

CARPENTERS PENSION FUND OF ARKANSAS

Administrative Office P O Box 860007 Plano, Texas 75086-0007 Telephone 972-943-9559 Toll Free 866-675-4577

March 4, 2011

EBSA Washington District Office 1335 East-West Hwy, Suite 200 Silver Spring, MD 20910

Re:

Notice of Endangered Status as of July 1, 2010

Carpenters Pension Fund of Arkansas

EIN 71-6079635

Dear Sir/Madam:

Enclosed please find a copy of the Notice of Endangered Status as of July 1, 2010 for the Carpenters Pension Fund of Arkansas. This notice was previously sent to participants and interested parties.

Please advise if you need additional information.

Sincerely,

Patrick Donohue Administrative Office

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Notice of Endangered Status as of July 1, 2010 For The Carpenters Pension Fund of Arkansas

The Pension Protection Act of 2006 ("PPA") has added requirements for measuring the financial health of multiemployer plan such as yours. The PPA requires that the plan actuary determine annually the Plan's status under these new rules, and to certify that status to the IRS and the Board of Trustees. If the Plan's status for a plan year is "endangered" (i.e., "yellow" zone) or "critical" (i.e., "red" zone), the Trustees must notify all plan participants, and other interested parties, and take corrective action to restore the financial health of the Plan.

Endangered Status (i.e., "Yellow" Zone)

This notice is to inform you that on September 28, 2010 the plan actuary certified to the U.S. Department of the Treasury, and to the Board of Trustees, that the Plan is in "endangered status" for the plan year beginning July 1, 2010. Federal law requires that you receive this notice.

The plan is considered to be in Endangered Status because it has some long-term funding problems. More specifically, the plan's actuary determined that the plan is projected to have a funding deficiency for the 2016 plan year.

Since the Plan is "endangered", the Trustees are required to develop a "Funding Improvement Plan". The Funding Improvement Plan will be developed early in 2011, and a notice describing the Funding Improvement Plan will be sent shortly afterwards.

Funding Improvement Plan

Federal law requires plans in endangered status to adopt a Funding Improvement Plan, designed to improve the financial health of the Plan. The Funding Improvement Plan will be developed by the Board of Trustees and will identify several options that will be proposed to the union and the employers. These options will include increases in the contribution rate and/or reductions in future benefit accruals. (Note that the Funding Improvement Plan CANNOT take away benefits you have already accrued.) No benefit increases are permitted while the Plan is under a Funding Improvement Plan, unless such increases are funded by additional contributions.

Where to Get More Information

For more information about this Notice, you may contact the Fund Office at 1-972-943-9559 (1-866-675-4577 toll free), or via mail at P.O. Box 860007, Plano, TX 75086. You have a right to receive a copy of the Funding Improvement Plan.