

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). ▶ Complete all entries in accordance with the instructions to the Form 5500.	OMB Nos. 1210-0110 1210-0089 2021 This Form is Open to Public Inspection
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Part I	Annual Report Identification Information
For calendar plan year 2021 or fiscal plan year beginning <u>07/01/2021</u> and ending <u>06/30/2022</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 ☐ an amended return/report ☐ the final 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 ☐ special extension (enter description) ☐ automatic extension ☐ the DFVC program
E	If this is a retroactively adopted plan permitted by SECURE Act section 201, check here. ▶ ☐

Part II	Basic Plan Information—enter all requested information
1a	Name of plan <u>RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD</u>
1b	Three-digit plan number (PN) ▶ <u>001</u>
	1c Effective date of plan <u>07/01/1968</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>BLOCK DISTRIBUTING PARTNERS, LTD.</u> <u>6511 TRI COUNTY PARKWAY</u> <u>SCHERTZ, TX 78154</u>
2b	Employer Identification Number (EIN) <u>76-0515846</u>
2c	Plan Sponsor's telephone number <u>800-282-3548</u>
2d	Business code (see instructions) <u>424800</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.	04/10/2023	DENNIS BASHUK
	Signature of plan administrator	Date	Enter name of individual signing as plan administrator
SIGN HERE			
	Signature of employer/plan sponsor	Date	Enter name of individual signing as employer or plan sponsor
SIGN HERE			
	Signature of DFE	Date	Enter name of individual signing as DFE

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

Form 5500 (2021)
v. 210624

3a Plan administrator's name and address ☒ Same as Plan Sponsor		3b Administrator's EIN	
		3c Administrator's telephone number	
4 If the name and/or EIN of the plan sponsor 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	217
6 Number of participants as of the end of the plan year unless otherwise stated (welfare plans complete only lines 6a(1) , 6a(2) , 6b , 6c , and 6d).			
a(1) Total number of active participants at the beginning of the plan year.....		6a(1)	100
a(2) Total number of active participants at the end of the plan year		6a(2)	97
b Retired or separated participants receiving benefits.....		6b	16
c Other retired or separated participants entitled to future benefits		6c	89
d Subtotal. Add lines 6a(2) , 6b , and 6c		6d	202
e Deceased participants whose beneficiaries are receiving or are entitled to receive benefits.		6e	6
f Total. Add lines 6d and 6e		6f	208
g Number of participants with account balances as of the end of the plan year (only defined contribution plans complete this item)		6g	
h Number of participants who terminated employment during the plan year with accrued benefits that were less than 100% vested		6h	0
7 Enter the total number of employers obligated to contribute to the plan (only multiemployer plans complete this item).....		7	
8a If the plan provides pension benefits, enter the applicable pension feature codes from the List of Plan Characteristics Codes in the instructions: 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	
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 2021 Form M-1 annual report. If the plan was not required to file the 2021 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 2021 This Form is Open to Public Inspection
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For calendar plan year 2021 or fiscal plan year beginning 07/01/2021 and ending 06/30/2022

▶ **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>RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD</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>BLOCK DISTRIBUTING PARTNERS, LTD.</u>	D Employer Identification Number (EIN) <u>76-0515846</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>07</u> Day <u>01</u> Year <u>2021</u>	
2 Assets:	
a Market value	2a <u>26066479</u>
b Actuarial value	2b <u>23459832</u>
3 Funding target/participant count breakdown	
a For retired participants and beneficiaries receiving payment.....	(1) Number of participants <u>20</u> (2) Vested Funding Target <u>2464917</u> (3) Total Funding Target <u>2464917</u>
b For terminated vested participants.....	<u>97</u> <u>4683791</u> <u>4683791</u>
c For active participants	<u>100</u> <u>15360305</u> <u>15360305</u>
d Total.....	<u>217</u> <u>22509013</u> <u>22509013</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>5.56</u> %
6 Target normal cost.....	
a Present value of current plan year accruals.....	6a <u>707781</u>
b Expected plan-related expenses	6b <u>240000</u>
c Total (line 6a + line 6b)	6c <u>947781</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>11/04/2022</u> Date
Signature of actuary		<u>20-05775</u> Most recent enrollment number
<u>PAUL W. FOLEY, A.S.A., E.A.</u> Type or print name of actuary		<u>508-903-6016</u> Telephone number (including area code)
<u>TRANSAMERICA</u> Firm name		
<u>PO BOX 428</u> <u>CEDAR RAPIDS, IA 52406-0428</u> Address of the firm		

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

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

Schedule SB (Form 5500) 2021
v. 201209

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	3094164
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	3094164
10 Interest on line 9 using prior year's actual return of <u>32.79</u> %	0	1014576
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>5.35</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	4108740

Part III Funding Percentages

14 Funding target attainment percentage	14	85.97 %
15 Adjusted funding target attainment percentage	15	104.22 %
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	81.14 %
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
07/07/2021	46176		12/03/2021	165000	
08/04/2021	165000		01/06/2022	165000	
08/09/2021	165000		02/03/2022	165000	
09/03/2021	165000		03/07/2022	165000	
10/06/2021	165000		04/05/2022	165000	
11/03/2021	165000		05/05/2021	165000	
Totals ▶			18(b)	2026176	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	1975834

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
0	0	0	0

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)		
8 Portion elected for use to offset prior year's funding requirement (line 35 from prior year)		
9 Amount remaining (line 7 minus line 8)		
10 Interest on line 9 using prior year's actual return of _____%		
11 Prior year's excess contributions to be added to prefunding balance:		
a Present value of excess contributions (line 38a from prior year)		
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 _____%		
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		
d Portion of (c) to be added to prefunding balance		
12 Other reductions in balances due to elections or deemed elections		
13 Balance at beginning of current year (line 9 + line 10 + line 11d – line 12)		

Part III Funding Percentages

14 Funding target attainment percentage	14	%
15 Adjusted funding target attainment percentage	15	%
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	%
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
06/03/2022	165000				
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	
b Contributions made to avoid restrictions adjusted to valuation date	19b	
c Contributions allocated toward minimum required contribution for current year adjusted to valuation date	19c	

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: 4.75 %	2nd segment: 5.36 %	3rd segment: 6.11 %	☐ N/A, full yield curve used
b Applicable month (enter code)				21b 4
22 Weighted average retirement age				22 62
23 Mortality table(s) (see instructions) ☐ Prescribed - combined ☒ Prescribed - separate ☐ Substitute				

Part VI Miscellaneous Items

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

Part VII Reconciliation of Unpaid Minimum Required Contributions For Prior Years

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

Part VIII Minimum Required Contribution For Current Year

31 Target normal cost and excess assets (see instructions):			
a Target normal cost (line 6c).....	31a	947781	
b Excess assets, if applicable, but not greater than line 31a	31b	0	
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	947781	
	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	947781	
37 Contributions allocated toward minimum required contribution for current year adjusted to valuation date (line 19c)	37	1975834	
38 Present value of excess contributions for current year (see instructions)			
a Total (excess, if any, of line 37 over line 36)	38a	1028053	
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
		2021
		This Form is Open to Public Inspection.

For calendar plan year 2021 or fiscal plan year beginning 07/01/2021 and ending 06/30/2022		
A Name of plan RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD	B Three-digit plan number (PN) ▶	001
C Plan sponsor's name as shown on line 2a of Form 5500 BLOCK DISTRIBUTING PARTNERS, LTD.	D Employer Identification Number (EIN) 76-0515846	

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
FROST BANK
74-2331194
(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)

TRANSAMERICA RETIREMENT SOLUTIONS

13-3689044

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
11 50	ACTUARY	34990	Yes ☐ No ☒	Yes ☐ No ☐		Yes ☐ No ☐

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

FROST BANK

74-2331194

(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?
15 50	TRUSTEE	39432	Yes ☐ No ☒	Yes ☐ No ☐		Yes ☐ No ☐

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

CUNDIFF ROGERS & SOLT PC

74-2517804

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
10 50	AUDITOR	12000	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: CUNDIFF ROGERS & SOLT P.C.**b** EIN: 74-2517804**c** Position: AUDITOR**d** Address: 6243 W IH 10, SUITE 603
SAN ANTONIO, TX 78201**e** Telephone:

Explanation: THEY SOLD THEIR BUSINESS TO BURKHART AND RAY RETIRED.

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

Explanation:

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

Explanation:

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

Explanation:

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

Explanation:

SCHEDULE H (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Financial Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA), and section 6058(a) of the Internal Revenue Code (the Code). ► File as an attachment to Form 5500.	OMB No. 1210-0110 2021 This Form is Open to Public Inspection
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For calendar plan year 2021 or fiscal plan year beginning 07/01/2021 and ending 06/30/2022		
A Name of plan RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD	B Three-digit plan number (PN) ►	001
C Plan sponsor's name as shown on line 2a of Form 5500 BLOCK DISTRIBUTING PARTNERS, LTD.	D Employer Identification Number (EIN) 76-0515846	

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)	118824	0
(2) Participant contributions.....	1b(2)		
(3) Other	1b(3)	20211	35458
c General investments:			
(1) Interest-bearing cash (include money market accounts & certificates of deposit)	1c(1)	727238	50360
(2) U.S. Government securities	1c(2)		
(3) Corporate debt instruments (other than employer securities):			
(A) Preferred	1c(3)(A)		
(B) All other	1c(3)(B)		
(4) Corporate stocks (other than employer securities):			
(A) Preferred	1c(4)(A)		
(B) Common	1c(4)(B)		
(5) Partnership/joint venture interests	1c(5)		
(6) Real estate (other than employer real property)	1c(6)		
(7) Loans (other than to participants)	1c(7)		
(8) Participant loans	1c(8)		
(9) Value of interest in common/collective trusts	1c(9)		
(10) Value of interest in pooled separate accounts	1c(10)		
(11) Value of interest in master trust investment accounts	1c(11)		
(12) Value of interest in 103-12 investment entities	1c(12)		
(13) Value of interest in registered investment companies (e.g., mutual funds)	1c(13)	25200443	22130488
(14) Value of funds held in insurance company general account (unallocated contracts).....	1c(14)		
(15) Other.....	1c(15)		

		(a) Beginning of Year	(b) End of Year
1d	Employer-related investments:		
(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	26066716 22216306
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	26066716 22216306

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.

