

**UNITED STATES DISTRICT COURT
EASTERN DISTRICT OF PENNSYLVANIA**

IN RE DIET DRUGS (Phentermine/Fenfluramine/
Dexfenfluramine) : MDL Docket No. 1203
PRODUCTS LIABILITY LITIGATION :
_____ :

SHEILA BROWN, SHARON GADDIE, :
VIVIAN NAUGLE, QUINTIN LAYER, and :
JOBY JACKSON-REID : Civil Action No. 99-20593
Individually and all others similarly situated, :

Plaintiffs, :

v. :

AMERICAN HOME PRODUCTS CORPORATION, :

Defendant. :

**AHP SETTLEMENT TRUST'S ANNUAL
REPORT FOR THE PERIOD ENDED DECEMBER 31, 2003**

The AHP Settlement Trust (the "Trust"), pursuant to various provisions of Section VI.A.10 of the Nationwide Class Action Settlement Agreement with American Home Products Corporation, dated November 18, 1999, and as subsequently amended (the "Settlement Agreement"), hereby submits its annual report to the Court as of and for the period ended December 31, 2003.

The information that the Trust is required to report annually, in addition to information for the last quarter of 2003 that is done on a quarterly basis, is set forth in the table below. The first column in the table contains a description of the nature of the information reported by the Trust. The second column refers to the provision of the Settlement Agreement that calls for the information to be reported in the annual or quarterly report. The third column provides the data in question where appropriate. The fourth

column refers to exhibits hereto and/or pages thereof where the information may be found or is further described.

Exhibits D, E, F, G, H and I hereto are being filed with the Court under seal because of the requirement that information identifying class members or other people who provide information about their medical conditions to the Trust must be kept confidential, as is more specifically stated in the Settlement Agreement.

As the Trust processed claims and administered the provision of benefits under the Settlement Agreement, it determined that there were areas where reporting requirements set forth in the Settlement Agreement require refinements or deviations to accurately portray Trust activity or to reflect changes in operations occasioned by Amendments to the Settlement Agreement or other factors. The Trust has not included a report called for by Settlement Agreement Section VI.A.10.a.(5) because the need for one is supplanted by, among other things, the requirement that all Matrix claims be audited before payment. This report describes any other refinements or deviations and describes supporting data related to the information provided.

BENEFIT AWARD AND PAYMENT CALCULATIONS

Amounts paid with respect to Matrix claims as shown on the report include the amounts paid, reserved or withheld on account of Derivative Claims, attorneys' fees, costs and awards and subrogation payments. With respect to Fund B benefits, Tentative Determinations had been sent to claimants and related parties at the end of the fourth quarter stating determination of benefits (including attorneys' fees and costs, subrogation payments and Derivative Claims) of \$96,853,254. These amounts are in addition to amounts shown in the following chart as Fund B benefits that have been paid. Data on claims are reported by

Level. When a Claimant did not specify the Level of benefit sought, the Trust has attributed these claims, and all rejected claims to Level I.

ACCELERATED IMPLEMENTATION OPTION

The amounts paid as Fund A and Fund B benefits¹ to Class Members electing the Accelerated Implementation Option, including payments to Screening Echocardiographers, as shown on the report, and as called for by both §§ VI.A10.b.(4)(b)(iii) and VI.A10.b.(4)(b)(iv) of the Settlement Agreement, include the cumulative total amounts paid since the inception of the Trust. The amount of Fund A benefits paid during the fourth quarter of 2003 was \$10,806,883. The amount of Fund A benefits paid for the year 2003 was \$75,043,628. The amount of Fund B benefits paid for the year 2003 was \$441,274,163.

SCREENING PROGRAM AND OTHER NON-MATRIX BENEFITS

As required by § VI.A10.b.(4)(e)(iv) of the Settlement Agreement, this report states the number of Class members who have registered for Screening Program benefits and lists the number of members by subclass who qualified for Screening Program benefits. As of December 31, 2003, several motions were pending before the Court that could affect the number of Class members entitled to Screening Program benefits. The Trust estimates that the number of claimants affected by these motions is less than 2,000. For the Cash and Additional Medical Services benefit and other non-Matrix benefits, final determinations have not yet been made, and accordingly the Trust cannot report the number of claims that have been rejected. No number has been given for Class members who did not qualify for other non-Matrix benefits because the number of these claims had not been determined as of

¹ Fund A and Fund B have been merged. For consistency of reporting, Settlement benefits are reported separately.

December 31, 2003. Many Class members have received three notices from the Trust that their claims for these benefits cannot be processed because they have not supplied the Trust with sufficient information to enable it to determine those Class members' eligibility for benefits.

