
Sheet Metal Workers' Local 265

Fringe Benefit Funds

205 Alexandra Way, Carol Stream, IL 60188-2080

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SUMMARY ANNUAL REPORT

FOR SHEET METAL WORKERS LOCAL 265 PENSION FUND

This is a summary of the annual report for the SHEET METAL WORKERS LOCAL 265 PENSION FUND, EIN 36-6168611, Plan No. 001, for the period July 1, 2000 through June 30, 2001. The annual report has been filed with the Pension and Welfare Benefits Administration, U.S. 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. Plan expenses were \$4,021,107. These expenses included \$800,603 in administrative expenses and \$3,220,504 in benefits paid to participants and beneficiaries. A total of 2,589 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 \$127,367,935 as of June 30, 2001, compared to \$124,862,445 as of July 1, 2000. During the plan year the plan experienced an increase in its net assets of \$2,505,490. 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 \$6,526,597 including employer contributions of \$7,854,586, realized gains of \$1,422,122 from the sale of assets, rental income of \$177,422 and earnings from investments of \$(2,927,533).

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:

1. an accountant's report;
2. financial information and information on payments to service providers;
3. assets held for investment;
4. transactions in excess of 5% of the plan assets;
5. insurance information, including sales commissions paid by insurance carriers;
6. information regarding any common or collective trusts, pooled separate accounts, master trusts or 103-12 investment entities in which the plan participates; and
7. actuarial information regarding the funding of the plan.

To obtain a copy of the full annual report, or any part thereof, write or call TRUSTEES OF THE SHEET METAL WOKERS 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 25 cents 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 the copying of 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 WOKERS LOCAL 265 PENSION FUND, 205 ALEXANDRA WAY, CAROL STREAM, IL 60188) and at the U.S. Department of Labor in Washington, D.C., 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 N5638, Pension and Welfare Benefits Administration, U.S. Department of Labor, 200 Constitution Avenue, N.W., Washington, D.C. 20210.

**SHEET METAL WORKERS LOCAL 265
PENSION FUND**

SUMMARY ANNUAL REPORT ATTACHMENT

ADMINISTRATIVE EXPENSES

YEAR ENDED JUNE 30, 2001

EXPENSE CLASSIFICATION

ACCOUNTING AND AUDIT EXPENSE	\$ 16,156
COMPLIANCE AUDITS	9,628
COMPUTER PROGRAMMING AND MAINTENANCE	13,063
CONSULTING AND ACTUARIAL	41,079
DEPRECIATION	16,177
DUES AND SUBSCRIPTIONS	428
INSURANCE-GENERAL	25,091
INSURANCE-PBGC	6,271
LEGAL EXPENSE	49,448
SEMINARS, CONFERENCES, AND MEETINGS	5,000
OFFICE AND PRINTING	51,079
POSTAGE	5,033
RENT AND UTILITIES	14,040
SALARIES, PAYROLL TAXES AND FRINGE BENEFITS	106,092
TELEPHONE	1,776
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SUBTOTAL	360,361
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INVESTMENT MANAGEMENT FEES	440,242
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TOTAL	\$ 800,603
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