		(a) Amount	(b) Total
Income			
a	Contributions:		
(1)	Received or receivable in cash from: (A) Employers	2a(1)(A)	2026176
	(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)	2026176
b	Earnings on investments:		
(1)	Interest:		
	(A) Interest-bearing cash (including money market accounts and certificates of deposit).....	2b(1)(A)	17905
	(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)	17905
(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)	4548303
	(B) Aggregate carrying amount (see instructions).....	2b(4)(B)	4725904
	(C) Subtract line 2b(4)(B) from line 2b(4)(A) and enter result	2b(4)(C)	-177601
(5)	Unrealized appreciation (depreciation) of assets: (A) Real estate	2b(5)(A)	
	(B) Other	2b(5)(B)	-4884899
	(C) Total unrealized appreciation of assets. Add lines 2b(5)(A) and (B)	2b(5)(C)	-4884899

		(a) Amount	(b) Total
(6) Net investment gain (loss) from common/collective trusts.....	2b(6)		
(7) Net investment gain (loss) from pooled separate accounts.....	2b(7)		
(8) Net investment gain (loss) from master trust investment accounts.....	2b(8)		
(9) Net investment gain (loss) from 103-12 investment entities.....	2b(9)		
(10) Net investment gain (loss) from registered investment companies (e.g., mutual funds).....	2b(10)		1554156
c Other income.....	2c		
d Total income. Add all income amounts in column (b) and enter total.....	2d		-1464263
Expenses			
e Benefit payment and payments to provide benefits:			
(1) Directly to participants or beneficiaries, including direct rollovers.....	2e(1)	2154769	
(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)		2154769
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)	46990	
(2) Contract administrator fees.....	2i(2)		
(3) Investment advisory and management fees.....	2i(3)		
(4) Other.....	2i(4)	184388	
(5) Total administrative expenses. Add lines 2i(1) through (4).....	2i(5)		231378
j Total expenses. Add all expense amounts in column (b) and enter total.....	2j		2386147
Net Income and Reconciliation			
k Net income (loss). Subtract line 2j from line 2d.....	2k		-3850410
l Transfers of assets:			
(1) To this plan.....	2l(1)		
(2) From this plan.....	2l(2)		

Part III Accountant's Opinion

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

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

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

b Check the appropriate box(es) to indicate whether the IQPA performed an ERISA section 103(a)(3)(C) audit. Check both boxes (1) and (2) if the audit was performed pursuant to both 29 CFR 2520.103-8 and 29 CFR 2520.103-12(d). Check box (3) if pursuant to neither.

(1) ☒ DOL Regulation 2520.103-8 (2) ☐ DOL Regulation 2520.103-12(d) (3) ☐ neither DOL Regulation 2520.103-8 nor DOL Regulation 2520.103-12(d).

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

(1) Name: BURKHART PETERSON, CPAS, PLLC

(2) EIN: 86-2317414

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.).....

	Yes	No	Amount
4a		X	

	Yes	No	Amount
b Were any loans by the plan or fixed income obligations due the plan in default as of the close of the plan year or classified during the year as uncollectible? Disregard participant loans secured by participant's account balance. (Attach Schedule G (Form 5500) Part I if "Yes" is checked.)			
4b		X	
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?	X		10000000
f Did the plan have a loss, whether or not reimbursed by the plan's fidelity bond, that was caused by fraud or dishonesty?		X	
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.)	X		
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.)	X		
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?		X	
4k		X	
l Has the plan failed to provide any benefit when due under the plan?		X	
4l		X	
m If this is an individual account plan, was there a blackout period? (See instructions and 29 CFR 2520.101-3.)			
4m			
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			

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 Was the plan a defined benefit plan covered under the PBGC insurance program at any time during this plan year? (See ERISA section 4021 and instructions.) ☒ Yes ☐ No ☐ Not determined
If "Yes" is checked, enter the My PAA confirmation number from the PBGC premium filing for this plan year 457415.

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 2021 This Form is Open to Public Inspection.
For calendar plan year 2021 or fiscal plan year beginning 07/01/2021 and ending 06/30/2022		
A Name of plan RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD		B Three-digit plan number (PN) ▶ 001
C Plan sponsor's name as shown on line 2a of Form 5500 BLOCK DISTRIBUTING PARTNERS, LTD.		D Employer Identification Number (EIN) 76-0515846
Part I	Distributions	
All references to distributions relate only to payments of benefits during the plan year.		
1 Total value of distributions paid in property other than in cash or the forms of property specified in the instructions.....		1 0
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): 74-2331194		
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 9
Part II	Funding Information (If the plan is not subject to the minimum funding requirements of section 412 of the Internal Revenue Code or ERISA section 302, skip this Part.)	
4 Is the plan administrator making an election under Code section 412(d)(2) or ERISA section 302(d)(2)? ☐ Yes ☐ No ☒ N/A If the plan is a defined benefit plan, go to line 8.		
5 If a waiver of the minimum funding standard for a prior year is being amortized in this plan year, see instructions and enter the date of the ruling letter granting the waiver. Date: Month _____ Day _____ Year _____ If you completed line 5, complete lines 3, 9, and 10 of Schedule MB and do not complete the remainder of this schedule.		
6 a Enter the minimum required contribution for this plan year (include any prior year accumulated funding deficiency not waived)		6a
b Enter the amount contributed by the employer to the plan for this plan year		6b
c Subtract the amount in line 6b from the amount in line 6a. Enter the result (enter a minus sign to the left of a negative amount).....		6c
If you completed line 6c, skip lines 8 and 9.		
7 Will the minimum funding amount reported on line 6c be met by the funding deadline? ☐ Yes ☐ No ☐ N/A		
8 If a change in actuarial cost method was made for this plan year pursuant to a revenue procedure or other authority providing automatic approval for the change or a class ruling letter, does the plan sponsor or plan administrator agree with the change? ☐ Yes ☐ No ☒ N/A		
Part III	Amendments	
9 If this is a defined benefit pension plan, were any amendments adopted during this plan year that increased or decreased the value of benefits? If yes, check the appropriate box. If no, check the "No" box..... ☐ Increase ☐ Decrease ☐ Both ☒ No		
Part IV	ESOPs (see instructions). If this is not a plan described under section 409(a) or 4975(e)(7) of the Internal Revenue Code, skip this Part.	
10 Were unallocated employer securities or proceeds from the sale of unallocated securities used to repay any exempt loan? ☐ Yes ☐ No		
11 a Does the ESOP hold any preferred stock? ☐ Yes ☐ No		
b If the ESOP has an outstanding exempt loan with the employer as lender, is such loan part of a "back-to-back" loan? (See instructions for definition of "back-to-back" loan.) ☐ Yes ☐ No		
12 Does the ESOP hold any stock that is not readily tradable on an established securities market? ☐ Yes ☐ No		
For Paperwork Reduction Act Notice, see the Instructions for Form 5500.		
Schedule R (Form 5500) 2021 v. 201209		

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 deferred vested and retired participants (inactive participants), as of the beginning of the plan year, whose contributing employer is no longer making contributions to the plan for:

a The current plan year. Check the box to indicate the counting method used to determine the number of inactive participants: ☐ last contributing employer ☐ alternative ☐ reasonable approximation (see instructions for required attachment).....

14a

b The plan year immediately preceding the current plan year. ☐ Check the box if the number reported is a change from what was previously reported (see instructions for required attachment).....

14b

c The second preceding plan year. ☐ Check the box if the number reported is a change from what was previously reported (see instructions for required attachment).....

14c

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

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

15a

b The corresponding number for the second preceding plan year

15b

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

a Enter the number of employers who withdrew during the preceding plan year

16a

b If line 16a is greater than 0, enter the aggregate amount of withdrawal liability assessed or estimated to be assessed against such withdrawn employers.....

16b

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

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

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

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

a Enter the percentage of plan assets held as:

Stock: _____% Investment-Grade Debt: _____% High-Yield Debt: _____% Real Estate: _____% Other: _____%

b Provide the average duration of the combined investment-grade and high-yield debt:

☐ 0-3 years ☐ 3-6 years ☐ 6-9 years ☐ 9-12 years ☐ 12-15 years ☐ 15-18 years ☐ 18-21 years ☐ 21 years or more

c What duration measure was used to calculate line 19(b)?

☐ Effective duration ☐ Macaulay duration ☐ Modified duration ☐ Other (specify): _____

- 20 PBGC missed contribution reporting requirements.** If this is a multiemployer plan or a single-employer plan that is not covered by PBGC, skip line 20.

a Is the amount of unpaid minimum required contributions for all years from Schedule SB (Form 5500) line 40 greater than zero? ☐ Yes ☒ No

b If line 20a is "Yes," has PBGC been notified as required by ERISA sections 4043(c)(5) and/or 303(k)(4)? Check the applicable box:

☐ Yes.

☐ No. Reporting was waived under 29 CFR 4043.25(c)(2) because contributions equal to or exceeding the unpaid minimum required contribution were made by the 30th day after the due date.

☐ No. The 30-day period referenced in 29 CFR 4043.25(c)(2) has not yet ended, and the sponsor intends to make a contribution equal to or exceeding the unpaid minimum required contribution by the 30th day after the due date.

☐ No. Other. Provide explanation _____

**RETIREMENT PLAN FOR EMPLOYEES OF
BLOCK DISTRIBUTING COMPANY, LTD.**

AUDITED FINANCIAL STATEMENTS

JUNE 30, 2022 AND 2021

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.

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Independent Auditor's Report

To the Trustees
Retirement Plan for Employees of Block Distributing Company, Ltd.

Report on the Financial Statements

We were engaged to audit the accompanying financial statements of the Retirement Plan for Employees of Block Distributing Company, Ltd. (the "Plan"), which comprise the statements of net assets available for benefits as of June 30, 2022 and 2021, and the related statements of changes in net assets available for benefits for the years then ended and the statement of accumulated plan benefits as of June 30, 2021, and the related statement of changes in accumulated plan benefits for the year then ended and the related notes to financial statements and supplemental schedules.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

Basis for Disclaimer of Opinion

As permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, the plan administrator instructed us not to perform, and we did not perform, any auditing procedures with respect to the information summarized in Note 3 which was certified by Frost Bank, the trustee of the Plan, except for comparing the information with the related information included in the financial statements and supplemental schedules. We have been informed by the plan administrator that the trustee holds the Plan's investment assets and executes investment transactions.

