

Form 5500

Annual Return/Report of Employee Benefit Plan

OMB Nos. 1210-0110 1210-0089

Department of the Treasury Internal Revenue Service

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).

2024

Department of Labor Employee Benefits Security Administration

Complete all entries in accordance with the instructions to the Form 5500.

Pension Benefit Guaranty Corporation

This Form is Open to Public Inspection

Part I Annual Report Identification Information

For calendar plan year 2024 or fiscal plan year beginning 01/01/2024 and ending 12/31/2024

- A This return/report is for: [] a multiemployer plan [] a multiple-employer plan... [X] a single-employer plan [] a DFE... B This return/report is: [] the first return/report [] the final return/report... C If the plan is a collectively-bargained plan, check here... [X] D Check box if filing under: [X] Form 5558 [] automatic extension... 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: RETIREMENT PLAN OF LIGGETT GROUP INC. FOR BARGAINING UNIT & HOURLY EMPLOYEES
1b Three-digit plan number (PN): 002
1c Effective date of plan: 01/01/1941
2a Plan sponsor's name (employer, if for a single-employer plan): LIGGETT & MYERS HOLDINGS INC.
2b Employer Identification Number (EIN): 51-0413146
2c Plan Sponsor's telephone number: 305-579-8000
2d Business code (see instructions): 312200

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.

Table with 4 columns: SIGN HERE, Signature of plan administrator, Date, Enter name of individual signing as plan administrator. Includes entries for Pamela Kamouh and fields for employer/plan sponsor and DFE.

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

Form 5500 (2024) v. 240311

3a Plan administrator's name and address <input type="checkbox"/> Same as Plan Sponsor LIGGETT GROUP INC. EMPLOYEE BENEFITS COMMITTEE 4400 BISCAYNE BLVD 10 FLOOR MIAMI, FL 33137	3b Administrator's EIN 56-1136469 3c Administrator's telephone number 305-579-8000
--	---

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	370
---	----------	-----

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)	49
a(2) Total number of active participants at the end of the plan year	6a(2)	43
b Retired or separated participants receiving benefits.....	6b	238
c Other retired or separated participants entitled to future benefits	6c	9
d Subtotal. Add lines 6a(2) , 6b , and 6c	6d	290
e Deceased participants whose beneficiaries are receiving or are entitled to receive benefits.	6e	60
f Total. Add lines 6d and 6e	6f	350
g(1) Number of participants with account balances as of the beginning of the plan year (only defined contribution plans complete this item)	6g(1)	
g(2) Number of participants with account balances as of the end of the plan year (only defined contribution plans complete this item)	6g(2)	
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 1I 3H

b If the plan provides welfare benefits, enter the applicable welfare feature codes from the List of Plan Characteristics Codes in the instructions:

9a Plan funding arrangement (check all that apply) (1) <input type="checkbox"/> Insurance (2) <input type="checkbox"/> Code section 412(e)(3) insurance contracts (3) <input checked="" type="checkbox"/> Trust (4) <input type="checkbox"/> General assets of the sponsor	9b Plan benefit arrangement (check all that apply) (1) <input type="checkbox"/> Insurance (2) <input type="checkbox"/> Code section 412(e)(3) insurance contracts (3) <input checked="" type="checkbox"/> Trust (4) <input type="checkbox"/> 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) <input checked="" type="checkbox"/> R (Retirement Plan Information) (2) <input type="checkbox"/> MB (Multiemployer Defined Benefit Plan and Certain Money Purchase Plan Actuarial Information) - signed by the plan actuary (3) <input checked="" type="checkbox"/> SB (Single-Employer Defined Benefit Plan Actuarial Information) - signed by the plan actuary (4) <input type="checkbox"/> DCG (Individual Plan Information) – Number Attached _____ (5) <input type="checkbox"/> MEP (Multiple-Employer Retirement Plan Information)	b General Schedules (1) <input checked="" type="checkbox"/> H (Financial Information) (2) <input type="checkbox"/> I (Financial Information – Small Plan) (3) <input type="checkbox"/> A (Insurance Information) – Number Attached <u>0</u> (4) <input type="checkbox"/> C (Service Provider Information) (5) <input checked="" type="checkbox"/> D (DFE/Participating Plan Information) (6) <input type="checkbox"/> 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 2024 Form M-1 annual report. If the plan was not required to file the 2024 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) <small>Department of the Treasury Internal Revenue Service</small> <small>Department of Labor Employee Benefits Security Administration</small> <small>Pension Benefit Guaranty Corporation</small>	Single-Employer Defined Benefit Plan Actuarial Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA) and section 6059 of the Internal Revenue Code (the Code). ▶ File as an attachment to Form 5500 or 5500-SF.	<small>OMB No. 1210-0110</small> 2024 This Form is Open to Public Inspection
---	--	--

For calendar plan year 2024 or fiscal plan year beginning 01/01/2024 and ending 12/31/2024

▶ **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 OF LIGGETT GROUP INC. FOR BARGAINING UNIT & HOURLY EMPLOYEES</u>	B Three-digit plan number (PN) ▶	<u>002</u>
C Plan sponsor's name as shown on line 2a of Form 5500 or 5500-SF <u>LIGGETT & MYERS HOLDINGS INC.</u>	D Employer Identification Number (EIN) <u>51-0413146</u>	
E Type of plan: <input checked="" type="checkbox"/> Single <input type="checkbox"/> Multiple-A <input type="checkbox"/> Multiple-B	F Prior year plan size: <input type="checkbox"/> 100 or fewer <input checked="" type="checkbox"/> 101-500 <input type="checkbox"/> More than 500	

Part I Basic Information

1	Enter the valuation date: Month <u>01</u> Day <u>01</u> Year <u>2024</u>		
2	Assets:		
	a Market value	2a	<u>48175921</u>
	b Actuarial value	2b	<u>49621964</u>
3	Funding target/participant count breakdown	(1) Number of participants	(2) Vested Funding Target
	a For retired participants and beneficiaries receiving payment	<u>304</u>	<u>14064911</u>
	b For terminated vested participants	<u>17</u>	<u>626131</u>
	c For active participants	<u>49</u>	<u>2867874</u>
	d Total	<u>370</u>	<u>17558916</u>
4	If the plan is in at-risk status, check the box and complete lines (a) and (b)..... <input type="checkbox"/>		
	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>5.03 %</u>
6	Target normal cost		
	a Present value of current plan year accruals	6a	<u>0</u>
	b Expected plan-related expenses	6b	<u>150000</u>
	c Target normal cost	6c	<u>150000</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	
Signature of actuary	<u>08/13/2025</u>
<u>TIMOTHY LAZOR</u>	Date
Type or print name of actuary	<u>23-08679</u>
<u>MERCER</u>	Most recent enrollment number
Firm name	<u>212-345-0355</u>
<u>1166 AVENUE OF THE AMERICAS</u>	Telephone number (including area code)
<u>NEW YORK, NY 10036</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

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)	20297274	0
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)	20297274	0
10	Interest on line 9 using prior year's actual return of <u>11.44</u> %	2322008	0
11	Prior year's excess contributions to be added to prefunding balance:		
	a Present value of excess contributions (line 38a from prior year)		0
	b(1) Interest on the excess, if any, of line 38a over line 38b from prior year Schedule SB, using prior year's effective interest rate of <u>5.10</u> %		0
	b(2) Interest on line 38b from prior year Schedule SB, using prior year's actual return		
	c Total available at beginning of current plan year to add to prefunding balance		0
	d Portion of (c) to be added to prefunding balance		
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)	22619282	0

Part III Funding Percentages			
14	Funding target attainment percentage	14	153.78 %
15	Adjusted funding target attainment percentage	15	282.60 %
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	264.57 %
17	If the current value of the assets of the plan is less than 70 percent of the funding target, enter such percentage	17	%

