MAY 2007 - LL764 PENSION COMMITTEE REPORT

April has been a very busy month for the Pension Committee. Brother Cox and the AC Pension Committee had their quarterly meeting with the Company near the end of March. The CAIL Committee held our semi-annual in-house meeting on April 18th and met with the Company on the 19th.

The Company sent opt-out letters to those members who were forced into the Pension Plan at the merger in December 2001 and January 2002. They have a one time option until May 14th to opt-out of the Pension Plan.

The Company has been reviewing the Disability Pension application and medical review process and developing a new application form. This information and form should be posted on the Aeronet Portal in the next few weeks.

The Company also advised us that the Portal is being revised in the near future and the pension calculator and information will be moving from the "My Life" tab to the "My HR" tab. Please keep this in mind if you are unable to find the information in the "My Life" tab.

As mentioned by Brother Cox at the April monthly meeting, the preliminary un-audited 2006 Pension Plan numbers are very positive. At January 1st, 2006 the Master Trust deficit was #1.65B and a solvency funding of 84%. As of December 31st, 2007 the deficit was $700M, a reduction of $950M and the solvency funding is expected to be approximately 91%.

Because of the announced layoffs in YVR, there has been a marked increase in interest in Pension Plan and benefit information. This led to the development of 2 Q&A documents that answer a lot of the basic questions that members have asked. Brother Taylor has been kind enough to have them posted on the LL 764 website in pdf format if you wish to read, print or download them.

The Committee ran 4 Pension seminars on April 23rd and 25th at the LL offices. These seminars had been in the planning stages since last fall and as circumstance would have it fell at a very convenient time for our members.

We had approximately 160 members and spouses attend our seminars. Brother Wainwright and I thank all of them for coming out on their own time to attend. The feedback has been positive and there have been enquiries about us holding more seminars. We will assess the demand and schedule future dates as we are able.

The Company is also running their own seminars during the week of May 7th to 11th. They are holding a total of 9 seminars, 2 each on Monday thru Thursday and 1 on Friday morning. They are by invitation only to members with at least 23 years of service or 76 points.

Respectfully submitted,

Christopher Hiscock
LL764 Pension Committee Chairman