Burkhart Peterson, CPAs, PLLC
17422 O'Connor Road, Suite 100-CPA, San Antonio, Texas 78247
Phone (800) 889-2141 Fax (800) 889-2145

The plan administrator has obtained a certification from the trustee as of and for the years ended June 30, 2022 and 2021, that the information provided to the plan administrator by the trustee is complete and accurate.

Disclaimer of Opinion

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

Other Matter

The supplemental schedules Schedule H, Line 4i – schedule of assets held (at end of plan year) and Schedule H, Line 4j – schedule of assets acquired and disposed of within Plan year and Schedule H, Line 4j – schedule of reportable transactions as of the year ended June 30, 2022 and June 30, 2021, are required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974 and are presented for the purpose of additional analysis and are not a required part of the financial statements. Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph we do not express an opinion on the supplemental schedules referred to above.

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

The form and content of the information included in the financial statements and supplemental schedules, other than that derived from the information certified by the trustee, have been audited by us in accordance with auditing standards generally accepted in the United States of America and, in our opinion, are presented in compliance with the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974.

San Antonio, Texas
April 6, 2023

Burkhart Peterson, CPAs, PLLC

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.

STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS

	June 30,	
	2022	2021
<u>ASSETS</u>		
INVESTMENTS, AT FAIR VALUE (NOTES 2 & 3)		
MONEY MARKET FUND		
Invesco Stit Govt & Agcy-Instl	\$ 50,360	\$ 727,238
MUTUAL FUNDS		
Artisan High Income Fund	466,616	515,474
Cohen & Steers Institutional Realty Fd	948,589	1,001,278
Fidelity Conservative Inc Bond Fund	954,071	
Fidelity Emerging Markets Index Instl Prem	975,395	1,303,699
Frost Credit Fund Investor CL	268,053	289,628
Frost Growth Equity Fund Investor CL	2,447,063	3,372,305
Frost Low Duration Bond Fund Investor CL	891,943	941,547
Frost Total Return Bond Fund Investor CL	2,472,734	2,591,208
Harding Loevner Emerging Markets	294,555	525,064
Harding Loevner International Equity	829,049	1,071,080
Ishares S&P 500 Stk Index Fd	3,639,389	4,076,319
John Hancock Disciplined Mid Cap	1,343,613	1,647,502
Lazard International Equity	669,840	1,062,634
MFS Series Trust I Value Fund	2,712,336	2,805,580
Pimco Foreign Bond Fund Instl	674,523	502,828
T Rowe Price International Discovery Fund	570,936	956,908
T Rowe Price Mid Cap Growth Fund	1,302,666	1,746,126
Vanguard Small Cap Growth Adm	319,946	408,489
Victory Small Company Opportunity Fund	349,170	382,774
TOTAL INVESTMENTS	<u>22,180,847</u>	<u>25,927,681</u>
RECEIVABLES		
Accrued Contributions		118,824
Accrued Income	35,458	20,211
TOTAL RECEIVABLES	<u>35,458</u>	<u>139,035</u>
TOTAL ASSETS	<u>\$ 22,216,305</u>	<u>\$ 26,066,716</u>
<u>NET ASSETS AVAILABLE FOR BENEFITS</u>	<u>\$ 22,216,305</u>	<u>\$ 26,066,716</u>

The accompanying notes to financial statements and supplemental schedules are an integral part of this financial statement.

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.

STATEMENTS OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS

	YEARS ENDED	
	June 30,	
	2022	2021
<u>ADDITIONS</u>		
Investment income:		
Net appreciation (depreciation) in fair value of investments (Note 3)	\$ (5,062,502)	\$ 5,943,334
Dividend income	1,516,828	599,128
Interest Income	37,328	18,929
Other Income		-
Total investment income (loss)	(3,508,346)	6,561,391
Contributions:		
Employer	2,026,176	1,868,824
Total additions (subtractions)	(1,482,170)	8,430,215
<u>DEDUCTIONS</u>		
Benefits paid directly to participants	2,154,769	2,842,156
Administrative expenses	213,472	368,472
Total deductions	2,368,241	3,210,628
Net increase (decrease)	(3,850,411)	5,219,587
<u>NET ASSETS AVAILABLE FOR BENEFITS</u>		
Beginning of year	26,066,716	20,847,129
End of year	\$ 22,216,305	\$ 26,066,716

The accompanying notes to financial statements and supplemental schedules are an integral part of this financial statement.

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.

STATEMENT OF ACCUMULATED PLAN BENEFITS

	June 30, 2021
Actuarial present value of accumulated plan benefits - Note 2	
Vested accrued benefits:	
Participants currently receiving payments	\$ 2,423,226
Other participants	<u>25,505,049</u>
	27,928,275
Nonvested benefits	<u>0</u>
Total actuarial present value of accumulated plan benefits	<u><u>\$ 27,928,275</u></u>

Actuarial calculations are made at the beginning of the year.

The actuarial present value of accumulated plan benefits at June 30, 2022 was \$28,136,869.

The accompanying notes to financial statements and supplement schedules are an integral part of this financial statement.

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.

STATEMENT OF CHANGES IN ACCUMULATED PLAN BENEFITS

	June 30, 2021
Actuarial present value of accumulated plan benefits at beginning of year - Note 2	\$ 25,646,777
Increase (Decrease) during the year attributable to:	
Benefits accumulated	2,451,042
Passage of time	2,672,612
Benefits paid	(2,842,156)
Net Increase	<u>2,281,498</u>
Actuarial present value of accumulated plan benefits at end of year	<u>\$ 27,928,275</u>

Actuarial calculations are made at the beginning of the year.

The accompanying notes to financial statements and supplement schedules are an integral part of this financial statement.

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.

NOTES TO FINANCIAL STATEMENTS AND SUPPLEMENTAL SCHEDULES

JUNE 30, 2022 AND 2021

NOTE 1 - DESCRIPTION OF PLAN

The following brief description of the Retirement Plan for Employees of Block Distributing Company, Ltd. is provided for general information purposes only. Participants should refer to the Plan agreement for more complete information.

1. General

The Plan is a defined benefit pension plan covering all eligible employees of the sponsor, BG Distributing Partners, Ltd., LLP DBA Republic National Distributing Company. It is subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA).

The eligibility of the Plan was amended effective December 31, 2005 to prohibit any new Plan Participants. This will have the effect of lowering costs in the future as current Plan Participants terminate or retire.

2. Pension Benefits

There is no vesting for less than three years credited service. Participants with three years or more credited service are 100% vested.

At Normal Retirement Date, a Participant is fully vested upon attaining age 65. Upon attaining his Normal Retirement Date, a Participant is entitled to receive his Basic Monthly Pension. The Basic Monthly Pension payable to a Participant at his Normal Retirement Date is an amount equal to 45% of the Participant's Plan Compensation reduced by 10% for Credited Service for benefit accrual service less than 10 years, not to exceed \$3,000 per month payable in the normal form of a Basic Monthly Pension. Provided, however, with regard to Credited Service completed on and after July 1, 1996, the Basic Monthly Pension payable to a Participant at his Normal Retirement Date shall be reduced from 45% to 30% of the Participant's Plan Compensation, reduced by 5% for each year of Credited Service for benefit accrual purposes less than 20 years, with the maximum monthly benefit payable remaining at \$3,000 per month payable in the normal form of a Basic Monthly Pension. Finally, a Participant shall be entitled to a minimum benefit as of his Normal Retirement Date which shall not be less than the member's Accrued Benefit as of June 30, 1989, under the provisions of the Plan in effect as of that date.

Upon Disability Retirement, the Participant will receive the projected normal retirement benefit based on Average Monthly Compensation at date of disability and Benefit Service to Normal Retirement Date. For early commencement, the benefit shall be actuarially reduced for payment prior to age 65.

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.

NOTES TO FINANCIAL STATEMENTS AND SUPPLEMENTAL SCHEDULES

JUNE 30, 2022 AND 2021

NOTE 1 - DESCRIPTION OF PLAN (Continued)

2. Pension Benefits (Continued)

In the event of the death of a Participant prior to his Normal Retirement Date, his Beneficiary will receive the present value of the accrued benefit at date of death.

In the event of death of a Participant after his Normal Retirement Date and after his benefit payments have commenced, his beneficiary will receive the balance of any guaranteed payments due at the date of his death.

In the event of a Participant's termination of employment prior to Normal Retirement Date for reasons other than death or disability, the Participant will receive 100% of his Accrued Benefit commencing at Normal Retirement Date. If the lump sum value of the benefit is under \$10,000, or the Participant is over age 55, the lump sum value may be paid.

The normal form of benefit under the plan is a life annuity with 120 monthly payments guaranteed. The Plan provides that the Participant, with the consent of the Committee, may elect other forms of payment, such as a joint or survivor annuity or other annuity forms, lump sum distribution, periodic payments or a combination of methods. The Plan provides that married Participants must receive a 50% joint and survivor annuity, unless they elect otherwise.

NOTE 2 - SUMMARY OF ACCOUNTING POLICIES

The following are the significant accounting policies followed by the Plan:

1. Date of Management's Review

Subsequent events were evaluated through April 6, 2023, which is the date the financial statements were available to be issued.

2. Basis of Accounting

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

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.

NOTES TO FINANCIAL STATEMENTS AND SUPPLEMENTAL SCHEDULES

JUNE 30, 2022 AND 2021

NOTE 2 - SUMMARY OF ACCOUNTING POLICIES (Continued)

3. 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 disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

4. Valuation of Investments

The Plan's mutual funds are valued at fair market value at June 30, 2022 and 2021 using quoted market prices.

Net realized and unrealized appreciation (depreciation) is recorded in the accompanying statement of changes in net assets available for benefits as net appreciation (depreciation) in fair value of investments.

Brokerage fees are added to the acquisition costs of assets purchased and subtracted from the proceeds of assets sold.