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

19	Discounted employer contributions – see instructions for small plan with a valuation date after the beginning of the year:	
	a Contributions allocated toward unpaid minimum required contributions from prior years	19a 0
	b Contributions made to avoid restrictions adjusted to valuation date	19b 0
	c Contributions allocated toward minimum required contribution for current year adjusted to valuation date	19c 0
20	Quarterly contributions and liquidity shortfalls:	
	a Did the plan have a "funding shortfall" for the prior year?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
	b If line 20a is "Yes," were required quarterly installments for the current year made in a timely manner?	<input type="checkbox"/> Yes <input type="checkbox"/> 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: 4.96 %	<input type="checkbox"/> N/A, full yield curve used
b Applicable month (enter code)			21b 0
22 Weighted average retirement age			22 64
23 Mortality table(s) (see instructions) <input type="checkbox"/> Prescribed - combined <input checked="" type="checkbox"/> Prescribed - separate <input type="checkbox"/> 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..... <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No			
25 Has a method change been made for the current plan year? If "Yes," see instructions regarding required attachment..... <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
26 Demographic and benefit information			
a Is the plan required to provide a Schedule of Active Participants? If "Yes," see instructions regarding required attachment..... <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No			
b Is the plan required to provide a projection of expected benefit payments? If "Yes," see instructions regarding required attachment... <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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	150000	
b Excess assets, if applicable, but not greater than line 31a	31b	150000	
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	0	
	Carryover balance	Prefunding balance	Total balance
35 Balances elected for use to offset funding requirement			0
36 Additional cash requirement (line 34 minus line 35)	36	0	
37 Contributions allocated toward minimum required contribution for current year adjusted to valuation date (line 19c)	37	0	
38 Present value of excess contributions for current year (see instructions)			
a Total (excess, if any, of line 37 over line 36)	38a	0	
b Portion included in line 38a attributable to use of prefunding and funding standard carryover balances	38b		
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 the American Rescue Plan Act of 2021 (See Instructions)			
41 If an election was made to use the extended amortization rule for a plan year beginning on or before December 31, 2021, check the box to indicate the first plan year for which the rule applies. <input type="checkbox"/> 2019 <input type="checkbox"/> 2020 <input type="checkbox"/> 2021			

SCHEDULE D (Form 5500) <small>Department of the Treasury Internal Revenue Service</small> <small>Department of Labor Employee Benefits Security Administration</small>	DFE/Participating Plan Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA). ▶ File as an attachment to Form 5500.	<small>OMB No. 1210-0110</small> 2024 This Form is Open to Public Inspection.
---	--	---

For calendar plan year 2024 or fiscal plan year beginning 01/01/2024 and ending 12/31/2024

A Name of plan <u>RETIREMENT PLAN OF LIGGETT GROUP INC. FOR BARGAINING UNIT & HOURLY EMPLOYEES</u>	B Three-digit plan number (PN)	<u>002</u>
C Plan or DFE sponsor's name as shown on line 2a of Form 5500 <u>LIGGETT & MYERS HOLDINGS INC.</u>	D Employer Identification Number (EIN) <u>51-0413146</u>	

Part I	Information on interests in MTIAs, CCTs, PSAs, and 103-12 IEs (to be completed by plans and DFEs) (Complete as many entries as needed to report all interests in DFEs)
---------------	--

a Name of MTIA, CCT, PSA, or 103-12 IE:	<u>LGI MT FOR DEFINED BENEFIT PLANS</u>		
b Name of sponsor of entity listed in (a):	<u>LIGGETT & MYERS HOLDINGS INC</u>		
c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)	
<u>51-0413146-010</u>	<u>M</u>		<u>50191368</u>
a Name of MTIA, CCT, PSA, or 103-12 IE:			
b Name of sponsor of entity listed in (a):			
c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)	
a Name of MTIA, CCT, PSA, or 103-12 IE:			
b Name of sponsor of entity listed in (a):			
c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)	
a Name of MTIA, CCT, PSA, or 103-12 IE:			
b Name of sponsor of entity listed in (a):			
c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)	
a Name of MTIA, CCT, PSA, or 103-12 IE:			
b Name of sponsor of entity listed in (a):			
c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)	
a Name of MTIA, CCT, PSA, or 103-12 IE:			
b Name of sponsor of entity listed in (a):			
c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)	

**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

2024

This Form is Open to Public Inspection

For calendar plan year 2024 or fiscal plan year beginning **01/01/2024** and ending **12/31/2024**

A Name of plan RETIREMENT PLAN OF LIGGETT GROUP INC. FOR BARGAINING UNIT & HOURLY EMPLOYEES		B Three-digit plan number (PN) ▶	002
C Plan sponsor's name as shown on line 2a of Form 5500 LIGGETT & MYERS HOLDINGS INC.		D Employer Identification Number (EIN) 51-0413146	

Part I Asset and Liability Statement

1 Current value of plan assets and liabilities at the beginning and end of the plan year. Combine the value of plan assets held in more than one trust. Report the value of the plan's interest in a commingled fund containing the assets of more than one plan on a line-by-line basis unless the value is reportable on lines 1c(9) through 1c(14). Do not enter the value of that portion of an insurance contract which guarantees, during this plan year, to pay a specific dollar benefit at a future date. **Round off amounts to the nearest dollar.** MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 1b(1), 1b(2), 1c(8), 1g, 1h, and 1i. CCTs, PSAs, and 103-12 IEs also do not complete lines 1d and 1e. See instructions.

Assets	(a) Beginning of Year	(b) End of Year
a Total noninterest-bearing cash	1a	
b Receivables (less allowance for doubtful accounts):		
(1) Employer contributions	1b(1)	
(2) Participant contributions	1b(2)	
(3) Other	1b(3)	
c General investments:		
(1) Interest-bearing cash (include money market accounts & certificates of deposit)	1c(1)	
(2) U.S. Government securities	1c(2)	
(3) Corporate debt instruments (other than employer securities):		
(A) Preferred	1c(3)(A)	
(B) All other	1c(3)(B)	
(4) Corporate stocks (other than employer securities):		
(A) Preferred	1c(4)(A)	
(B) Common	1c(4)(B)	
(5) Partnership/joint venture interests	1c(5)	
(6) Real estate (other than employer real property)	1c(6)	
(7) Loans (other than to participants)	1c(7)	
(8) Participant loans	1c(8)	
(9) Value of interest in common/collective trusts	1c(9)	
(10) Value of interest in pooled separate accounts	1c(10)	
(11) Value of interest in master trust investment accounts	1c(11)	48175921
(12) Value of interest in 103-12 investment entities	1c(12)	50191368
(13) Value of interest in registered investment companies (e.g., mutual funds)	1c(13)	
(14) Value of funds held in insurance company general account (unallocated contracts)	1c(14)	
(15) Other	1c(15)	

1d Employer-related investments:		(a) Beginning of Year	(b) End of Year
(1) Employer securities.....	1d(1)		
(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	48175921	50191368
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	0	0
Net Assets			
l Net assets (subtract line 1k from line 1f).....	1l	48175921	50191368

Part II Income and Expense Statement

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

Income		(a) Amount	(b) Total
a Contributions:			
(1) Received or receivable in cash from: (A) Employers.....	2a(1)(A)		
(B) Participants.....	2a(1)(B)		
(C) Others (including rollovers).....	2a(1)(C)		
(2) Noncash contributions.....	2a(2)		
(3) Total contributions. Add lines 2a(1)(A), (B), (C), and line 2a(2).....	2a(3)		0
b Earnings on investments:			
(1) Interest:			
(A) Interest-bearing cash (including money market accounts and certificates of deposit).....	2b(1)(A)		
(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)		0
(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)		0
(3) Rents.....	2b(3)		
(4) Net gain (loss) on sale of assets:			
(A) Aggregate proceeds.....	2b(4)(A)		
(B) Aggregate carrying amount (see instructions).....	2b(4)(B)		
(C) Subtract line 2b(4)(B) from line 2b(4)(A) and enter result.....	2b(4)(C)		
(5) Unrealized appreciation (depreciation) of assets:			
(A) Real estate.....	2b(5)(A)		
(B) Other.....	2b(5)(B)		
(C) Total unrealized appreciation of assets. Add lines 2b(5)(A) and (B).....	2b(5)(C)		

		(a) Amount	(b) Total
(6) Net investment gain (loss) from common/collective trusts	2b(6)		
(7) Net investment gain (loss) from pooled separate accounts	2b(7)		
(8) Net investment gain (loss) from master trust investment accounts	2b(8)		2015447
(9) Net investment gain (loss) from 103-12 investment entities	2b(9)		
(10) Net investment gain (loss) from registered investment companies (e.g., mutual funds)	2b(10)		
c Other income	2c		
d Total income. Add all income amounts in column (b) and enter total	2d		2015447

Expenses

e Benefit payment and payments to provide benefits:			
(1) Directly to participants or beneficiaries, including direct rollovers	2e(1)		
(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)		0
f Corrective distributions (see instructions)	2f		
g Certain deemed distributions of participant loans (see instructions)	2g		
h Interest expense	2h		
i Administrative expenses:			
(1) Salaries and allowances	2i(1)		
(2) Contract administrator fees	2i(2)		
(3) Recordkeeping fees	2i(3)		
(4) IQPA audit fees	2i(4)		
(5) Investment advisory and investment management fees	2i(5)		
(6) Bank or trust company trustee/custodial fees	2i(6)		
(7) Actuarial fees	2i(7)		
(8) Legal fees	2i(8)		
(9) Valuation/appraisal fees	2i(9)		
(10) Other trustee fees and expenses	2i(10)		
(11) Other expenses	2i(11)		
(12) Total administrative expenses. Add lines 2i(1) through (11)	2i(12)		0
j Total expenses. Add all expense amounts in column (b) and enter total	2j		0

Net Income and Reconciliation

k Net income (loss). Subtract line 2j from line 2d	2k		2015447
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: **BDG CPAS**

(2) EIN: **22-2625944**

d The opinion of an independent qualified public accountant is **not attached** as part of Schedule H because:

(1) This form is filed for a CCT, PSA, DCG 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. DCGs do not complete lines 4e, 4f, 4k, 4l, and 5, and DCGs generally complete the rest of Part IV collectively for all plans in the DCG, except as otherwise provided (see instructions).

