
Sheet Metal Workers' Local 265
Fringe Benefit Funds
205 Alexandra Way, Carol Stream, IL 60188-2080
Telephone: (630) 668-7260 FAX: (630) 668-7338

Summary Annual Report for
SHEET METAL WORKERS LOCAL 265
PENSION FUND

This is a summary of the annual report for SHEET METAL WORKERS LOCAL 265 PENSION FUND, EIN 36-6168611, Plan Number 001, for the period July 1, 2003 to June 30, 2004. The annual report has been filed with the Department of Labor, as required under the Employee Retirement Income Security Act of 1974 (ERISA).

Basic Financial Statement

Benefits under the plan are provided through insurance and through a trust fund. Total plan expenses were \$5,283,200. These expenses included \$933,795 in administrative expenses (please see expense classification on back) and \$4,349,405 in benefits paid to participants and beneficiaries. A total of 2,915 persons were participants in or beneficiaries of the plan at the end of the plan year, although not all of these persons had yet earned the right to receive benefits.

The value of plan assets, after subtracting liabilities of the plan, was \$160,382,483 as of June 30, 2004, compared to \$137,833,313 as of July 1, 2003. During the plan year the plan experienced an increase in net assets of \$22,549,170. This increase includes unrealized appreciation and depreciation in the value of plan assets; that is, the difference between the value of the plan's assets at the end of the year and the value of the assets at the beginning of the year or the cost of assets acquired during the year. The plan had total income of \$27,832,370 which included employer contributions of \$11,016,538, gains from the sale of assets of \$1,030,870 and earnings from investments of \$15,784,962.

Minimum Funding Standards

An actuary's statement shows that enough money was contributed to the plan to keep it funded in accordance with the minimum funding standards of ERISA.

Your Rights To Additional Information

You have the right to receive a copy of the full annual report, or any part thereof, on request. The items listed below are included in that report:

- An accountant's report
- Financial information on payments to service providers
- Assets held for investment
- Transactions in excess of 5% of plan assets
- Insurance information including sales commissions paid by insurance carriers
- Information regarding any common or collective trusts, pooled separate accounts, master trusts, or 103-12 investment entities in which the plan participates
- Actuarial information regarding the funding of the Plan.

To obtain a copy of the full annual report, or any part thereof, write or call the office of:

TRUSTEES OF THE SHEET METAL WORKERS
LOCAL 265 PENSION FUND
205 ALEXANDRA WAY
CAROL STREAM IL 60188
630-668-7260

The charge to cover copying costs will be \$7.50 for the full annual report, or \$0.25 per page for any part thereof.

You also have the right to receive from the plan administrator, on request and at no charge, a statement of the assets and liabilities of the plan and accompanying notes, or a statement of income and expenses of the plan and accompanying notes, or both. If you request a copy of the full annual report from the plan administrator, these two statements and accompanying notes will be included as part of that report. The charge to cover copying costs given above does not include a charge for copying these portions of the report because these portions are furnished without charge.

You also have the legally protected right to examine the annual report at the main office of the plan:

TRUSTEES OF THE SHEET METAL WORKERS
LOCAL 265 PENSION FUND
205 ALEXANDRA WAY
CAROL STREAM IL 60188

and at the U.S. Department of Labor in Washington, DC, or to obtain a copy from the U.S. Department of Labor upon payment of copying costs. Requests to the Department should be addressed to:

Public Disclosure Room
Room N-1513
Pension Benefits Security Administration
U.S. Department of Labor
200 Constitution Avenue, N.W.
Washington, DC 20210

ADMINISTRATIVE EXPENSES
YEAR ENDED JUNE 30, 2004

EXPENSE CLASSIFICATION

ACCOUNTING AND AUDIT EXPENSE	\$ 19,455
COMPLIANCE AUDITS	4,614
COMPUTER PROGRAMMING AND MAINTENANCE	14,700
CONSULTING AND ACTUARIAL	39,019
DEPRECIATION	11,254
DUES AND SUBSCRIPTIONS	1,729
INSURANCE-GENERAL	94,308
INSURANCE-PBGC	7,207
LEGAL EXPENSE	41,393
OCCUPANCY EXPENSE	3,897
OFFICE AND PRINTING	31,626
POSTAGE	3,398
SALARIES, PAYROLL TAXES AND FRINGE BENEFITS	113,312
SEMINARS, CONFERENCES, AND MEETINGS	15,492
TELEPHONE	2,538
SUBTOTAL	<u>403,942</u>
INVESTMENT MANAGEMENT FEES	<u>529,853</u>
TOTAL	<u>\$ 933,795</u>