5. 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 employees' compensation for the 5 consecutive years out of the last 10 years which produce the highest average. The accumulated plan benefits for active employees are based on their average compensation during the 10 years ending on the date as of which the benefit information is presented (the valuation date). Benefits payable under all circumstances – retirement, death, disability, and termination of employment – are included, to the extent they are deemed attributable to employee service rendered to the valuation date. Benefits to be provided via annuity contracts excluded from plan assets are excluded from accumulated plan benefits.

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.

NOTES TO FINANCIAL STATEMENTS AND SUPPLEMENTAL SCHEDULES

JUNE 30, 2022 AND 2021

NOTE 2 - SUMMARY OF ACCOUNTING POLICIES (Continued)

5. Actuarial Present Value of Accumulated Plan Benefits (Continued)

The actuarial present value of accumulated plan benefits is determined by an actuary from Transamerica and is that amount that results from applying actuarial assumptions to adjust the accumulated plan benefits to reflect the time value of money (through discounts for interest) and the probability of payment (by means of decrements such as for death, disability, withdrawal, or retirement) between the valuation date and the expected date of payment. The significant actuarial assumptions used in the valuations as of June 30, 2022 and 2021 were:

Actuarial Methods Assumptions

(A) Actuarial Cost Method

The actuarial cost method used to determine the target normal cost, target liability and required contribution amounts for the plan is the Traditional Unit Credit Actuarial Cost Method. Under this method, both the target normal cost and target liability are based on the annual accrual of benefits as accruals occur each year.

The target liability for each active plan participant is equal to the actuarial present value of the participant's accrued benefit as of the valuation date. The total target liability of the plan is equal to the sum of such liabilities as determined for each active participant plus the actuarial present value of benefits being paid, or due to be paid, to retirees, beneficiaries and former participants with deferred vested benefits.

The target normal cost for each active participant is equal to the actuarial present value of the benefit expected to be earned during the year starting on the valuation date. The total target normal cost of the plan is the sum of the target normal costs for each active plan participant.

All employees who are plan participants on a valuation date are included in the actuarial valuation.

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.

NOTES TO FINANCIAL STATEMENTS AND SUPPLEMENTAL SCHEDULES

JUNE 30, 2022 AND 2021

NOTE 2 -SUMMARY OF ACCOUNTING POLICIES (Continued)

5. Actuarial Present Value of Accumulated Plan Benefits (Continued)

Actuarial Methods Assumptions (Continued)

(B) Asset Valuation Method

The actuarial value of assets is equal to the market value of assets on the valuation date reduced by the sum of:

1. 66.67% of gains and losses of the prior year;
2. 33.33% of gains and losses of the second prior year;

Investment gains and losses are determined by the excess or deficiency of the expected return over the actual return on the market value (including employer contributions receivable for any given year. However, the expected return on assets may be limited by certain statutory interest rates.

The actuarial valuation of assets is further constrained to be not less than 90% or more than 110% of market value (including employer contributions receivable).

(C) Interest Rate Methods

Target Liability Interest Rates

Segment rates for March prior to the valuation date as adjusted in accordance with Code Section 430(h)(2)(C)(iv).

PBGC Interest Rates

Based on the alternative premium funding target and the Target Liability Interest Rates, unadjusted by Code Section 430(h)(2)(C)(iv).

Expected Investment Return/
ASC 960-20 Interest Rate

5.50% (unchanged)

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.

NOTES TO FINANCIAL STATEMENTS AND SUPPLEMENTAL SCHEDULES

JUNE 30, 2022 AND 2021

NOTE 2 -SUMMARY OF ACCOUNTING POLICIES (Continued)

5. Actuarial Present Value of Accumulated Plan Benefits (Continued)

Actuarial Methods Assumptions (Continued)

(D) Actuarial Assumptions

Valuation Mortality

Funding: Optional small plan mortality table in accordance with IRS Regulation 1.430(h)(3)-1 for the valuation year.

Accounting (ASC 960-20): PRI-2012 Employee Tables with the Retiree and Contingent Survivor Tables for annuitants projected forward with Scale MP-2020 (previously, projected forward with Scale MP-2019).

Lump Sum Conversion

Funding: The valuation adjusted segmented interest rates and the 417(e) applicable mortality table for the valuation year.

Accounting (ASC 960-20): 2.583% and the mortality table per IRS Notice 2020-85 projected to decrement based on the MP-2020 projection scale (blended 50/50 for males and females) (previously, 3.312% and the mortality table per IRS Notice 2019-67 projected to decrement based on the MP-2019 projection scale).

IRC Maximum Benefit and Compensation Limitations

Benefit Limit

\$245,000 for 2022 (previously, \$230,000).

Compensation Limit

\$305,000 for 2022 (previously, \$290,000).

Salary Increases

4.00%

Withdrawals Rates

Sample rates as follows:

<u>Age</u>	<u>Rates</u>	<u>Age</u>	<u>Rates</u>
25	11.62%	55	1.73%
40	9.40%	65	0.00%

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.

NOTES TO FINANCIAL STATEMENTS AND SUPPLEMENTAL SCHEDULES

JUNE 30, 2022 AND 2021

NOTE 2 -SUMMARY OF ACCOUNTING POLICIES (Continued)

5. Actuarial Present Value of Accumulated Plan Benefits (Continued)

Actuarial Methods Assumptions (Continued)

(D) Actuarial Assumptions (Continued)

Retirement Rates

Rates are as follows:

<u>Age</u>	<u>Rates</u>
55-60	5.00%
61-62	15.00%
63-66	20.00%
67+	100.00%

Terminated vested participants are assumed to
Retire at age 65.

Form of Payment

Active Participants:

70% of participants are assumed to elect the lump sum
optional payment form. 30% of participants are assumed to
elect the 10-year certain and continuous option.

Terminated Vested Participants:

Assumed to elect the 10-year certain and continuous form of
payment.

Marital Assumption

100% of the employees are assumed to be married. Wives
are assumed to be the same age as their husbands.

Plan Expenses

\$230,000 (previously \$240,000).

6. Funding Policy

The Plan is funded through investments in mutual funds through Frost National Bank.

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.

NOTES TO FINANCIAL STATEMENTS AND SUPPLEMENTAL SCHEDULES

JUNE 30, 2022 AND 2021

NOTE 2 -SUMMARY OF ACCOUNTING POLICIES (Continued)

7. Plan Termination

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

- (A) First to the portion of each Participant's Accrued Benefit which is derived from his Voluntary Contribution.
- (B) Equally among individuals in the following two categories:
 - (1) Benefits to Retired Participants and their Beneficiaries to whom payment commenced at least three (3) years prior to the termination date, based on Plan provisions in effect during the five (5) year period ending on such date; the lowest benefit in any pay status during the most recent three (3) year period shall be considered the benefit in pay status for such period.
 - (2) Benefits as respects a participant wherein payment would have commenced at least three (3) years prior to the termination date if the Participant has actually retired, based on the lowest benefit determined under the Plan provisions in effect during the five (5) year period ending on such date.
- (C) All other benefits guaranteed (insured under the Act) determined without regard to Section 4022(b)(5) thereof; and additional benefits, if any, under this subparagraph if Section 4022(b)(6) of the Act did not apply.
- (D) All other (uninsured) Vested benefits.
- (E) All other benefits under the Plan.
- (F) Return of any excess funds to the Employer or reallocated to the Participants on the basis of their Present Value of Accrued Benefit, if authorized by the Employer, only after satisfaction of all liabilities, fixed and contingent.
- (G) Return of any excess funds to the Employer or reallocated to the Participants in a non-discriminatory manner, only after satisfaction of all liabilities, fixed and contingent.

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.

NOTES TO FINANCIAL STATEMENTS AND SUPPLEMENTAL SCHEDULES

JUNE 30, 2022 AND 2021

NOTE 2 -SUMMARY OF ACCOUNTING POLICIES (Continued)

8. Mutual Funds

Investments in mutual funds through Frost National Bank were purchased with the annual contributions. The plan's return (loss) on assets was (14.65)% and 28.20% for the years ended June 30, 2022 and 2021, respectively.

9. ERISA Minimum Funding Requirement

10. Federal Income Tax Status

The Plan has received a favorable determination letter as a qualified plan from the Internal Revenue Service.

Accounting principles generally accepted in the United States of America require Plan management to evaluate tax positions taken by the Plan and recognize a tax liability if the organization has taken an uncertain position that more likely than not would not be sustained upon examination by the Internal Revenue Service. The Plan is subject to routine audits by taxing jurisdictions; however, there are currently no audits for tax periods for any tax periods in progress. The Plan administrator believes it is no longer subject to income tax examinations for years prior to 2015.

11. Payments of Benefits

Benefit payments to participants are recorded upon distribution.

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.

NOTES TO FINANCIAL STATEMENTS AND SUPPLEMENTAL SCHEDULES

JUNE 30, 2022 AND 2021

NOTE 3 - INVESTMENTS

	June 30,	
	2022	2021
Investments at Fair Value as Determined by Quoted Market Price		
MONEY MARKET FUND		
Invesco Stit Govt & Agcy-Instl	\$ 50,360	\$ 727,238
MUTUAL FUNDS		
Artisan High Income Fund	466,616	515,474
Cohen & Steers Institutional Realty Fd	948,589	1,001,278
Fidelity Conservative Inc Bond Fund	954,071	
Fidelity Emerging Markets Index Instl Prem	975,395	1,303,699
Frost Credit Fund Investor CL	268,053	289,628
Frost Growth Equity Fund Investor CL	2,447,063	3,372,305
Frost Low Duration Bond Fund Investor CL	891,943	941,547
Frost Total Return Bond Fund Investor CL	2,472,734	2,591,208
Harding Loevner Emerging Markets	294,555	525,064
Harding Loevner International Equity	829,049	1,071,080
Ishares S&P 500 Stk Index Fund	3,639,389	4,076,319
John Hancock Disciplined Mid Cap	1,343,613	1,647,502
Lazard International Equity	669,840	1,062,634
MFS Series Trust I Value Fund	2,712,336	2,805,580
Pimco Foreign Bond Fund Institutional	674,523	502,828
T Rowe Price International Discovery Fund	570,936	956,908
T Rowe Price Mid-Cap Growth Fund	1,302,666	1,746,126
Vanguard Small Cap Growth ADM	319,946	408,489
Victory Small Company Opportunity Fund	349,170	382,774
	<u>\$ 22,180,847</u>	<u>\$ 25,927,681</u>

For the years ended June 30, 2022 and 2021, the Plan's investments (including gains and losses on investments bought and sold, as well as held during the year) appreciated (depreciated) in value by \$(5,062,501) and \$5,943,334 respectively.