During the plan year:

	Yes	No	Amount
a Was there a failure to transmit to the plan any participant contributions within the time period described in 29 CFR 2510.3-102? Continue to answer "Yes" for any prior year failures until fully corrected. (See instructions and DOL's Voluntary Fiduciary Correction Program.)		X	
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.)		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.)		X	
d Were there any nonexempt transactions with any party-in-interest? (Do not include transactions reported on line 4a. Attach Schedule G (Form 5500) Part III if "Yes" is checked.)		X	
e Was this plan covered by a fidelity bond?	X		10000000
f Did the plan have a loss, whether or not reimbursed by the plan's fidelity bond, that was caused by fraud or dishonesty?		X	
g Did the plan hold any assets whose current value was neither readily determinable on an established market nor set by an independent third party appraiser?		X	
h Did the plan receive any noncash contributions whose value was neither readily determinable on an established market nor set by an independent third party appraiser?		X	
i Did the plan have assets held for investment? (Attach schedule(s) of assets if "Yes" is checked, and see instructions for format requirements.)		X	
j Were any plan transactions or series of transactions in excess of 5% of the current value of plan assets? (Attach schedule of transactions if "Yes" is checked and see instructions for format requirements.)		X	
k Were all the plan assets either distributed to participants or beneficiaries, transferred to another plan, or brought under the control of the PBGC?		X	
l Has the plan failed to provide any benefit when due under the plan?		X	
m If this is an individual account plan, was there a blackout period? (See instructions and 29 CFR 2520.101-3.)			
n If 4m was answered "Yes," check the "Yes" box if you either provided the required notice or one of the exceptions to providing the notice applied under 29 CFR 2520.101-3.			

5a Has a resolution to terminate the plan been adopted during the plan year or any prior plan year? 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 557037.

SCHEDULE R (Form 5500) <small>Department of the Treasury Internal Revenue Service</small> <small>Department of Labor Employee Benefits Security Administration</small> <small>Pension Benefit Guaranty Corporation</small>	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.	<small>OMB No. 1210-0110</small> 2024 This Form is Open to Public Inspection.
--	---	---

For calendar plan year 2024 or fiscal plan year beginning 01/01/2024 and ending 12/31/2024

A Name of plan <u>RETIREMENT PLAN OF LIGGETT GROUP INC. FOR BARGAINING UNIT & HOURLY EMPLOYEES</u>	B Three-digit plan number (PN) ▶	<u>002</u>
C Plan sponsor's name as shown on line 2a of Form 5500 <u>LIGGETT & MYERS HOLDINGS INC.</u>	D Employer Identification Number (EIN) <u>51-0413146</u>	

Part I	Distributions
---------------	----------------------

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

1 Total value of distributions paid in property other than in cash or the forms of property specified in the instructions.....

1		<u>0</u>
----------	--	----------

2 Enter the EIN(s) of payor(s) who paid benefits on behalf of the plan to participants or beneficiaries during the year (if more than two, enter EINs of the two payors who paid the greatest dollar amounts of benefits):
 EIN(s): _____

Profit-sharing plans, ESOPs, and stock bonus plans, skip line 3.

3 Number of participants (living or deceased) whose benefits were distributed in a single sum, during the plan year.....

3		<u>0</u>
----------	--	----------

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

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

Part V Additional Information for Multiemployer Defined Benefit Pension Plans

13 Enter the following information for each employer that (1) contributed more than 5% of total contributions to the plan during the plan year or (2) was one of the top-ten highest contributors (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: <input type="checkbox"/> last contributing employer <input type="checkbox"/> alternative <input type="checkbox"/> reasonable approximation (see instructions for required attachment).....	14a	
b The plan year immediately preceding the current plan year. <input type="checkbox"/> 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. <input type="checkbox"/> 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) and (b):

a Enter the percentage of plan assets held as:
 Public Equity: _____% Private Equity: _____% Investment-Grade Debt and Interest Rate Hedging Assets: _____%
 High-Yield Debt: _____% Real Assets: _____% Cash or Cash Equivalents: _____% Other: _____%

b Provide the average duration of the Investment-Grade Debt and Interest Rate Hedging Assets:
 0-5 years 5-10 years 10-15 years 15 years or more

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: _____

Part VII IRS Compliance Questions

21a Does the plan satisfy the coverage and nondiscrimination tests of Code sections 410(b) and 401(a)(4) by combining this plan with any other plans under the permissive aggregation rules? Yes No

21b If this is a Code section 401(k) plan, check all boxes that apply to indicate how the plan is intended to satisfy the nondiscrimination requirements for employee deferrals and employer matching contributions (as applicable) under Code sections 401(k)(3) and 401(m)(2).
 Design-based safe harbor method
 "Prior year" ADP test
 "Current year" ADP test
 N/A

22 If the plan sponsor is an adopter of a pre-approved plan that received a favorable IRS Opinion Letter, enter the date of the Opinion Letter 06 / 30 / 2000 (MM/DD/YYYY) and the Opinion Letter serial number Q702518A.

**RETIREMENT PLAN OF LIGGETT GROUP INC.
FOR BARGAINING UNIT AND HOURLY EMPLOYEES**

FINANCIAL STATEMENTS

**For the years ended
December 31, 2024 and 2023**

RETIREMENT PLAN OF LIGGETT GROUP INC. FOR
BARGAINING UNIT AND HOURLY EMPLOYEES

INDEX TO FINANCIAL STATEMENTS

	<u>Page(s)</u>
Independent Auditor's Report	1-2
Statements of Net Assets Available for Plan Benefits at December 31, 2024 and 2023	3
Statements of Changes in Net Assets Available for Plan Benefits for the years ended December 31, 2024 and 2023	4
Statement of Accumulated Plan Benefits at January 1, 2024	5
Statement of Changes in Accumulated Plan Benefits for the year ended December 31, 2023	6
Notes to Financial Statements	7-16



76 North Walnut Street
Ridgewood, New Jersey 07450
201-652-4040
fax: 201-652-0401
www.bdgcpa.com

Independent Auditor's Report

To the Participants and Plan Administrator of
the Retirement Plan of Liggett Group Inc. for Bargaining Unit and Hourly Employees

Scope and Nature of the ERISA Section 103(a)(3)(C) Audit

We have performed audits of the accompanying financial statements of the Retirement Plan of Liggett Group Inc. for Bargaining Unit and Hourly Employees (the "Plan"), an employee benefit plan subject to the Employee Retirement Income Security Act of 1974 (ERISA), as permitted by ERISA Section 103(a)(3)(C) [ERISA Section 103(a)(3)(C) audit]. The financial statements comprise the statements of net assets available for plan benefits as of December 31, 2024 and 2023, and the related statements of changes in net assets available for plan benefits for the years then ended, and the statement of accumulated plan benefits as of January 1, 2024 and the related statement of changes in accumulated plan benefits for the year ended December 31, 2023, and the related notes to the financial statements.

Management, having determined it is permissible in the circumstances, has elected to have the audits of the Plan's financial statements performed in accordance with ERISA Section 103(a)(3)(C) pursuant to 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA. As permitted by ERISA Section 103(a)(3)(C), our audits need not extend to any statements or information related to assets held for investment of the plan (investment information) by a bank or similar institution or insurance carrier that is regulated, supervised, and subject to periodic examination by a state or federal agency, provided that the statements or information regarding assets so held are prepared and certified to by the bank or similar institution or insurance carrier in accordance with 29 CFR 2520.103-5 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA (qualified institution).

Management has obtained certifications from a qualified institution as of and for the years ended December 31, 2024 and 2023, stating that the certified investment information, as described in Note 4 to the financial statements, is complete and accurate.

