	11,418.2239
71	9.0000	1.0000	9.0000	639.0000
72	0.0000	1.0000	0.0000	0.0000
73	1.0000	1.0000	1.0000	73.0000
74	2.0000	1.0000	2.0000	148.0000
75	0.0000	1.0000	0.0000	0.0000
76	1.0000	1.0000	1.0000	76.0000
Total			1,647.4566	104,822.9920
Weighted Average Retirement Age = 104,822.992 / 1,647.4566				63.63

Rounded Weighted Average Retirement Age

64

Note to Column 2: The Expected Active Headcount for each age includes persons who are eligible to retire and persons who are not eligible to retire at each age.

Note to Column 3: At each age, these retirement rates are a weighted average of the rates shown in Attachment to Part V for active participants eligible to retire at the age and zero for all other active participants.

General note: The table presents values rounded to fewer significant digits than used in the calculation.

Pension Plan for Employees of SKF USA Inc.

EIN/PN: 23-1043740 / 001

Schedule SB, Line 13 – Explanation of Discrepancy in Prior Year Funding Standard Carryover Balance or Prefunding Balance

Due to a plan merger¹, the 2018 end of year prefunding balance (Line 13(b) of the 2018 Schedule SB), has been adjusted to \$18,607,159. A table detailing the development of this value is below.

¹ Effective 12/31/2017, participants previously covered under the following plans are now covered under the Pension Plan for Employees of SKF USA Inc. (EIN 23-1043740. /PN 001)

- Hourly Employees Pension Plan of Kaydon Ring & Seal, Inc. - Baltimore Plant (EIN 31-1175662./PN 001)
- Kaydon Corporation Retirement Plan (EIN 13-3186040./PN 001)
- Hourly Employees Pension Plan of Industrial Tectonics Inc. (EIN 59-3114138./PN 008)
- Hourly Employees Pension Plan of Kaydon Corporation (EIN 13-3186040./PN 003)

In addition, effective 12/29/2017, participants from Fabreeka International, Inc. Pension Plan (EIN 04-296670/PN 001) are now covered under the Pension Plan for Employees of SKF USA Inc.

Pension Plan for Employees of SKF USA Inc.
EIN/PN: 23-1043740 / 001

Schedule SB, Line 13 – Explanation of Discrepancy in Prior Year Funding Standard Carryover Balance or Prefunding Balance

	SKF	Baltimore	Fabreeka	ITI	Muskegon	Kay Sal
Plan Name	Pension Plan for Employees of SKF USA Inc.	Hourly Employees Pension Plan of Kaydon Ring & Seal, Inc. - Baltimore Plant	Fabreeka International, Inc. Pension Plan	Hourly Employees Pension Plan of Industrial Tectonics Inc.	Hourly Employees Pension Plan of Kaydon Corporation	Kaydon Corporation Retirement Plan
Employer Identification Number (EIN)	23-1043740	31-1175662	04-1296670	59-3114138	13-3186040	13-3186040
Plan Number (PN)	001	001	001	008	003	001
Line 7. Balance at the beginning of prior year after applicable adjustments (line 13 from prior year)						
a. Carryover balance (COB)	-	-	-	-	-	-
b. Prefunding balance (PFB)	-	2,766,153	-	71,768	3,404,661	10,363,539
Line 8. Portion elected for use to offset prior year's funding requirement (line 35 from prior year)						
a. Carryover balance (COB)	-	-	-	-	-	-
b. Prefunding balance (PFB)	-	-	-	-	-	-
Line 9. Amount remaining (line 7 minus line 8)						
a. Carryover balance (COB)	-	-	-	-	-	-
b. Prefunding balance (PFB)	-	-	-	-	-	-
Line 10. Interest on line 9 using prior year's actual return of 12.05%						
a. Carryover balance (COB)	-	-	-	-	-	-
b. Prefunding balance (PFB)	-	333,321	-	8,648	410,262	1,248,806
Line 11. Prior year's excess contributions to be added to prefunding balance:						
a. Carryover balance (COB)	-	-	-	-	-	-
b. Prefunding balance (PFB)	-	-	-	-	-	-
Line 12. Other reductions in balances due to elections or deemed elections						
a. Carryover balance (COB)	-	-	-	-	-	-
b. Prefunding balance (PFB)	-	-	-	-	-	-
Line 13. Balance at beginning of current year (before Merger)						
a. Carryover balance (COB)	-	-	-	-	-	-
b. Prefunding balance (PFB)	-	3,099,474	-	80,416	3,814,923	11,612,345
Line 13. Balance at beginning of current year (After Merger)						
a. Carryover balance (COB)	-	-	-	-	-	-
b. Prefunding balance (PFB)	18,607,159	-	-	-	-	-