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.

NOTES TO FINANCIAL STATEMENTS AND SUPPLEMENTAL SCHEDULES

JUNE 30, 2022 AND 2021

NOTE 4 - FAIR VALUE MEASUREMENTS

Securities listed on a securities exchange, market or automated quotation system for which quotations are readily available (except for securities traded on NASDAQ), including securities traded over the counter, are valued at the last quoted sale price on the primary exchange or market (foreign or domestic) on which they are traded, or, if there is no such reported sale, at the most recent quoted bid price. For securities traded on NASDAQ, the NASDAQ Official Closing Price will be used. If available, debt securities are priced based on valuations provided by independent, third-party pricing agents. Such values generally reflect the last reported sales price if the security is actively traded. The third-party pricing agents may also value debt securities at an evaluated bid price by employing methodologies that utilize actual market transactions, broker-supplied valuations, or other methodologies designed to identify the market value for such securities. Debt obligations with remaining maturities of sixty days or less may be valued at their amortized cost, which approximates market value. The prices for foreign securities are reported in local currency and converted to U.S. dollars using currency exchange rates. Prices for most securities held in the Funds are provided daily by recognized independent pricing agents. If a security price cannot be obtained from an independent, third-party pricing agent, the Funds seek to obtain a bid price from at least one independent broker.

Securities for which market prices are not “readily available” are valued in accordance with Fair Value Procedures established by the Fund’s Board of Trustees (the Board). The Funds’ Fair Value Procedures are implemented through a Fair Value Committee (the Committee) designated by the Board. Some of the more common reasons that may necessitate that a security be valued using Fair Value Procedures include; the securities trading has been halted or suspended; the security has been de-listed from a national exchange; the security’s primary trading market is temporarily closed at a time when under normal conditions it would be open; the security has not been traded for an extended period of time; the security’s primary pricing source is not able or willing to provide a price; or trading of the security is subject to local government-imposed restrictions. When a security is valued in accordance with the Fair Value Procedures, the Committee will determine its value after taking into consideration relevant information reasonably available to the Committee.

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.

NOTES TO FINANCIAL STATEMENTS AND SUPPLEMENTAL SCHEDULES

JUNE 30, 2022 AND 2021

NOTE 4 - FAIR VALUE MEASUREMENTS (Continued)

For securities that principally trade on a foreign market or exchange, a significant gap in time can exist between the time of a particular security's last trade and the time at which a Fund calculates its net asset value. The closing prices of such securities may no longer reflect their market value at the time a Fund calculates net asset value if an event that could materially affect the value of those securities (a Significant Event) has occurred between the time of the security's last close and the time that a Fund calculates net asset value. A Significant Event may relate to a single issue or to an entire market sector. If the Adviser of the Funds becomes aware of a Significant Event that has occurred with respect to a security or group of securities after the closing of the exchange or market on which the security or securities principally trade, but before the time at which a Fund calculates net asset value, it may request that a committee meeting be called. In addition, the Funds' Administrator monitors price movements among certain selected indices, securities and/or baskets of securities that may be an indicator that the closing prices received earlier from the foreign exchanges or markets may not reflect market value at the time a Fund calculates net asset value. If price movements in a monitored index or security exceed levels established by the Administrator, the Administrator notifies the Adviser if a Fund is holding a relevant security that such limits have been exceeded. In such event, the Adviser makes the determination whether a committee meeting should be called based on the information provided.

In accordance with the authoritative guidance on fair value measurements and disclosure under GAAP, the Funds disclose fair value of their investments in a hierarchy that prioritizes the inputs to valuation techniques used to measure the fair value. The objective of a fair value measurement is to determine 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 (an exit price). Accordingly, the fair value hierarchy gives the highest priority to quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1) and the lowest priority to unobservable inputs (level 3).

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.

NOTES TO FINANCIAL STATEMENTS AND SUPPLEMENTAL SCHEDULES

JUNE 30, 2022 AND 2021

NOTE 4 - FAIR VALUE MEASUREMENTS (Continued)

The three levels of the fair value hierarchy are described below:

Level 1 – Unadjusted quoted prices in active markets for identical, unrestricted assets or liabilities that the Funds have the ability to access at the measurement date;

Level 2 – Quoted prices which are not active, or inputs that are observable (either directly or indirectly) for substantially the full term of the asset or liability; and

Level 3 – Prices, inputs or exotic modeling techniques which are both significant to the fair value measurement and observable (supported by little or no market activity).

Investments are classified within the level of the lowest significant input considered in determining fair value.

For the years ended June 30, 2022 and 2021, there were no Level 3 securities within the Funds except for the Total Return Bond Fund and the Frost Credit Fund. A reconciliation of Level 3 investments and disclosures of significant unobservable inputs are presented when the Fund has a significant amount of Level 3 investments at the beginning and/or end of the period in relation to net assets. Management has concluded that Level 3 investments are not material in relation to net assets.

Investments classified within Level 3 whose fair value measurement considers several inputs may include Level 1 or Level 2 inputs as components of the overall fair value measurement. The table below sets forth information about the level within the fair value hierarchy at which the Fund's investments are measured at June 30, 2022 and 2021.

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.

NOTES TO FINANCIAL STATEMENTS AND SUPPLEMENTAL SCHEDULES

JUNE 30, 2022 AND 2021

NOTE 4 - FAIR VALUE MEASUREMENTS (Continued)

ASSETS AT FAIR VALUE

<u>ASSETS</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Balance June 30, 2022</u>
Money Market Fund				
Invesco Stit Govt & Agcy-Instl	\$ 50,360	\$ 0	\$ 0	\$ 50,360
Mutual funds				
Artisan High Income Fund	466,616	0	0	466,616
Cohen & Steers Instit. R. Fd.	948,589	0	0	948,589
Fidelity Conservative Inc Bond Fund	954,071	0	0	954,071
Fidelity Emerging Markets Index Instl Prem	975,395	0	0	975,395
Frost Credit Fund Investor CL	268,053	0	0	268,053
Frost Growth Equity Fund Investor CL	2,447,063	0	0	2,447,063
Frost Low Duration Bond Fund	891,943	0	0	891,943
Frost Total Return Bond Fund Investor CL	2,472,734	0	0	2,472,734
Harding Loevner Emerging Markets	294,555	0	0	294,555
Harding Loevner Int'l Equity	829,049	0	0	829,049
Ishares S&P 500 Stk Index Fund	3,639,389	0	0	3,639,389
John Hancock Discip. Mid-Cap.	1,343,613	0	0	1,343,613
Lazard International Equity	669,840	0	0	669,840
MFS Series Trust I Value Fund	2,712,336	0	0	2,712,336
Pimco Foreign Bond Fund Institutional	674,523	0	0	674,523
T Rowe Price Int'l Disc. Fund	570,936	0	0	570,936
T Rowe Price Mid-Cap Growth	1,302,666	0	0	1,302,666
Vanguard Sm. Cap Growth ADM	319,946	0	0	319,946
Victory Sm. Co. Oppurtunity	349,170	0	0	349,170
	<u>\$ 22,180,847</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 22,180,847</u>

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.

NOTES TO FINANCIAL STATEMENTS AND SUPPLEMENTAL SCHEDULES

JUNE 30, 2022 AND 2021

NOTE 4 - FAIR VALUE MEASUREMENTS (Continued)

ASSETS AT FAIR VALUE

ASSETS	Level 1	Level 2	Level 3	Balance June 30, 2022
Money Market Fund				
Invesco Stit Govt & Agcy-Instl	\$ 727,238	0	\$ 0	\$ 727,238
Mutual Funds				
Artisan High Income Fund	515,474	0	0	515,474
Cohen & Steers Instit. R. Fd.	1,001,278	0	0	1,001,278
Fidelity Emerging Markets Index Instl Prem	1,303,699	0	0	1,303,699
Frost Credit Fund Investor CL	289,628	0	0	289,628
Frost Growth Equity Fund Investor CL	3,372,305	0	0	3,372,305
Frost Low Duration Bond Fund	941,547	0	0	941,547
Frost Total Return Bond Fund Investor CL	2,591,208	0	0	2,591,208
Harding Loevner Emerging Markets	525,064	0	0	525,064
Harding Loevner Int'l Equity	1,071,080	0	0	1,071,080
Ishares S&P 500 Stk Index Fund	4,076,319	0	0	4,076,319
John Hancock Discip. Mid-Cap.	1,647,502	0	0	1,647,502
Lazard International Equity	1,062,634	0	0	1,062,634
MFS Series Trust I Value Fund	2,805,580	0	0	2,805,580
Pimco Foreign Bond Fund Institutional	502,828	0	0	502,828
T Rowe Price Int'l Disc. Fund	956,908	0	0	956,908
T Rowe Price Mid-Cap Growth	1,746,126	0	0	1,746,126
Vanguard Sm. Cap Growth ADM	408,489	0	0	408,489
Victory Sm. Co. Opportunity	382,774	0	0	382,774
	<u>\$ 25,927,681</u>	<u>0</u>	<u>\$ 0</u>	<u>\$ 25,927,681</u>

NOTE 5 - RISKS AND UNCERTAINTIES

The plan invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the statement 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.

**RETIREMENT PLAN FOR EMPLOYEES OF
BLOCK DISTRIBUTING COMPANY, LTD.**

SUPPLEMENTAL SCHEDULES

JUNE 30, 2022 AND 2021

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.