Opinion

In our opinion, based on our audits and on the procedures performed as described in the Auditor's Responsibilities for the Audit of the Financial Statements section –

- the amounts and disclosures in the financial statements referred to above, other than those agreed to or derived from the certified investment information, are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America.
- the information in the financial statements referred to above related to assets held by and certified to by a qualified institution agrees to, or is derived from, in all material respects, the information prepared and certified by an institution that management determined meets the requirements of ERISA Section 103(a)(3)(C).

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Plan and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our ERISA Section 103(a)(3)(C) audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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. Management's election of the ERISA Section 103(a)(3)(C) audit does not affect management's responsibility for the financial statements.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Plan's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

Management is also responsible for maintaining a current plan instrument, including all plan amendments; administering the plan; and determining that the plan's transactions that are presented and disclosed in the financial statements are in conformity with the plan's provisions, including maintaining sufficient records with respect to each of the participants, to determine the benefits due or which may become due to such participants.

Auditor's Responsibilities for the Audit of the Financial Statements

Except as described in the Scope and Nature of the ERISA Section 103(a)(3)(C) Audit section of our report, our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Plan's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Plan's ability to continue as a going concern for a reasonable period of time.

Our audits did not extend to the certified investment information, except for obtaining and reading the certification, comparing the certified investment information with the related information presented and disclosed in the financial statements, and reading the disclosures relating to the certified investment information to assess whether they are in accordance with the presentation and disclosure requirements of accounting principles generally accepted in the United States of America.

Accordingly, the objective of an ERISA Section 103(a)(3)(C) audit is not to express an opinion about whether the financial statements as a whole are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.



Ridgewood, New Jersey

July 31, 2025

RETIREMENT PLAN OF LIGGETT GROUP INC. FOR
BARGAINING UNIT AND HOURLY EMPLOYEES

STATEMENTS OF NET ASSETS AVAILABLE FOR PLAN BENEFITS

December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Assets:		
Plan interest in Master Trust	<u>\$ 50,191,368</u>	<u>\$ 48,175,921</u>
Net assets available for plan benefits	<u>\$ 50,191,368</u>	<u>\$ 48,175,921</u>

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

RETIREMENT PLAN OF LIGGETT GROUP INC. FOR
BARGAINING UNIT AND HOURLY EMPLOYEES

STATEMENTS OF CHANGES IN NET ASSETS AVAILABLE FOR PLAN BENEFITS

for the years ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Change in net assets attributed to:		
Change in plan interest in Master Trust	<u>\$ 2,015,447</u>	<u>\$ 2,903,544</u>
Net increase	2,015,447	2,903,544
Net assets available for benefits, beginning of year	<u>48,175,921</u>	<u>45,272,377</u>
Net assets available for benefits, end of year	<u><u>\$ 50,191,368</u></u>	<u><u>\$ 48,175,921</u></u>

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

RETIREMENT PLAN OF LIGGETT GROUP INC. FOR
BARGAINING UNIT AND HOURLY EMPLOYEES

STATEMENT OF ACCUMULATED PLAN BENEFITS

January 1, 2024

Actuarial present value of accumulated
plan benefits:

Vested benefits:

Participants currently receiving payments \$ 12,885,070

Other participants 3,079,416

Total vested benefits 15,964,486

Nonvested benefits -

Total actuarial present value of
accumulated plan benefits \$ 15,964,486

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

RETIREMENT PLAN OF LIGGETT GROUP INC. FOR
BARGAINING UNIT AND HOURLY EMPLOYEES

STATEMENT OF CHANGES IN ACCUMULATED PLAN BENEFITS

for the year ended December 31, 2023

Actuarial present value of accumulated plan benefits at beginning of year	\$ 16,861,075
Increase (decrease) during the year attributed to:	
Benefits paid	(2,030,994)
Increase for interest due to decrease in discount period	985,060
Benefits accumulated and (gains) losses	149,345
Net decrease	<u>(896,589)</u>
Actuarial present value of accumulated plan benefits at end of year	<u>\$ 15,964,486</u>

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

**RETIREMENT PLAN OF LIGGETT GROUP INC.
FOR BARGAINING UNIT AND HOURLY EMPLOYEES**

NOTES TO FINANCIAL STATEMENTS

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND PLAN CHARACTERISTICS**

Basis of Presentation

The financial statements of the Retirement Plan of Liggett Group Inc. for Bargaining Unit and Hourly Employees (the "Plan") have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

The Plan

The Plan was established as of January 1, 1972 as successor to a retirement plan established on January 1, 1941 and is administered by the Liggett Group Inc. Employee Benefits Committee, which is appointed by Liggett & Myers Holdings Inc. ("Liggett & Myers" or the "Company"), the Plan's sponsor. Affiliates of Liggett & Myers Holdings Inc. were the sponsor of the Plan in prior years.

The Plan was most recently amended and restated on December 30, 2016, effective as of January 1, 2017 (see Note 7).

The Plan is a non-contributory defined benefit retirement plan and covers employees included in various units covered by collective bargaining agreements which expressly provide for participation of bargaining unit members in this Plan. The Plan's eligibility was frozen for covered employees on the same date benefit accruals were frozen as set forth below. Prior to the freeze, such employees became participants in the Plan on the first day of the month following the date the employee had completed one year of eligibility service and attained his twenty-first birthday. The Plan is subject to the Employee Retirement Income Security Act of 1974 ("ERISA").

The primary purpose of the Plan is to provide retirement benefits, based on compensation and length of credited service, to participants who attain normal retirement age. In addition, the Plan provides early, optional, disability and deferred retirement benefits.

The Plan was amended in 1994 to freeze the accrual of future benefits with respect to participants employed by Liggett within the bargaining unit represented by Local Union No. 176-T of The Bakery, Confectionery and Tobacco Workers International Union effective December 31, 1994. The Plan was further amended in 1995 to freeze the accrual of future benefits with respect to participants employed by Liggett within the bargaining units represented by Teamsters Local No. 391 (affiliated with the International Brotherhood of Teamsters) and Local Lodge No. 757 of the International Association of Machinists and Aerospace Workers effective April 30, 1995. The Plan was further amended in 1995 to freeze the accrual of future benefits with respect to participants employed by Liggett within the bargaining unit represented by Local Union No. 314-T of The Bakery, Confectionery and Tobacco Workers International Union and for Danville employees effective May 31, 1995. Thus, the benefit earned by a participant at December 31, 1994, April 30, 1995 or May 31, 1995 is the benefit the employee will receive at Normal Retirement Date. Additional service and compensation will not increase accrued benefits payable at Normal Retirement Date. In addition, all participants in the plan are members of the above-referenced bargaining units.

**RETIREMENT PLAN OF LIGGETT GROUP INC.
FOR BARGAINING UNIT AND HOURLY EMPLOYEES**

NOTES TO FINANCIAL STATEMENTS

The Pension Protection Act of 2006 (PPA) as amended by the Worker, Retiree and Employer Recovery Act of 2008 (WRERA) imposes certain benefit restrictions for qualified defined benefit plans that do not meet certain funding thresholds, referred to as the Funding Target Attainment Percentage (FTAP) and the Adjusted Funding Target Attainment Percentage (AFTAP). Because the FTAP and AFTAP exceed these thresholds, the Plan is not subject to these restrictions.

Contributions

Company contributions are accrued based on actuarially determined amounts required to be funded under provisions of ERISA or, if greater, amounts actually contributed for the year. The Company contributes such amounts as are necessary to provide the Plan with assets sufficient to provide the actuarially computed benefits to be paid to Plan participants.

The yield (investment income and net realized and unrealized gains and losses) on investments of the Plan serves to reduce future contributions that would otherwise be required to provide for the defined level of benefits under the Plan.

It is the Company's policy to make at least the minimum contribution required by law or regulation and to fund such costs accrued. No Company contributions were required under the minimum funding requirements of ERISA for the 2024 and 2023 plan years.

Investments

Contributions by the Company to the Plan are invested in the Liggett Group Inc. Master Trust for Defined Benefit Plans ("Master Trust") (See Note 2).

Vesting

Benefits under the Plan were fully vested for each participant as of the date that benefit accruals were frozen as set forth above.

Payment of Benefits

Upon retirement, a participant may elect to receive the participant's benefit in one of the following ways: (i) a life annuity in equal monthly installments, (ii) a joint and survivor annuity, (iii) a life annuity with 60 or 120 monthly payments guaranteed or (iv) a life annuity with social security adjustments. Benefit payments to participants are recorded upon distribution. On an annual basis, the Company will cashout vested terminated participants whose full present value does not exceed \$5,000.