In listing the Class Members who actually participate in the Screening Program Benefits, as required in response to § VI.A.10.b.(4)(e)(v), the Trust identified those Class Members as to whom Screening Service Providers have completed GRAY Forms.

ACCELERATED IMPLEMENTATION OPTION, ATTORNEYS' FEES AND COSTS

In accordance with the Settlement Agreement, the Trust has been required to deduct from any Fund B benefits paid to the Class Members, including those accepting the Accelerated Implementation Option, an amount equal to nine percent of the total Matrix payment due to the Class Members. All or a portion of such amount may be awarded to certain attorneys designated in the Settlement Agreement as Class Counsel or as Common Benefit Attorneys (as defined in the Settlement Agreement). Any portion not awarded to Class Counsel or to Common Benefit Attorneys will be distributed to Class Members or their individual attorneys. An escrow account has been established into which the Trust deposits amounts so deducted. As of December 31, 2003, \$229 million was deposited in the Common Benefit Attorney Escrow Fund, of which \$59,819,625 was deposited by the Trust from deductions that were made for Matrix payments. Section VI.A.10.k of the Settlement Agreement requires that the Trust report "all amounts deposited for individual attorneys' fees and costs pursuant to the authorized deduction from Fund B benefits paid to claimants

accepting the Accelerated Implementation Option as well as the applications for payment of individual attorneys' fees and costs from the amounts deposited." This amount is zero.

**AHP Settlement Trust
Annual Reporting Information
Year ended December 31, 2003**

Description	Settlement Agreement Provision	Number	Exhibit
I. Financial Information			
Audit Report for the Settlement Trust and each Fund thereunder	VI.A.10.a.(1)(a)		Exhibit A
Audit Report for the Security Fund	VI.A.10.a.(1)(b)	N/A	
Audit Report for each escrow account in effect	VI.A.10.a.(1)(c)		Exhibit A, p.2
Administrative and other expenses for the fiscal quarter and cumulatively from the Preliminary Approval Date, and how disbursements are allocated between Fund A and B	VI.A.10.b.(3); VI.A.10.a(3)(ii)		Exhibit A, p.4 Exhibit B
Cash and liquid assets held	VI.A.10.b.(3); VI.A.10.a.(3)(iii)		Exhibit A
Fund B amounts paid during period	VI.A.10.b.(3); VI.A.10.a.(3)(iv)		Exhibit A 4 and see Section XI, below
Adjusted Maximum Available (AMA) Fund B Amount at end of period and accretions thereto	VI.A.10.b.(3); VI.A.10.a.(3)(v)	AMA Fund B amount equals \$1,555,976,151 including quarterly accretion of 1.5% as of January 1, 2004.	
Schedule of Investments listing both principal and income	VI.A.10.b.(3); VI.A.10.b.(1)		Exhibit C
Calculation of Credits and Cross-Claim Credits to which AHP became entitled during this Fiscal Year	VI.A.10.b.(3)(vi)	N/A	
Trustee's calculation of the Credits and Cross-Claim Credits to which AHP became entitled during this Fiscal Year	VI.A.10.b.(3)(vii)	N/A	
II. Opt-Outs			
The number and identities of Class Members revoking Initial Opt-Out	VI.A.10.b.(4)(a)(i)	1,489	Exhibit D
The number and identities of Class Members exercising an Intermediate Opt-Out	VI.A.10.b.(4)(a)(ii)	64,234	Exhibit E
The number and identities of Class Members exercising a Back-End Opt-Out	VI.A.10.b.(4)(a)(iii)	5,310	Exhibit F

III. Accelerated Implementation Option			
The number and identities of Class Members electing the Accelerated Implementation Option	VI.A.10.b.(4)(b)(i)	181,187	Exhibit G
The number and identities of Initial Opt-Outs which have revoked such opt-out and have elected the Accelerated Implementation Option	VI.A.10.b.(4)(b)(ii)	323	Exhibit H
Amounts paid to provide Fund A benefits to Class Members electing the Accelerated Implementation Option	VI.A.10.b.(4)(b)(iii)	\$214,971,354	
Payments from Fund B to Class Members electing the Accelerated Implementation Option (includes amounts paid or allocated to attorneys, subrogees and derivative claimants)	VI.A.10.b.(4)(b)(iv)	\$844,410,691	
IV. General Registration			
The total number of Class Members who have registered for settlement benefits	VI.A.10.b.(4)(c)(i)	573,208	
The number of Subclass 1(a) members who have registered for benefits of any kind and have not exercised any opt-out right	VI.A.10.b.(4)(c)(ii)	59,385	
The number of Subclass 1(b) members who have registered for benefits of any kind and have not exercised any opt-out right	VI.A.10.b.(4)(c)(iii)	416,348	
The number of Subclass 2(a) members who have registered for benefits of any kind and have not exercised any opt-out right	VI.A.10.b.(4)(c)(iv)	693	
The number of Subclass 2(b) members who have registered for benefits of any kind and have not exercised any opt-out right	VI.A.10.b.(4)(c)(v)	7,363	
The number of Subclass 3 members who have registered for benefits of any kind and have not exercised any opt-out right	VI.A.10.b.(4)(c)(vi)	6,114	