EIN: 76-0515846

PLAN NUMBER: 001

SCHEDULE H, LINE 4i-SCHEDULE OF ASSETS HELD (AT END OF YEAR)

June 30, 2022

(c)				
(b)		Description of Investment, Including		(e)
Identity of Issue, Borrower, Lessor,		Maturity Date, Rate of Interest,	(d)	Current
(a)	or Similar Party	Collateral, Par, or Maturity Value	Cost	Value
*	Invesco Stit Govt & Agcy-Instl	Money Market Fund	\$ 50,360	\$ 50,360
	Artisan High Income Fund	Mutual Fund	554,639	466,616
	Cohen & Steers Institutional Realty Fd	Mutual Fund	1,047,057	948,589
	Fidelity Conservative Inc Bond Instl	Mutual Fund	957,893	954,070
	Fidelity Emerging Markets Index Instl Prem	Mutual Fund	1,327,538	975,395
*	Frost Credit Fund Investor CL	Mutual Fund	300,625	268,053
*	Frost Growth Equity Fund Investor Cl	Mutual Fund	3,550,988	2,447,063
*	Frost Low Duration Bond Fund Investor Cl	Mutual Fund	956,579	891,943
*	Frost Total Return Bond Fund Investor CL	Mutual Fund	2,675,329	2,472,734
	Harding Loevner Emerging Markets	Mutual Fund	562,384	829,049
	Harding Loevner International Equity	Mutual Fund	1,025,231	294,556
	Ishares S&P 500 Stk Index Fund	Mutual Fund	4,159,545	3,639,389
	John Hancock Disciplined Mid-Cap	Mutual Fund	1,575,000	1,343,614
	Lazard International Equity	Mutual Fund	974,183	669,840
	MFS Series Trust I Value Fund	Mutual Fund	2,966,580	2,712,336
	Pimco Foreign Bond Fund Instl	Mutual Fund	843,294	674,523
	T Rowe Price International Discovery Fund	Mutual Fund	982,229	570,936
	T Rowe Price Mid-Cap Growth Fund	Mutual Fund	1,845,014	1,302,666
	Vanguard Small Cap Growth ADM	Mutual Fund	460,551	319,946
	Victory Small Company Opportunity Fund	Mutual Fund	428,329	349,170
	Accrued Income	Accrued Income	35,458	35,458
	Total Assets		\$ 27,278,806	\$ 22,216,306

The above information has been certified by Frost National Bank, the Trustee, as complete and accurate.

* Represents a party in interest as defined by ERISA.

The accompanying notes to financial statements and supplemental schedules are an integral part of this schedule.

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.

EIN: 76-0515846

PLAN NUMBER: 001

SCHEDULE H, LINE 4i-SCHEDULE OF ASSETS HELD (AT END OF YEAR)

June 30, 2021

(a)	(b) Identity of Issue, Borrower, Lessor, or Similar Party	(c) Description of Investment, Including		(e) Current Value
		Maturity Date, Rate of Interest, Collateral, Par, or Maturity Value	(d) Cost	
*	Invesco Stit Govt & Agcy-Instl	Money Market Fund	727,238	727,238
	Artisan High Income Fund	Mutual Fund	459,962	515,474
	Cohen & Steers Institutional Realty Fd	Mutual Fund	725,577	1,001,278
	Fidelity Emerging Markets Index Instl Prem	Mutual Fund	1,140,867	1,303,699
*	Frost Credit Fund Investor CL	Mutual Fund	269,090	289,628
*	Frost Growth Equity Fund Investor Cl	Mutual Fund	2,550,123	3,372,305
*	Frost Low Duration Bond Fund Investor Cl	Mutual Fund	941,204	941,547
*	Frost Total Return Bond Fund Investor CL	Mutual Fund	2,507,426	2,591,208
	Harding Loevner Emerging Markets	Mutual Fund	443,374	525,064
	Harding Loevner International Equity	Mutual Fund	877,729	1,071,080
	Ishares S&P 500 Stk Index Fund	Mutual Fund	2,775,292	4,076,319
	John Hancock Disciplined Mid-Cap	Mutual Fund	804,619	1,647,502
	Lazard International Equity	Mutual Fund	897,717	1,062,634
	MFS Series Trust I Value Fund	Mutual Fund	1,978,260	2,805,580
	Pimco Foreign Bond Fund Instl	Mutual Fund	520,468	502,828
	T Rowe Price International Discovery Fund	Mutual Fund	764,703	956,908
	T Rowe Price Mid-Cap Growth Fund	Mutual Fund	1,174,017	1,746,126
	Vanguard Small Cap Growth ADM	Mutual Fund	417,033	408,489
	Victory Small Company Opportunity Fund	Mutual Fund	13,959	382,774
	Accrued Contributions	Accrued Contributions	118,824	118,824
	Accrued Income	Accrued Income	20,211	20,211
	Total Assets		<u>\$ 20,127,693</u>	<u>26,066,716</u>

The above information has been certified by Frost National Bank, the Trustee, as complete and accurate.

* Represents a party in interest as defined by ERISA.

The accompanying notes to financial statements and supplemental schedules are an integral part of this schedule.

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.

EIN: 76-0515846

PLAN NUMBER: 001

SCHEDULE H, LINE 4i-SCHEDULE OF ASSETS ACQUIRED AND DISPOSED OF
WITHIN PLAN YEAR

June 30, 2022

(a)	(b)	(c)	(d)
Identify of Issue, Borrower, Lessor, or Similar Party	Description of Investment, Including Maturity Date, Rate of Interest, Collateral, Par, or Maturity Value	Cost of Acquisitions	Proceeds of Dispositions
Invesco Stit Govt & Agcy-Instl	Money Market Fund	\$ 2,378,838	\$ 3,055,716

The above information has been certified by Frost National Bank, the Trustee, as complete and accurate.

The accompanying notes to financial statements and supplemental schedules are an integral part of this schedule.

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.
EIN: 76-0515846
PLAN NUMBER: 001

SCHEDULE H, LINE 4i-SCHEDULE OF ASSETS ACQUIRED AND DISPOSED OF
WITHIN PLAN YEAR

June 30, 2021

(a)	(b)	(c)	(d)
Identify of Issue, Borrower, Lessor, or Similar Party	Description of Investment, Including Maturity Date, Rate of Interest, Collateral, Par, or Maturity Value	Cost of Acquisitions	Proceeds of Dispositions
Invesco Stit Govt & Agcy-Instl	Money Market Fund	\$ 4,026,487	\$ 4,375,223

The above information has been certified by Frost National Bank, the Trustee, as complete and accurate.

The accompanying notes to financial statements and supplemental schedules are an integral part of this schedule.

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.

EIN: 76-0515846

PLAN NUMBER:001

SCHEDULE H, LINE 4j-SCHEDULE OF REPORTABLE TRANSACTIONS

FOR THE YEAR ENDED JUNE 30, 2022

(a) Identity of Party Involved	(b) Description of Assets	(c) Purchase Price	(d) Selling Price	(g) Cost of Asset	(h) Current Value of Asset on Transaction Date	(i) Net Gain or (loss)
* Frost National Bank	Invesco Stit Govt & Agecy-Instl	\$ 2,378,838	\$ 3,055,716	\$ 50,360	\$ 50,360	0

A reportable transaction represents a single transaction or series of transactions in the same security that exceeds 5% of plan assets at the beginning of the year.

The above information has been certified by Frost National Bank, the Trustee as complete and accurate.

*Represents a party in interest as defined by ERISA.

The accompanying notes to financial statements and supplemental schedules are an integral part of this schedule.

RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD.

EIN: 76-0515846

PLAN NUMBER:001

SCHEDULE H, LINE 4j-SCHEDULE OF REPORTABLE TRANSACTIONS

FOR THE YEAR ENDED JUNE 30, 2021

(a) Identity of Party Involved	(b) Description of Assets	(c) Purchase Price		(d) Selling Price	(g) Cost of Asset	(h) Current Value of Asset on Transaction Date		(i) Net Gain or (loss)	
			Price				Date		
* Frost National Bank	Invesco Stit Govt & Agevy-Instl	\$	4,026,487	\$	4,375,223	\$	727,238	\$	0

A reportable transaction represents a single transaction or series of transactions in the same security that exceeds 5% of plan assets at the beginning of the year.

The above information has been certified by Frost National Bank, the Trustee as complete and accurate.

*Represents a party in interest as defined by ERISA.

The accompanying notes to financial statements and supplemental schedules are an integral part of this schedule.

**Attachment to 2021 Form 5500 Schedule SB,
Line 26 – Schedule of Active Participant Data**

**Plan Name: Retirement Plan for Employees of Block Distributing Co., LTD.
EIN/PN: 76-0515846/001**

	Completed Years of Credited Service										
<u>Age</u>	0 to <u>1</u>	1 to <u>4</u>	5 to <u>9</u>	10 to <u>14</u>	15 to <u>19</u>	20 to <u>24</u>	25 to <u>29</u>	30 to <u>34</u>	35 to <u>39</u>	40 <u>±</u>	<u>Total</u>
0 – 24	0	0	0	0	0	0	0	0	0	0	0
25 – 29	0	0	0	0	0	0	0	0	0	0	0
30 – 34	0	0	0	0	0	0	0	0	0	0	0
35 – 39	0	0	0	0	0	0	0	0	0	0	0
40 – 44	0	0	0	0	7	0	0	0	0	0	7
45 – 49	0	0	0	0	9	9	3	0	0	0	21
50 – 54	0	0	0	0	6	9	5	2	0	0	22
55 – 59	0	0	0	0	3	7	7	6	3	0	26
60 – 64	0	0	0	0	4	5	2	7	2	0	20
65 – 69	0	0	0	0	0	2	0	0	1	0	3
70 & Up	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1</u>	<u>1</u>
Totals	0	0	0	0	29	32	17	15	6	1	100

**Attachment to 2021 Form 5500 Schedule SB,
Part V – Statement of Actuarial Assumptions/Methods**

**Plan Name: Retirement Plan for Employees of Block Distributing Co., LTD.
EIN/PN: 76-0515846/001**

A ACTUARIAL COST METHOD

The actuarial cost method used to determine the target normal cost, target liability and required contribution amounts for the plan is the Traditional Unit Credit Actuarial Cost Method. Under this method, both the target normal cost and target liability are based on the annual accrual of benefits as accruals occur each year.

The target liability for each active plan participant is equal to the actuarial present value of the participant's accrued benefit as of the valuation date. The total target liability of the plan is equal to the sum of such liabilities as determined for each active participant plus the actuarial present value of benefits being paid, or due to be paid, to retirees, beneficiaries and former participants with deferred vested benefits.

The target normal cost for each active participant is equal to the actuarial present value of the benefit expected to be earned during the year starting on the valuation date. The total target normal cost of the plan is the sum of the target normal costs for each active plan participant.

All employees who are plan participants on a valuation date are included in the actuarial valuation.