Administrative Costs

Liggett personnel and facilities are used by the Plan for its accounting and other activities at no charge to the Plan. The Plan paid for eligible costs of trustee, actuarial and accounting services in 2024 and 2023 as permitted under ERISA guidelines.

**RETIREMENT PLAN OF LIGGETT GROUP INC.
FOR BARGAINING UNIT AND HOURLY EMPLOYEES**

NOTES TO FINANCIAL STATEMENTS

Use of Estimates

The preparation of financial statements in accordance 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, liabilities, and changes therein; disclosure of contingent assets and liabilities; and the actuarial present value of accumulated plan benefits at the date of the financial statements, and changes therein. Actual results could differ from those estimates.

Certain Significant Estimates

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.

SECURE Act and CARES Act

On August 3, 2022, the IRS released Notice 2022-33, which extends the deadline for adopting any SECURE Act plan amendments until December 31, 2025, to provide relief for plan sponsors waiting for final IRS guidance on many of the SECURE Act's provisions. The Notice also extends the deadline for the 2020 waiver in the CARES Act of required minimum distributions until December 31, 2025. These amendments can be retroactively adopted; therefore, the Plan can implement the amendments prior to amending the plan instrument. Similarly, plans may have voluntarily adopted provisions under the CARES Act by placing them in operation without amending the plan as long as the plan management makes the required amendments to plan documents by December 31, 2025.

SECURE 2.0 Act of 2022

The SECURE 2.0 Act of 2022 ("SECURE 2.0 Act") was signed into law on December 29, 2022, to increase retirement savings, improve retirement rules, and lower employer costs of setting up a retirement plan. Plan amendments required by the SECURE 2.0 Act generally need not be made until the end of the first plan year beginning on or after January 1, 2025; however, plans must be operated in accordance with the effective date of each new provision. There is no current impact to the Plan and these provisions did not have an impact on the financial statements. Since the provisions include both required and optional elements, the Plan Administrator will determine the optional provisions to elect.

2. **INVESTMENTS IN THE LIGGETT GROUP INC. MASTER TRUST FOR DEFINED BENEFIT PLANS**

The Plan's investments are in the Liggett Group Inc. Master Trust for Defined Benefit Plans with Wilmington Trust, N.A. as Trustee as of and for the years ended December 31, 2024 and 2023. Use of the Master Trust permits the commingling of the Plan assets of the two defined benefit plans of Liggett & Myers for investment and administrative purposes. The Plan has an undivided beneficial interest in the assets of the Master Trust and changes therein. Supporting records are maintained by the Trustee for the purpose of allocating changes in assets to the participating plans. At December 31, 2024 and 2023 the Plan had approximately 56.1% and 55.0% interest, respectively, in the assets of the Master Trust.

**RETIREMENT PLAN OF LIGGETT GROUP INC.
FOR BARGAINING UNIT AND HOURLY EMPLOYEES**

NOTES TO FINANCIAL STATEMENTS

The following table presents the investments and other assets and liabilities of the Master Trust at December 31, 2024 and 2023.

	2024		2023	
	Master Trust Balances	Plan's Interest in Master Trust	Master Trust Balances	Plan's Interest in Master Trust
Insurance contracts	\$ 1,861,036	\$ 1,043,366	\$ 1,535,467	\$ 844,860
Common/collective trusts	87,488,294	49,049,199	85,901,802	47,265,775
Total investments	89,349,330	50,092,565	87,437,269	48,110,635
Cash and cash equivalents	175,405	98,339	117,850	64,845
Interest and dividends receivable	828	464	802	441
Total net assets	\$ 89,525,563	\$ 50,191,368	\$ 87,555,921	\$ 48,175,921

The following table presents the changes in net assets of the Master Trust for the years ended December 31, 2024 and 2023:

	2024		2023	
	Change in Master Trust	Plan's Interest Change in Master Trust	Change in Master Trust	Plan's Interest Change in Master Trust
Additions to net assets attributed to:				
Investment income:				
Interest and dividends	\$ 86,987	\$ 48,258	\$ 80,425	\$ 43,738
Other income	6,655	3,702	-	-
Net appreciation in fair value of investments	7,356,668	4,076,614	9,372,676	5,106,651
	7,450,310	4,128,574	9,453,101	5,150,389
Investment expenses	(170,175)	(94,341)	(174,339)	(94,708)
Net investment income	7,280,135	4,034,233	9,278,762	5,055,681
Total additions	7,280,135	4,034,233	9,278,762	5,055,681
Deductions from net assets attributed to:				
Benefits paid directly to participants	5,081,780	1,910,828	5,534,896	2,030,994
Administrative fees	228,713	107,958	246,557	121,143
Total deductions	5,310,493	2,018,786	5,781,453	2,152,137
Net increase	1,969,642	2,015,447	3,497,309	2,903,544
Net assets available for benefits, beginning of year	87,555,921	48,175,921	84,058,612	45,272,377
Net assets available for benefits, end of year	\$ 89,525,563	\$ 50,191,368	\$ 87,555,921	\$ 48,175,921

**RETIREMENT PLAN OF LIGGETT GROUP INC.
FOR BARGAINING UNIT AND HOURLY EMPLOYEES**

NOTES TO FINANCIAL STATEMENTS

During 2024 and 2023, the Master Trust's investments (including gains and losses on investments bought and sold, as well as held during the year) appreciated in value by \$7,356,668 and \$9,372,676 respectively.

The following table sets forth by level, within the fair value hierarchy, the Master Trust's recurring financial assets at fair value as of December 31, 2024 and 2023:

<i>Master Trust Assets at Fair Value as of December 31, 2024</i>				
	<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>	<i>Total</i>
Insurance contracts	\$ -	\$ 1,861,036	\$ -	\$ 1,861,036
Amounts in individually managed investment accounts:				
Cash, mutual funds and common stock	175,405	-	-	175,405
Common collective trusts at NAV (1)	-	-	-	87,488,294
Total assets at fair value	\$ 175,405	\$ 1,861,036	\$ -	\$ 89,524,735

(1) In accordance with Subtopic 820-10, investments that are measured at fair value using the NAV practical expedient are not classified in the fair value hierarchy.

<i>Master Trust Assets at Fair Value as of December 31, 2023</i>				
	<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>	<i>Total</i>
Insurance contracts	\$ -	\$ 1,535,467	\$ -	\$ 1,535,467
Amounts in individually managed investment accounts:				
Cash, mutual funds and common stock	117,850	-	-	117,850
Common collective trusts at NAV (1)	-	-	-	85,901,802
Total assets at fair value	\$ 117,850	\$ 1,535,467	\$ -	\$ 87,555,119

(1) In accordance with Subtopic 820-10, investments that are measured at fair value using the NAV practical expedient are not classified in the fair value hierarchy.

**RETIREMENT PLAN OF LIGGETT GROUP INC.
FOR BARGAINING UNIT AND HOURLY EMPLOYEES**

NOTES TO FINANCIAL STATEMENTS

The fair value of investments included in Level 1 are based on quoted market prices from various stock exchanges. The Level 2 investments are based on quoted market prices of similar investments. See Note 3.

Assets of the Master Trust at December 31, 2024 and 2023 are comprised of an investment in an insurance contract with The Equitable Life Assurance Society of the United States (“the Equitable”) and various investment funds managed by Frank Russell Trust Company, State Street Global Asset Management, American Beacon Advisors, Inc., and Wilmington Trust.

The individually managed investment accounts are stated at market values as determined by their respective account managers based on quoted market prices. The insurance contract is a Disbursement Account Contract and is stated at fair market value. Interest is allocated as of the last day of each calendar month in a manner consistent with the Equitable's general practices for allocating investment income to such contracts.

Investments are reported at fair value as determined by the trustee. If available, quoted market prices are used to value investments. All investment transactions are recorded by the Plan as of the trade date. Gains or losses on sale of investments were determined by the specific identification method. Interest income is recorded as earned on an accrual basis. Dividends are recorded on the ex-dividend date. Earnings are allocated based on the Plan's interest in the Master Trust. Withdrawals and fees are allocated based on specific plan activity.

