

# Summary Annual Report

of the Aerospace Savings Account Plan (ASAP)

## 2016 Plan Year



Published by People Operations

This is a summary of the annual report for the Aerospace Savings Account Plan, employer identification number (EIN) 95-2102389, Plan No. 003, for the period Oct. 1, 2015, through Sept. 30, 2016. 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). This document has been prepared in compliance with Department of Labor (DOL) regulations.

Questions regarding this report may be directed to MaryAnn Bailey, Director of Employee Benefits, at (310) 336-5107.

### Basic Financial Statement

Benefits under the plan are provided through a trust fund, the trustee of which is Fidelity Management Trust Company (FMTC), 82 Devonshire St., Boston, MA 02109. Plan expenses were \$18,494,999. These expenses included \$214,985 in administrative expenses and \$18,280,014 in benefits paid to participants and beneficiaries. A total of 3,392 persons were participants in or beneficiaries of the plan at the end of the plan year.

The value of plan assets, after subtracting liabilities of the plan, was \$315,919,565 as of Sept. 30, 2016, compared to \$284,034,957 as of Oct. 1, 2015. During the plan year the plan experienced an increase in its net assets of \$31,884,606. 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 \$50,379,605 which included employer contributions of \$19,035,717, employee after-tax contributions of \$838,416, employee rollover contributions from other qualified plans of \$1,894,683, gain/loss of \$0 from the sale of assets, and earnings from investments of \$28,610,789.

### 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. assets held for investment;
3. transactions in excess of 5% of plan assets;
4. insurance information, including sales commissions paid by insurance carriers; and
5. actuarial information regarding the funding of the plan.

To obtain a copy of the full annual report, or any part thereof, write to Plan Administrator, Employee Benefits, The Aerospace Corporation, 2310 E. El Segundo Blvd., M3-433, El Segundo, CA 90245-4691. The charge to cover copying costs is \$10 for the full annual report, or 10 cents per page for any part.

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.

You also have the legally protected right to examine the annual report at the main office of the plan (The Aerospace Corporation, 2310 E. El Segundo Blvd., El Segundo, CA) 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, N-5638  
Pension and Welfare Benefits Administration  
U.S. Department of Labor  
200 Constitution Avenue, N.W.  
Washington, D.C. 20210

*This Summary Annual Report is not an employment contract or an offer to enter into an employment contract, nor does it constitute an agreement by the company to continue to maintain the plan described or referred to herein. The company intends to continue the plan, but reserves the right to amend, change, modify or terminate the plan at any time. The company reserves the right to correct any clerical errors.*