B ASSET VALUATION METHOD

The actuarial value of assets is equal to the market value of assets on the valuation date reduced by the sum of:

1. 66.67% of gains and losses of the prior year;
2. 33.33% of gains and losses of the second prior year.

Investment gains and losses are determined by the excess or deficiency of the expected return over the actual return on the market value (including employer contributions receivable for any given year. However, the expected return on assets may be limited by certain statutory interest rates.

The actuarial valuation of assets is further constrained to be not less than 90% or more than 110% of market value (including employer contributions receivable).

**Attachment to 2021 Form 5500 Schedule SB,
Part V – Statement of Actuarial Assumptions/Methods**

**Plan Name: Retirement Plan for Employees of Block Distributing Co., LTD.
EIN/PN: 76-0515846/001**

C INTEREST RATE METHODS

<u>Target Liability Interest Rates</u>	Segment rates for March prior to the valuation date as adjusted in accordance with Code Section 430(h)(2)(C)(iv).
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<u>PBGC Interest Rates</u>	Based on the alternative premium funding target and the Target Liability Interest Rates, unadjusted by Code Section 430(h)(2)(C)(iv).
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<u>Expected Investment Return/ ASC 960-20 Interest Rate</u>	5.50% (unchanged).
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D ACTUARIAL ASSUMPTIONS

<u>Valuation Mortality</u>	Funding: Optional small Plan mortality table in accordance with IRS Regulation 1.430(h)(3)-1 for the valuation year.
----------------------------	--

Accounting (ASC 960-20): PRI-2012 Employee Tables with the Retiree and Contingent Survivor Tables for annuitants projected forward with Scale MP-2020 (previously, projected forward with scale MP-2019).

<u>Lump Sum Conversion</u>	Funding: The valuation adjusted segmented interest rates and the 417(e) applicable mortality table for the valuation year.
----------------------------	--

Accounting (ASC 960-20): 2.583% and the mortality table per IRS Notice 2020-85 projected to decrement based on the MP-2020 projection scale (blended 50/50 for males and females) (previously, 3.312% and the mortality table per IRS Notice 2019-67 projected to decrement based on the MP-2019 projection scale).

IRC Maximum Benefit and
Compensation Limitations

<i>Benefit Limit</i>	\$230,000 for 2021 (unchanged).
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<i>Compensation Limit</i>	\$290,000 for 2021 (previously, \$285,000).
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Plan Name: Retirement Plan for Employees of Block Distributing Co., LTD.
EIN/PN: 76-0515846/001

\$240,000 (previously, \$215,000).

ATTACHMENT TO THE 2021 SCHEDULE H OF FORM 5500
LINE 4i – SCHEDULE OF ASSETS (HELD AT END OF YEAR) &
LINE 4j – SCHEDULE OF REPORTABLE TRANSACTIONS

Plan Sponsor: Block Distributing Partners, LTD.

Plan Name: Retirement Plan for Employees of Block Distributing Company., LTD.

Plan Year: July 1, 2021 to June 30, 2022
EIN: 76-0515846 Plan No.: 001

Item 4i- Schedule of Assets Held at End of Year

Pages 25-28 of the attached auditor's report of the Plan for the plan year ending June 30, 2022 provides the schedule of assets information.

Item 4j- Schedule of Reportable Transactions

Pages 29-30 of the attached auditor's report of the Plan for the plan year ending June 30, 2022 provides the schedule of reportable transactions.

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 2021 This Form is Open to Public Inspection
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For calendar plan year 2021 or fiscal plan year beginning 07/01/2021 and ending 06/30/2022

▶ **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 RETIREMENT PLAN FOR EMPLOYEES OF BLOCK DISTRIBUTING COMPANY, LTD	B Three-digit plan number (PN) ▶ 001
C Plan sponsor's name as shown on line 2a of Form 5500 or 5500-SF BLOCK DISTRIBUTING PARTNERS, LTD.	D Employer Identification Number (EIN) 76-0515846
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>07</u> Day <u>01</u> Year <u>2021</u>	
2 Assets:	
a Market value	2a 26066479
b Actuarial value	2b 23459832
3 Funding target/participant count breakdown	
a For retired participants and beneficiaries receiving payment	(1) Number of participants 20 (2) Vested Funding Target 2464917 (3) Total Funding Target 2464917
b For terminated vested participants	97 4683791 4683791
c For active participants	100 15360305 15360305
d Total	217 22509013 22509013
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 5.56 %
6 Target normal cost	
a Present value of current plan year accruals	6a 707781
b Expected plan-related expenses	6b 240000
c Total (line 6a + line 6b)	6c 947781

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	<i>Paul W. Foley</i> Signature of actuary PAUL W. FOLEY, A.S.A., E.A. Type or print name of actuary TRANSAMERICA Firm name PO Box 428 Cedar Rapids, IA 52406-0428 Address of the firm	11/03/2022 Date 20-05775 Most recent enrollment number (508) 903-6016 Telephone number (including area code)
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If the actuary has not fully reflected any regulation or ruling promulgated under the statute in completing this schedule, check the box and see instructions ☐

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

Schedule SB (Form 5500) 2021
v. 210624

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	3094164
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	3094164
10 Interest on line 9 using prior year's actual return of <u>32.79</u> %	0	1014576
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>5.35</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	4108740

Part III Funding Percentages

14 Funding target attainment percentage	14	85.97 %
15 Adjusted funding target attainment percentage	15	104.22 %
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	81.14 %
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
07-07-2021	46176		12-03-2021	165000	
08-04-2021	165000		01-06-2022	165000	
08-09-2021	165000		02-03-2022	165000	
09-03-2021	165000		03-07-2022	165000	
10-06-2021	165000		04-05-2022	165000	
11-03-2021	165000		05-05-2021	165000	
Totals ▶			18(b)	2026176	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	1975834

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
0	0	0	0

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)		
8 Portion elected for use to offset prior year's funding requirement (line 35 from prior year)		
9 Amount remaining (line 7 minus line 8)		
10 Interest on line 9 using prior year's actual return of _____%		
11 Prior year's excess contributions to be added to prefunding balance:		
a Present value of excess contributions (line 38a from prior year)		
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 _____%		
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		
d Portion of (c) to be added to prefunding balance		
12 Other reductions in balances due to elections or deemed elections		
13 Balance at beginning of current year (line 9 + line 10 + line 11d – line 12)		

Part III Funding Percentages

14 Funding target attainment percentage	14	%
15 Adjusted funding target attainment percentage	15	%
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	%
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
06-03-2022	165000				
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	
b Contributions made to avoid restrictions adjusted to valuation date	19b	
c Contributions allocated toward minimum required contribution for current year adjusted to valuation date	19c	

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
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21 Discount rate:			
a Segment rates:	1st segment: 4.75 %	2nd segment: 5.36 %	3rd segment: 6.11 % ☐ N/A, full yield curve used
b Applicable month (enter code)			21b 4
22 Weighted average retirement age			22 62
23 Mortality table(s) (see instructions) ☐ Prescribed - combined ☒ Prescribed - separate ☐ Substitute			

Part VI	Miscellaneous Items
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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
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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
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31 Target normal cost and excess assets (see instructions):			
a Target normal cost (line 6c).....	31a	947781	
b Excess assets, if applicable, but not greater than line 31a	31b	0	
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	947781	
	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	947781	
37 Contributions allocated toward minimum required contribution for current year adjusted to valuation date (line 19c)	37	1975834	
38 Present value of excess contributions for current year (see instructions)			
a Total (excess, if any, of line 37 over line 36)	38a	1028053	
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)
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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

**Attachment to 2021 Form 5500 Schedule SB,
Line 22 – Description of Weighted Average Retirement Age**

**Plan Name: Retirement Plan for Employees of Block Distributing Co., LTD.
EIN/PN: 76-0515846/001**

The average retirement age for Line 22 was calculated by creating a hypothetical life table with retirement as the only decrement, and then computing the average retirement age for the table.

x	q_x^r	l_x	${}_{x-55}p_{55} = l_x / l_{55}$	$q_x^r * l_x / l_{55}$	$x * q_x^r * l_x / l_{55}$
55	0.05	1,000,000	1.00000	0.05000	2.75000
56	0.05	950,000	0.95000	0.04750	2.66000
57	0.05	902,500	0.90250	0.04513	2.57213
58	0.05	857,375	0.85738	0.04287	2.48639
59	0.05	814,506	0.81451	0.04073	2.40279
60	0.05	773,781	0.77378	0.03869	2.32134
61	0.15	735,092	0.73509	0.11026	6.72609
62	0.15	624,828	0.62483	0.09372	5.81090
63	0.2	531,104	0.53110	0.10622	6.69191
64	0.2	424,883	0.42488	0.08498	5.43850
65	0.2	339,906	0.33991	0.06798	4.41878
66	0.2	271,925	0.27193	0.05439	3.58941
67	1	217,540	0.21754	0.21754	14.57519

Average age at retirement 62.44344

Rounded for Schedule SB item 22 62

**Attachment to 2021 Form 5500 Schedule SB,
Line 24 – Change in Actuarial Assumptions**

**Plan Name: Retirement Plan for Employees of Block Distributing Co., LTD.
EIN/PN: 76-0515846/001**

A load based on prior year administrative expenses, rounded to nearest \$5,000 is included in target normal cost. For 2021, expenses were equal to \$240,000 (previously, \$215,000).