3. **FAIR VALUE MEASUREMENTS**

Fair Value Measurements

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

- | | |
|---------|---|
| Level 1 | Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has the ability to access. |
| Level 2 | Inputs to the valuation methodology include: <ul style="list-style-type: none">• Quoted prices for similar assets or liabilities in active markets;• Quoted prices for identical or similar assets or liabilities in inactive markets;• Inputs other than quoted prices that are observable for the asset or liability;• Inputs that are derived principally from or corroborated by observable market data by correlation or other means. |

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

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

**RETIREMENT PLAN OF LIGGETT GROUP INC.
FOR BARGAINING UNIT AND HOURLY EMPLOYEES**

NOTES TO FINANCIAL STATEMENTS

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

Transfers Between Levels

The availability of observable market data is monitored to assess the appropriate classification of financial instruments within the fair value hierarchy. Changes in economic conditions or model-based valuation techniques may require the transfer of financial instruments from one fair value level to another. In such instances, the transfer is reported at the beginning of the reporting period.

We evaluate the significance of transfers between levels based upon the nature of the financial instrument and size of the transfer relative to total net assets available for benefits. For the years ended December 31, 2024 and 2023, there were no significant transfers in or out of levels 1, 2, or 3.

See Note 2 for information related to fair value measurements of the Plan's interest in the Master Trust.

4. DATA CERTIFIED BY THE PLAN'S TRUSTEE

The plan administrator has received certification from Wilmington Trust, N.A. as of and for the years ended December 31, 2024 and 2023 that the information provided to the plan administrator by the trustee is complete and accurate. The certification applies to investments, interest, dividends, other income and net appreciation (depreciation) in fair value of investments.

5. ACTUARIAL PRESENT VALUE OF ACCUMULATED PLAN BENEFITS

Accumulated plan benefits are those future periodic payments that are attributable under the Plan's provisions to the service employees have rendered as of the valuation date. Accumulated plan benefits include benefits expected to be paid to (a) retired, disabled 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 the employee's average annual compensation from 1987-1991 and annual compensation each year thereafter up until all benefit accruals under the plan were frozen. 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 up to and at the Valuation Date.

The actuarial present value of accumulated plan benefits is determined by an independent actuary and is that amount that results from applying actuarial assumptions to adjust the accumulated plan benefits to reflect the time value of money (through discounts for interest) and the probability of payment (by means of decrements such as for death, disability, withdrawal, or retirement) between the Valuation Date and expected date of payment. The actuarial cost method used is the accrued benefit cost method. The significant actuarial assumptions at January 1, 2024 (the latest Valuation Date) are as follows:

Interest rate	- 6.25% (6.25% at January 1, 2023)
Expected return on Plan assets	- 6.25% (6.25% at January 1, 2023)

**RETIREMENT PLAN OF LIGGETT GROUP INC.
FOR BARGAINING UNIT AND HOURLY EMPLOYEES**

NOTES TO FINANCIAL STATEMENTS

Mortality basis	- Pri-2012 blue-collar sex distinct, separate employee and retiree tables with contingent survivor adjustments for current survivors of deceased participants, projected with generational mortality improvements using MMP-2021 (MMP-2021 at January 1, 2023).
Retirements	- Later of age 64 or current age for active participants, age 65 for vested terminated participants
Percentage married	- 80.00%
Spouse's age	- 4 years younger for male participants and 4 years older for female participants

For purposes of funding and Plan accounting under ASC 715, there were changes, as follows:

- For purposes of funding, interest discounts and mortality rates were updated from 2023 to 2024 in accordance with PPA as modified by HATFA, ARPA, and IJJA.
- For purposes of funding, the expected return on assets decreased from 5.40% in 2023 to 5.25% in 2024.
- For purposes of Plan accounting under ASC 715, the discount rate increased from 5.30% in 2023 to 5.35% in 2024.

For purposes of Plan accounting under ASC 960, the asset valuation method is the fair market value.

For purposes of funding and determination of restrictions on benefits, the current asset valuation method is an average of the adjusted market value for each year during the last 24 months preceding the valuation date. The adjusted market value is the market value at each determination date adjusted to the valuation date based on actual cash flows and expected interest at the lesser of the expected rate of return and the third segment rate. This amount is adjusted to be no greater than 110 percent and no less than 90 percent of the fair market value.

6. PLAN TERMINATION

While the Company has not expressed any intent to discontinue its contributions, it is free to do so at any time, subject to requirements set forth in ERISA. In the event the Plan terminates, the net assets of the Plan will be allocated, as prescribed by ERISA and its related regulations, generally to provide the following benefits in the order indicated.

**RETIREMENT PLAN OF LIGGETT GROUP INC.
FOR BARGAINING UNIT AND HOURLY EMPLOYEES**

NOTES TO FINANCIAL STATEMENTS

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

Certain benefits under the Plan are insured by the PBGC if the Plan terminates. Generally, the PBGC guarantees most vested normal retirement age benefits, early retirement benefits, and certain disability and survivor's pensions. The PBGC does not guarantee all types of benefits under the Plan, and the amount of benefit protection is subject to certain limitations. Vested benefits under the Plan are guaranteed at the level in effect on the date of the Plan's termination; however, there is a statutory ceiling on the amount of an individual's monthly benefit that the PBGC guarantees. Whether all participants receive their benefits should the Plan terminate at some future time will depend on the sufficiency, at that time, of the Plan's net assets to provide those benefits and may also depend on the level of benefits guaranteed by the PBGC.

7. **INCOME TAXES**

The IRS has determined and informed the Company by a letter dated December 5, 2017, that the Plan and related trust are designed in accordance with applicable sections of the Internal Revenue Code ("IRC"). The Plan administrator and the Plan's tax counsel believe that the Plan is designed, and is currently being operated, in compliance with applicable requirements of the IRC and, therefore, believe that the Plan is qualified and the related trust is tax-exempt.

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 Plan 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 any tax periods in progress.

8. **CONCENTRATION OF CREDIT RISK**

Financial instruments which potentially subject the Plan to concentrations of credit risk consist principally of investment contracts with insurance and other financial institutions. The Plan has no formal policy requiring collateral to support the financial instruments subject to credit risk.

**RETIREMENT PLAN OF LIGGETT GROUP INC.
FOR BARGAINING UNIT AND HOURLY EMPLOYEES**

NOTES TO FINANCIAL STATEMENTS

The Plan includes various investments in any combination of mutual funds and other investment securities. Investment securities are exposed to various risks, such as interest rate, market and credit risks. Market risks include risks related to pandemics and international conflicts. 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 plan benefits.

9. SUBSEQUENT EVENTS

The Plan has evaluated subsequent events through July 31, 2025, the date which the financial statements were available to be issued.

Schedule SB, Line 26 — Schedule of Active Participant Data

Years of credited service										
Attained age	Under 1	1-4	5-9	10-14	15-19	20-24	25-29	30-34	35-39	40 & up
< 25										
25 - 29										
30 - 34										
35 - 39										
40 - 44										
45 - 49										
50 - 54										
55 - 59	1		1							
60 - 64			14	18						
65 - 69	1	1	1	10						
70 & up			1	1						

In each cell, the number is the count of active participants for each age/service combination.

Schedule SB, Part V — Statement of Actuarial Assumptions/Methods**Actuarial Assumptions for January 1, 2024 Funding Valuation****Discount rate sponsor elections**

• Segment rates or full yield curve	Segment		
• Look-back months	0		
		Stabilized	Nonstabilized
• First 5 years		4.75%	4.37%
• Next 15 years		4.96%	4.96%
• Over 20 years		5.59%	4.95%

Mortality sponsor elections

• All participants	Section 430(h)(3) prescribed generational annuitant and non-annuitant mortality tables. These tables are based on the Pri-2012 mortality tables projected with IRS-adjusted mortality improvement scale MP-2021 in accordance with IRS regulation 1.430(h)(3)-1..
--------------------	---

Other economic assumptions

• Salary increases	Not applicable
• Flat-dollar benefit increases	Not applicable
• Social Security taxable wage base increases	Not applicable
• Inflation	Not applicable
• Expected investment return	3.85% per year for 2022, and 5.40% per year for 2023, and 5.25% for 2024
• Expenses	\$150,000 added to current year normal cost

Rationale for Economic Assumptions

- Discount rate – Prescribed by IRC Section 430 and relevant regulations, given elections made by Liggett & Myers Holdings Inc.
- Expected investment return – The expected rate of return on plan assets is based on the rounded median simulated investment return using capital market assumptions published in Mercer Investment Consulting’s Capital Markets Outlook for the plan’s asset mix.
- Expenses – This assumption is based on prior year experience, adjusted (if material for the purpose) for expected changes in the upcoming year.

