

What is the Dietrich Pension Risk Transfer (PRT) Index ?

The Dietrich Pension Risk Transfer Index has been designed to create a monthly benchmark that tracks the relative attractiveness of annuitizing accrued pension obligations by considering three key underlying financial ratios

- **Funded Status Level (50% Index Weight)**
- **Current /Historical Annuity Rates (30% Index Weight)**
- **Annuity Rates vs. Treasury and Corporate Bonds (20% Index Weight)**

January 2013 PRT Index Level

84.92

80 95 105 120

Annuitization Attractiveness

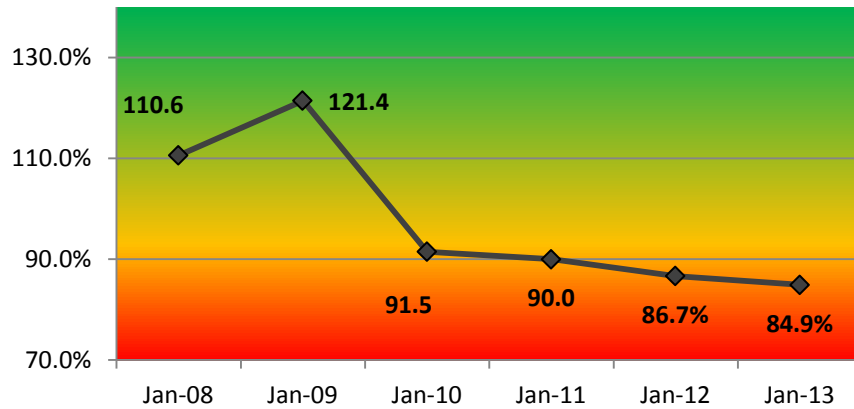
Evaluate Monitor Execute

Aug 2012:
Index Low =79.8

Jan 2009:
Index High =121.4

Annual PRT Index

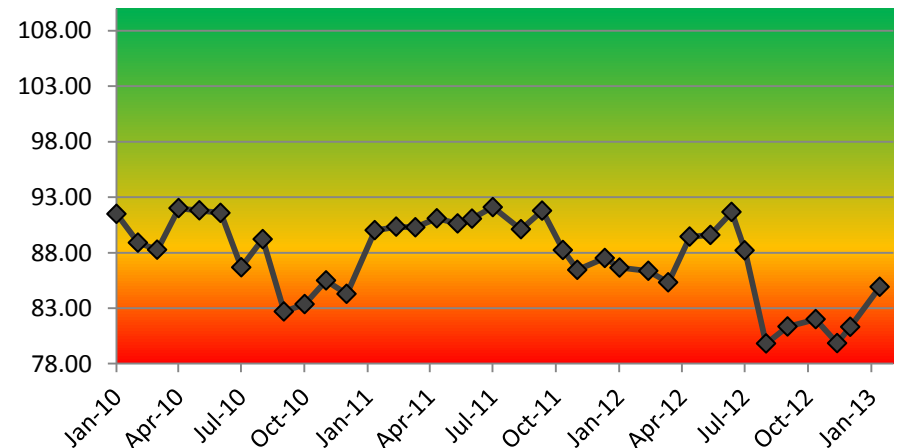
PRT INDEX



Effective 1/1/2013

Monthly PRT Index

PRT INDEX



Commentary: The monthly index value was driven upward, primarily by older/higher interest rate environment years falling out of the historical annuity rate calculations. The annuity discount rate proxy embedded within the index rose to 2.54%.