**Attachment to 2021 Form 5500 Schedule SB,
Line 26 – Schedule of Active Participant Data**

**Plan Name: Retirement Plan for Employees of Block Distributing Co., LTD.
EIN/PN: 76-0515846/001**

	Completed Years of Credited Service										
<u>Age</u>	0 to <u>1</u>	1 to <u>4</u>	5 to <u>9</u>	10 to <u>14</u>	15 to <u>19</u>	20 to <u>24</u>	25 to <u>29</u>	30 to <u>34</u>	35 to <u>39</u>	40 <u>±</u>	<u>Total</u>
0 – 24	0	0	0	0	0	0	0	0	0	0	0
25 – 29	0	0	0	0	0	0	0	0	0	0	0
30 – 34	0	0	0	0	0	0	0	0	0	0	0
35 – 39	0	0	0	0	0	0	0	0	0	0	0
40 – 44	0	0	0	0	7	0	0	0	0	0	7
45 – 49	0	0	0	0	9	9	3	0	0	0	21
50 – 54	0	0	0	0	6	9	5	2	0	0	22
55 – 59	0	0	0	0	3	7	7	6	3	0	26
60 – 64	0	0	0	0	4	5	2	7	2	0	20
65 – 69	0	0	0	0	0	2	0	0	1	0	3
70 & Up	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1</u>	<u>1</u>
Totals	0	0	0	0	29	32	17	15	6	1	100

**Attachment to 2021 Form 5500 Schedule SB,
Part V – Statement of Actuarial Assumptions/Methods**

**Plan Name: Retirement Plan for Employees of Block Distributing Co., LTD.
EIN/PN: 76-0515846/001**

A ACTUARIAL COST METHOD

The actuarial cost method used to determine the target normal cost, target liability and required contribution amounts for the plan is the Traditional Unit Credit Actuarial Cost Method. Under this method, both the target normal cost and target liability are based on the annual accrual of benefits as accruals occur each year.

The target liability for each active plan participant is equal to the actuarial present value of the participant's accrued benefit as of the valuation date. The total target liability of the plan is equal to the sum of such liabilities as determined for each active participant plus the actuarial present value of benefits being paid, or due to be paid, to retirees, beneficiaries and former participants with deferred vested benefits.

The target normal cost for each active participant is equal to the actuarial present value of the benefit expected to be earned during the year starting on the valuation date. The total target normal cost of the plan is the sum of the target normal costs for each active plan participant.

All employees who are plan participants on a valuation date are included in the actuarial valuation.

B ASSET VALUATION METHOD

The actuarial value of assets is equal to the market value of assets on the valuation date reduced by the sum of:

1. 66.67% of gains and losses of the prior year;
2. 33.33% of gains and losses of the second prior year.

Investment gains and losses are determined by the excess or deficiency of the expected return over the actual return on the market value (including employer contributions receivable for any given year. However, the expected return on assets may be limited by certain statutory interest rates.

The actuarial valuation of assets is further constrained to be not less than 90% or more than 110% of market value (including employer contributions receivable).

**Attachment to 2021 Form 5500 Schedule SB,
Part V – Statement of Actuarial Assumptions/Methods**

**Plan Name: Retirement Plan for Employees of Block Distributing Co., LTD.
EIN/PN: 76-0515846/001**

C INTEREST RATE METHODS

<u>Target Liability Interest Rates</u>	Segment rates for March prior to the valuation date as adjusted in accordance with Code Section 430(h)(2)(C)(iv).
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<u>PBGC Interest Rates</u>	Based on the alternative premium funding target and the Target Liability Interest Rates, unadjusted by Code Section 430(h)(2)(C)(iv).
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<u>Expected Investment Return/ ASC 960-20 Interest Rate</u>	5.50% (unchanged).
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D ACTUARIAL ASSUMPTIONS

<u>Valuation Mortality</u>	Funding: Optional small Plan mortality table in accordance with IRS Regulation 1.430(h)(3)-1 for the valuation year.
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Accounting (ASC 960-20): PRI-2012 Employee Tables with the Retiree and Contingent Survivor Tables for annuitants projected forward with Scale MP-2020 (previously, projected forward with scale MP-2019).

<u>Lump Sum Conversion</u>	Funding: The valuation adjusted segmented interest rates and the 417(e) applicable mortality table for the valuation year.
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Accounting (ASC 960-20): 2.583% and the mortality table per IRS Notice 2020-85 projected to decrement based on the MP-2020 projection scale (blended 50/50 for males and females) (previously, 3.312% and the mortality table per IRS Notice 2019-67 projected to decrement based on the MP-2019 projection scale).

IRC Maximum Benefit and
Compensation Limitations

<i>Benefit Limit</i>	\$230,000 for 2021 (unchanged).
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<i>Compensation Limit</i>	\$290,000 for 2021 (previously, \$285,000).
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Plan Name: Retirement Plan for Employees of Block Distributing Co., LTD.
EIN/PN: 76-0515846/001

\$240,000 (previously, \$215,000).

**Attachment to 2021 Form 5500 Schedule SB,
Part V – Summary of Plan Provisions**

**Plan Name: Retirement Plan for Employees of Block Distributing Co., LTD.
EIN/PN: 76-0515846/001**

<u>Effective Date</u>	July 1, 2006, the date on which the provisions of this amended and restated Plan are effective. The original effective date of the Plan is July 1, 1968.
<u>EIN/PN</u>	76-0515846/001
<u>Eligibility</u>	Completion of 1 ½ years of Credited Service and attainment of age 20 ½. No employee who was not a participant at December 31, 2005 is eligible to participate in the plan.
<u>Credited Service</u>	A year of Credited Service is earned for each calendar year during which an employee works 1,000 hours or more.
<u>Compensation</u>	The employee's wages from the Employer as defined in Section 3401 (a) of the Code for purposes of federal income tax withholding at the source, modified by including elective contributions under a cafeteria plan described in Section 125 of the Code and elective contribution to any plan qualified under Section 401(k), 132(f), 408(k), or 403(b) of the Code. Earnings represent compensation for services rendered during the calendar year ending within the Fiscal Year.
<u>Final Average Earnings</u>	The average annual Earnings for the 5 consecutive years out of the last 10 years which produce the highest average.
<u>Normal Retirement Date</u>	Normal Retirement Date is the first day of the month coincident with or next following attainment of age 65.
<u>Normal Retirement Benefit</u>	30% of the participant's Final Average Earnings reduced by 5% for each year that Credited Service (assuming continued employment to Normal Retirement Date) is less than 20. This amount is then multiplied by the ratio of Credited Service at termination of employment divided by Credited Service assuming continued employment to Normal Retirement Date. The resulting amount is limited to \$36,000 per year.

**Attachment to 2021 Form 5500 Schedule SB,
Part V – Summary of Plan Provisions**

**Plan Name: Retirement Plan for Employees of Block Distributing Co., LTD.
EIN/PN: 76-0515846/001**

Early Retirement

After reaching age 55 with no service requirement. The Normal Retirement Benefit is actuarially reduced.

Late Retirement

A participant may continue in the employment of the Employer after his Normal Retirement Date. In such event he will receive at actual retirement the greater of:

- (i) Normal Retirement Benefit based on his Final Average Earnings and Credited Service at actual retirement, or
- (ii) actuarial equivalent at Late Retirement of his Normal Retirement Benefit based on his Final Average Earnings and Credited Service at Normal Retirement Date.

Termination Benefit

All participants are always 100% vested.

All terminated vested participants may elect to commence their benefit at age 55, regardless of the years of service. Their accrued benefit is subject to the early retirement reductions.

Pre-Retirement Spouse's Benefit

Upon death while actively employed or while inactive with a vested benefit prior to commencement of benefits, the beneficiary receives a monthly pension beginning the month after the participant's death equal to the participant's accrued benefit as of the date of death, paid for the life of the beneficiary with 120 monthly payments guaranteed.

Normal Form of Payment

The normal form of payment for single participants is an annuity paid in monthly installments for life with 120 minimum period of guaranteed payments. The normal for married participants is an actuarial equivalent 50% Joint & Survivor Annuity.

Optional Forms of Payment

Single Life Annuity; 50%, 66-2/3%, 75% and 100% Joint & Survivor Annuity; 60, 120, 180 and 240 Month Certain & Continuous Annuity; Lump-Sum.

**Attachment to 2021 Form 5500 Schedule SB,
Part V – Summary of Plan Provisions**

**Plan Name: Retirement Plan for Employees of Block Distributing Co., LTD.
EIN/PN: 76-0515846/001**

Small Payments

Mandatory lump-sum if lump-sum value does not exceed \$1,000. Voluntary lump-sum if lump-sum value exceeds \$1,000 but does not exceed \$5,000. For terminated vested participants not eligible for Early Retirement, a voluntary lump-sum is available if the lump-sum value does not exceed \$10,000.

Actuarial Equivalence

1971 Group Annuity Mortality and 7.50% interest. For lump sums, 417(e) Mortality and 417(e) interest rate for second month preceding the Plan Year in which distribution is made.

Summary of Plan Changes
Since Last Valuation

None.

**Attachment to 2021 Form 5500 Schedule SB,
Line 22 – Description of Weighted Average Retirement Age**

**Plan Name: Retirement Plan for Employees of Block Distributing Co., LTD.
EIN/PN: 76-0515846/001**

The average retirement age for Line 22 was calculated by creating a hypothetical life table with retirement as the only decrement, and then computing the average retirement age for the table.

x	q_x^r	l_x	${}_{x-55}p_{55} = l_x / l_{55}$	$q_x^r * l_x / l_{55}$	$x * q_x^r * l_x / l_{55}$
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Rounded for Schedule SB item 22 62

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Actuarial Equivalence

1971 Group Annuity Mortality and 7.50% interest. For lump sums, 417(e) Mortality and 417(e) interest rate for second month preceding the Plan Year in which distribution is made.

Summary of Plan Changes
Since Last Valuation

None.

ATTACHMENT TO THE 2021 SCHEDULE H OF FORM 5500
LINE 4i – SCHEDULE OF ASSETS (HELD AT END OF YEAR) &
LINE 4j – SCHEDULE OF REPORTABLE TRANSACTIONS

Plan Sponsor: Block Distributing Partners, LTD.

Plan Name: Retirement Plan for Employees of Block Distributing Company., LTD.

Plan Year: July 1, 2021 to June 30, 2022
EIN: 76-0515846 Plan No.: 001

Item 4i- Schedule of Assets Held at End of Year

Pages 25-28 of the attached auditor's report of the Plan for the plan year ending June 30, 2022 provides the schedule of assets information.

Item 4j- Schedule of Reportable Transactions

Pages 29-30 of the attached auditor's report of the Plan for the plan year ending June 30, 2022 provides the schedule of reportable transactions.

**Attachment to 2021 Form 5500 Schedule SB,
Line 24 – Change in Actuarial Assumptions**

**Plan Name: Retirement Plan for Employees of Block Distributing Co., LTD.
EIN/PN: 76-0515846/001**

A load based on prior year administrative expenses, rounded to nearest \$5,000 is included in target normal cost. For 2021, expenses were equal to \$240,000 (previously, \$215,000).