Demographic assumptions

• Withdrawal	None – all participants are over age 55 and are early retirement eligible
• Disability incidence	None
• Retirement age	Participants are assumed to retire at the later of their 64 th birthday and the valuation date.
• Benefit commencement age for	
— Future vested deferred	65
— Current vested deferred	65

Schedule SB, Part V — Statement of Actuarial Assumptions/Methods

• Spouse assumptions	<u>Male participants</u>	<u>Female participants</u>	
— Percentage married	80%	80%	
— Spouse age difference	4 years younger	4 years older	
Form of payment	<u>Single Life</u>	<u>75% J&S</u>	<u>50% J&S</u>
• Active retirements	85%	15%	0%
• Future vested deferred	85%	15%	0%
• Future deaths	0%	0%	100%
• Current vested deferred	85%	15%	0%
Unpredictable contingent event assumptions	Not applicable.		

Schedule SB, Part V — Statement of Actuarial Assumptions/Methods

Actuarial Methods for Funding

Asset Methods

The asset valuation method is an average of the adjusted market value for each year during the last 24 months preceding the valuation date. The adjusted market value is the market value at each determination date adjusted to the valuation date based on actual cash flows and expected interest at the lesser of the expected rate of return and the third segment rate. This amount is adjusted to be no greater than 110% and no less than 90% of the fair market value, as defined in IRC Section 430.

Participant Methods

Participants or former participants are included or excluded from the valuation as described below:

- **Participants included:** The plan sponsor provides us with data on all employees as of the valuation date, but only those employees who have completed the plan's eligibility requirements are included in the valuation of liabilities.
- **Participants excluded:** No actuarial liability is included for nonvested participants who terminated prior to the valuation date. For this purpose, participants with a break in service on the valuation date are treated as terminated participants.
- **Insurance contracts:** The plan does not have any insurance contracts.

Minimum Funding Methods

The funding target for minimum funding calculations is computed using the traditional unit credit method of funding. The objective under this method is to fund each participant's benefits under the plan as they accrue. Thus, the total pension to which each participant is expected to become entitled at retirement is broken down into units, each associated with a year of past or future credited service.

A detailed description of the calculation follows:

- The plan's valuation date is the beginning of the plan year.
- An individual's **funding target** is the present value of future benefits based on credited service and average pay as of the beginning of the plan year, and an individual's **target normal cost** is the present value of the benefit expected to accrue in the plan year. If multiple decrements are used, the funding target and the target normal cost for an individual are the sum of the component funding targets and target normal costs associated with the various anticipated separation dates.
- The plan's **target normal cost** is the sum of the individual target normal costs, and the plan's **funding target** is the sum of the individual funding targets for all participants under the plan.

**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

2024

This Form is Open to Public Inspection

For calendar plan year 2024 or fiscal plan year beginning 01/01/2024 and ending 12/31/2024

▶ **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 OF LIGGETT GROUP INC. FOR BARGAINING UNIT & HOURLY EMPLOYEES		B Three-digit plan number (PN) ▶	002
C Plan sponsor's name as shown on line 2a of Form 5500 or 5500-SF LIGGETT & MYERS HOLDINGS INC.		D Employer Identification Number (EIN) 51-0413146	
E Type of plan: <input checked="" type="checkbox"/> Single <input type="checkbox"/> Multiple-A <input type="checkbox"/> Multiple-B		F Prior year plan size: <input type="checkbox"/> 100 or fewer <input checked="" type="checkbox"/> 101-500 <input type="checkbox"/> More than 500	

Part I Basic Information

1 Enter the valuation date: Month <u>01</u> Day <u>01</u> Year <u>2024</u>			
2 Assets:			
a Market value	2a	48,175,921	
b Actuarial value	2b	49,621,964	
3 Funding target/participant count breakdown	(1) Number of participants	(2) Vested Funding Target	(3) Total Funding Target
a For retired participants and beneficiaries receiving payment	304	14,064,911	14,064,911
b For terminated vested participants	17	626,131	626,131
c For active participants	49	2,867,874	2,867,874
d Total	370	17,558,916	17,558,916
4 If the plan is in at-risk status, check the box and complete lines (a) and (b)..... <input type="checkbox"/>			
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	5.03%	
6 Target normal cost			
a Present value of current plan year accruals	6a	0	
b Expected plan-related expenses	6b	150,000	
c Target normal cost	6c	150,000	

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>Timothy Lazor</u> 	<u>8/13/2025</u>
	Signature of actuary	Date
TIMOTHY LAZOR		2308679
	Type or print name of actuary	Most recent enrollment number
MERCER		212-345-0355
	Firm name	Telephone number (including area code)
1166 AVENUE OF THE AMERICAS		
NEW YORK NY 10036		
	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) 2024 v. 240311

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

21 Discount rate:

a Segment rates:	1st segment: 4.75 %	2nd segment: 4.96 %	3rd segment: 5.59%	<input type="checkbox"/> N/A, full yield curve used
-------------------------	------------------------	------------------------	-----------------------	---

b Applicable month (enter code)..... **21b** 0

22 Weighted average retirement age **22** 64

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 Demographic and benefit information

a Is the plan required to provide a Schedule of Active Participants? If "Yes," see instructions regarding required attachment. Yes No

b Is the plan required to provide a projection of expected benefit payments? 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	150,000
b Excess assets, if applicable, but not greater than line 31a	31b	150,000

32 Amortization installments:	Outstanding Balance	Installment
a Net shortfall amortization installment		
b Waiver amortization installment		

33 If a waiver has been approved for this plan year, enter the date of the ruling letter granting the approval (Month _____ Day _____ Year _____) and the waived amount **33**

34 Total funding requirement before reflecting carryover/prefunding balances (lines 31a - 31b + 32a + 32b - 33).....	34	0
	Carryover balance	Prefunding balance
35 Balances elected for use to offset funding requirement		0
36 Additional cash requirement (line 34 minus line 35).....	36	0
37 Contributions allocated toward minimum required contribution for current year adjusted to valuation date (line 19c).....	37	0

38 Present value of excess contributions for current year (see instructions)

a Total (excess, if any, of line 37 over line 36)	38a	0
b Portion included in line 38a attributable to use of prefunding and funding standard carryover balances	38b	

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 the American Rescue Plan Act of 2021 (See Instructions)

41 If an election was made to use the extended amortization rule for a plan year beginning on or before December 31, 2021, check the box to indicate the first plan year for which the rule applies. 2019 2020 2021

Schedule SB, Part V — Summary of Plan Provisions

Summary of Major Plan Provisions

Effective date and plan year	Original plan: January 1, 1972 Restated plan: January 1, 2017 Plan year: January 1 – December 31
Status of the plan	The plan is frozen.
Definitions	
• Covered employees	All participants who were members of the Tobacco Works Union on December 31, 1994, or members of the Machinists and Teamsters Unions on April 30, 1995, or employees at the Danville location on May 31, 1995.
• Participation	First of the month following the earlier of attainment of age 21 and 1 year of Eligibility Service or attainment of age 30.
• Employee contributions	None
• Vesting service	Service after attainment of age 18 with at least one Hour of Service after January 1, 1986. Otherwise, service after 22nd birthday.
• Credited service	For periods prior to January 1, 1976, Credited Service under provisions of the Plan as of December 31, 1975. For periods on and after January 1, 1976, credit for full or partial years based on Hours of Service in Plan Year. Service frozen as of December 31, 1994 for members of the Tobacco Workers Union, as of April 30, 1995 for members of the Machinists and Teamsters Unions, and as of May 31, 1995 for Danville. Service prior to date of Participation is excluded. Additional Credited Service to age 21 for eligible Participants hired on or after January 1, 1976.
• Accrued benefit	Amount of Normal Retirement Benefit at date of calculation
Normal retirement	
• Eligibility	First of the month following 65th birthday.

Schedule SB, Part V — Summary of Plan Provisions

• Benefit	<p><u>Future Service</u> 1.4% of Annual Earnings for each year of Credited Service after January 1, 1992 (and prior to December 31, 1994 for members of the Tobacco Workers Union, April 30, 1995 for members of the Machinists and Teamsters Unions, and May 31, 1995 for Danville).</p> <p><u>Past Service</u> Greater of (a) or (b)</p> <p>(a) 1.4% of prior 5-year Average Annual Earnings as of January 1, 1992 times Credited Service prior to January 1, 1992.</p> <p>(b) Accrued Benefit under Plan to December 31, 1991. In the event a participant has accrued more than 35 years of Credited Service, only those 35 consecutive years which produce the highest retirement benefit are considered.</p>
Early retirement	
• Eligibility	First day of any month following 55th birthday and completion of 10 years of Vesting Service.
• Benefit	Accrued Benefit to date of Early Retirement, reduced for the number of months by which the Early Retirement Date precedes the participant's 60th birthday, at the rate of 6% per year. Unreduced benefits are payable upon attainment of age 55 and completion of 30 years of Vesting Service.
Late retirement	
• Eligibility	First day of any month following Normal Retirement Date.
• Benefit	Benefit accrued to Deferred Retirement Date.
Deferred vested	
• Eligibility	5 years of Vesting Service or age 65. All members became vested when their plan benefits were frozen on December 31, 1994 (for Tobacco Workers), April 30, 1995 (for Machinists and Teamsters), and May 31, 1995 (for Danville).