Form 5500Department of the Treasury
Internal Revenue ServiceDepartment 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 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. 1510-0110
1510-0089**2018****This Form is Open to Public Inspection****Part I Annual Report Identification Information**For calendar plan year 2018 or fiscal plan year beginning **01/01/2018** and ending **12/31/2018**

- 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 instr.)
- B** This return/report is: ☒ a single-employer plan ☐ a DFE (specify) _____
- ☐ 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
PENSION PLAN FOR EMPLOYEES OF SKF USA INC.**1b** Three-digit plan number (PN) ▶ **001****1c** Effective date of plan
12/10/1950**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)
SKF USA INC.**2b** Employer Identification Number (EIN)
-*3740**2c** Plan Sponsor's telephone number
267-436-6875**2d** Business code (see instructions)
336300

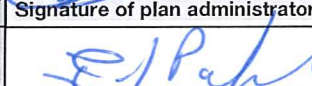
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PA 19446-0352

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		10/10/19	RAYMOND EAMES, DIRECTOR BENEFITS
	Signature of plan administrator	Date	Enter name of individual signing as plan administrator
SIGN HERE		10/10/19	Terry Papinuk, Treasurer
	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

For Paperwork Reduction Act Notice, see the Instructions for Form 5500.

Form 5500 (2018)
v. 171027

**SCHEDULE SB
(Form 5500)**Department of the Treasury
Internal Revenue ServiceDepartment of Labor
Employee Benefits Security Administration

Pension Benefit Guaranty Corporation

**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

2018**This Form Is Open to Public
Inspection**For calendar plan year 2018 or fiscal plan year beginning 01/01/2018 and ending 12/31/2018▶ **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 PENSION PLAN FOR EMPLOYEES OF SKF USA INC.		B Three-digit plan number (PN) ▶	001
C Plan sponsor's name as shown on line 2a of Form 5500 or 5500-SF SKF USA INC.		D Employer Identification Number (EIN) 23-1043740	
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>2018</u>			
2 Assets:			
a Market value.....		2a	947,315,798
b Actuarial value.....		2b	915,268,495
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.....	5,775	498,995,061	498,995,061
b For terminated vested participants.....	1,298	71,247,532	71,247,532
c For active participants.....	2,130	222,127,258	231,164,641
d Total.....	9,203	792,369,851	801,407,234
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	5.69%	
6 Target normal cost.....	6	5,705,342	

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**

Signature of actuary

Gerald E. Hopper

Type or print name of actuary

Buck Global, LLC

Firm name

200 Berwyn Park, Suite 110

Berwyn PA 19312-1178

Address of the firm

10/3/2019

Date

1703618

Most recent enrollment number

610-647-6400

Telephone number (including area code)

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, see the Instructions for Form 5500 or 5500-SF.

Schedule SB (Form 5500) 2018
v. 171027

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>12.05%</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).....		0
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>5.89%</u>		0
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.....		0
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	18,607,159

Part III Funding Percentages

14 Funding target attainment percentage	14	111.88%
15 Adjusted funding target attainment percentage.....	15	114.20%
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	114.46%
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

(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	(4) 4th

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

21 Discount rate:				
a Segment rates:	1st segment: 3.92 %	2nd segment: 5.52 %	3rd segment: 6.29 %	☐ N/A, full yield curve used
b Applicable month (enter code).....				21b 4
22 Weighted average retirement age				22 64
23 Mortality table(s) (see instructions)	Prior regulation:	☐ Prescribed - combined	☒ Prescribed - separate	☐ Substitute
	Current regulation:	☐ 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	5,705,342	
b Excess assets, if applicable, but not greater than line 31a	31b	5,705,342	
32 Amortization installments:			
a Net shortfall amortization installment.....	Outstanding Balance	Installment	
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		
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