Schedule SB, Part V — Summary of Plan Provisions

• Benefit	<p>Accrued Benefit to date of termination payable at Normal Retirement Date or, with 5 years of Vesting Service, reduced benefit payable at early commencement on first day of any month following 55th birthday.</p> <p>Accrued Benefit is reduced 8% per year for each of the first five years by which benefit commencement precedes attainment of age 65, plus 4% for each year preceding age 60. Above reduction is based upon attained age at retirement without interpolation for partial years.</p>
Disability	
• Eligibility	<p>Active and vested at date of disability. First day of month following later of date of disability and 55th birthday.</p>
• Benefit	<p>Accrued Benefit, unreduced for early commencement, determined as though credited service continued to Disability Retirement Date (but not past December 31, 1994 for members of the Tobacco Workers Union, April 30, 1995 for members of the Machinists and Teamsters Unions, and May 31, 1995 for Danville) at Annual Earnings rate in effect at date of disability, as long as disability continues to Disability Retirement Date.</p>
Pre-retirement Death for Active Participants	
	<p>(1) Payable to the eligible spouse of an active participant who dies after attainment of age 55 and completion of 10 years of Vesting Service or attainment of age 65:</p>
	<p>Life Annuity to spouse of 50% of participant's Accrued Benefit at date of death.</p>
	<p>(2) Payable to the eligible spouse of an active vested Participant who dies before attainment of age 55 and completion of 10 years of Vesting Service and before attainment of age 65:</p>
	<p>Benefit the spouse would have received if the participant had separated from service on the date of his death, survived to his 55th birthday, elected to receive payments on the first of the month following his 55th birthday under the Qualified 50% Joint and Survivor Annuity form of payment and then died.</p>

Schedule SB, Part V — Summary of Plan Provisions

Pre-retirement death for Terminated Vested Participants

(1) After attainment of age 55:

Benefit payable to the spouse under the Qualified 50% Joint and Survivor Annuity form of payment if the participant had elected to receive payments beginning on the first of the month following date of death.

(2) Prior to attainment of age 55:

Benefit the spouse would have received if the participant had survived to his 55th birthday, elected to receive payments on the first of the month following his 55th birthday under the Qualified 50% Joint and Survivor Annuity form of payment and then died.

Lump Sum Cash-Out

Once each year, the Company will cash out vested terminated participants by paying the full present value of the vested Accrued Benefit, but only if such amount does not exceed \$5,000. For lump sum cash-outs, the present value is based on the mortality table as mandated by Internal Revenue Code Section 417(e) and the lump sum segment rates published by the Internal Revenue Service for the second full calendar month preceding the month in which the lump sum is distributed. Effective July 1, 2015, this was updated to the lump sum segment rates published by the Internal Revenue Service for the September preceding the year in which the lump sum is distributed.

Form of benefits

• Automatic form for unmarried participants	Life Annuity
• Automatic form for married participants	Actuarially Equivalent Qualified Joint and Survivor Annuity
• Optional forms	<p>Joint and Survivor Annuity Option.</p> <p>Life Annuity with 60 or 120 Monthly Payments Guaranteed Option.</p> <p>Life Annuity with Social Security Adjustment Option.</p> <p>Optional forms are set based on tabular factors specified in the plan document.</p>

Schedule SB, Part V — Summary of Plan Provisions

1999 Early Retirement Window	
• Eligibility	Attainment of age 50 and completion at least 5 years of Vesting Service as of May 1, 1999.
• Election Period	June 7, 1999 – July 22, 1999
• Retirement Date	Later of August 1, 1999 or first of month following attainment of age 55.
• Benefit	Normal and Early Retirement Benefit as previously described with reduction for early retirement to the later of age 55 or attained age. The reduction is 5/12 of 1% for each month (5% per year) that retirement precedes the first day of the month following the employee's 60th birthday (but not less than 80% of the accrued benefit).
• Special Lump Sum Benefit	3% of pensionable compensation (greater of 1993 and 1994 pay) for each year of Vesting Service through July 31, 1999.
2015 Deferred Lump Sum Window	
• Eligibility	Terminated employment by January 1, 2015 and under age 65 as of July 1, 2015.
• Election Period	April 15, 2015 – May 29, 2015
• Retirement Date	July 1, 2015
• Benefit	Benefits as previously described. Participants under 55 permitted to elect a lump sum, single life annuity, 50% joint & survivor, or 75% joint & survivor; benefits reduced from age 55 using 417(e) actuarial equivalence.
• Lump Sum Benefit	The present value is the actuarial equivalent of the Normal Retirement Benefit based on the mortality table as mandated by Internal Revenue Code Section 417(e) and the lump sum segment rates published by the Internal Revenue Service for the September preceding the year in which the lump sum is distributed.
2015 Early Retirement Window	
• Eligibility	Attainment of age 60 as of December 1, 2015.
• Election Period	October 7, 2015 – November 11, 2015
• Retirement Date	December 1, 2015

Schedule SB, Part V — Summary of Plan Provisions

• Benefit	Normal Retirement Benefit as previously described without reduction for early retirement. Payable under normal forms or as a lump sum.
• Special Termination Benefit	A one-time Early Retirement window was offered to eligible active participants, providing the participants accrued benefit and an additional Special Termination Benefit. This Special Termination Benefit, payable December 1, 2015, is equal to 4% of the participant's normal wages multiplied by the participant's years of vesting service payable as lump sum or actuarially equivalent annuity under 417(e).
Miscellaneous	
• Maximum benefits	Annual benefits may not exceed the limits in IRC Section 415. This limit is indexed annually. For 2024, the limit is \$270,000.
• Administration	The plan is administered by Liggett Group Inc. Employee Benefits Committee
• Funding medium	The plan will be funded by contributions from Liggett & Myers Holdings Inc.
• Benefits not included in valuation	To our knowledge, no plan benefits were excluded from this valuation.

Benefits Included or Excluded

Unless noted below, all benefits provided by the plan, are included in this valuation:

- **Most recent plan amendments included:** Amendments adopted after the valuation date or effective after the current plan year are excluded from the valuation.
- **Late retirement increases:**
 - *Active participants:* The plan applies late retirement actuarial increases for all participants who defer retirement beyond their normal retirement date and this valuation includes those increases.
 - *Deferred vested participants:* Current deferred vested participants over normal retirement age are valued including the late retirement actuarial increase.
- **Internal Revenue Code limitations:** The limitations of Internal Revenue Code Section 415(b) and 401(a)(17) have been incorporated into our calculations.
- **IRC Section 416 rules for top-heavy plans:** We did not test whether this plan is top-heavy (when the present value of benefits for key employees equals or exceeds 60% of the present value for all participants). However, we expect that the plan is not top-heavy due to the large number of rank-and-file participants; therefore, the funding target and target normal cost do not reflect any liability for top-heavy benefit accruals.

Schedule SB, Part V — Summary of Plan Provisions

Plan Provisions Specific to Funding ***Additional Benefits Included or Excluded***

- **IRC Section 436 benefit restrictions:**
 - *Unpredictable contingent event benefits:* This valuation excludes restricted contingent event benefits that occurred before the valuation date but includes contingent event benefits which are expected to occur on or after the valuation date regardless of anticipated funding-based limitations.
 - *Plan amendments:* See above.
 - *Prohibited payments:* Limitations on prohibited benefits (if any) are reflected for annuity starting dates before the valuation date but are ignored for annuity starting dates on or after the valuation date.
 - *Benefit accruals:* The plan's funding target does not reflect any limitation on benefit accruals. The target normal cost does not reflect any limitation on benefit accruals.
- **Scheduled benefit increases:** None
- **Unpredictable contingent event benefits:** The plan does not have any unpredictable contingent event benefits.

Plan Provision Changes Since Prior Valuation

Maximum benefit amounts under IRS rules were updated from 2023 to 2024.

Schedule SB, Line 24 — Change in Actuarial Assumptions

The following non-prescribed actuarial assumptions were changed since the previous valuation:

- Interest discounts and mortality rates were updated from 2023 to 2024 in accordance with PPA as modified by HATFA, ARPA, and IIJA.
- Expected return on assets decreased from 5.40% to 5.25%.