V. Refund Benefits			
The number of Class Members who have registered for refund benefits for use of Pondimin® and/or Redux™.	VI.A.10.b.(4)(d)(i)	555,181	
The number of Subclass 1(a) members who have timely registered for a refund for use of Pondimin® and/or Redux™ and the number of those who qualify for a refund, and the number of members who do not qualify for a refund.	VI.A.10.b.(4)(d)(ii)	66,787 66,787 N/A	
The number of Subclass 2(a) members who have timely registered for a refund for use of Pondimin® and/or Redux™ and the number of members who qualify for a refund and the number of members who do not qualify for a refund.	VI.A.10.b.(4)(d)(iii)	709 709 N/A	
Amounts paid from Fund A for refund benefits	VI.A.10.b.(4)(d)(iv)	\$80,693,078	
VI. Screening Program Benefits			
The number of Class Members who have registered for Screening Program Benefits.	VI.A.10.b.(4)(e)(i)	471,801	
The number of Subclass 1(a) members who qualify for a Transthoracic Echocardiogram and associated interpretive physician visit for compassionate and/or humanitarian reasons, and amounts paid	VI.A.10.b.(4)(e)(ii), (iii)	306; \$0	
The number of Subclass 1(b) members who have registered for Screening Program benefits and the number of those who qualify for Screening Program benefits	VI.A.10.b.(4)(e)(iv)	464,150 464,150 N/A	
The number of Subclass 1(b) members who actually participate in the Screening Program	VI.A.10.b.(4)(e)(v)	202,764	

VII. Independent Echocardiogram and Associated Interpretive Physician Visit			
The number of Subclass 1(a) members who obtained an independent FDA Positive Echocardiogram and registered pursuant to §IV.A.2.b.(2) for the lesser of the Trust's direct cost of these services under the Screening Program and the Class Member's out-of-pocket costs; amounts paid from Fund A for this benefit.	VI.A.10.b.(4)(f)(i)	233; \$3,212	
The number of Diet Drug Recipients or Representative Claimants who applied pursuant to §IV.A.3.d. for the lesser of the Trust's direct cost of providing these services under the Screening Program and the Class Member's out-of-pocket costs; amounts paid from Fund A for this benefit.	VI.A.10.b.(4)(f)(ii)	20,956 \$21,610	
The number of Diet Drug Recipients or Representative Claimants who registered pursuant to §IV.A.1.b. for the lesser of the Trust's direct cost of providing these services under the Screening Program and the Class Member's out-of-pocket costs; amounts paid from Fund A for this benefit.	VI.A.10.b.(4)(f)(iii)	17,224 \$18,398	

VIII. Valve Related Medical Services or \$6,000 in Cash from Fund A			
The number of Subclass 1(b) and 2(b) members who have registered and have obtained an FDA Positive diagnosis by the end of the Screening Period and have elected to receive either (i) valve-related medical services up to \$10,000 in value to be provided by the Trust or (ii) \$6,000 in cash; the number electing each; amounts paid from Fund A for this benefit.	VI.A.10.b.(4)(g)	Med Svcs=1,623 of which 0 Paid Cash Stmt=76,802 of which 24,247 Paid \$145,482,000	
IX. Valve Related Medical Services or \$3,000 in Cash from Fund A			
The number of Subclass 1(a) and 2(a) members who have registered and have obtained an FDA Positive diagnosis by the end of the Screening Period and have elected to receive either (i) valve-related medical services up to \$5,000 in value to be provided by the Trust or (ii) \$3,000 in cash; the number electing each; amounts paid from Fund A for this benefit.	VI.A.10.b.(4)(h)	Med Svcs=151 of which 0 Paid Cash Stmt=11,565 of which 1,253 Paid \$3,759,000	
X. Subrogation Claims			
All subrogation claims asserted against the Trust; identification of subrogation claims approved for payment; identification of claims disapproved; and amount to be paid from fund B in resolution thereof.	VI.A.10.b.(4)(j)(i)	158, 112, 0 \$812,974	Exhibit I
All subrogation claims asserted against AHP and / or Released Parties	VI.A.10.b.(4)(j)(ii)	130	

XI. Matrix Level Claims			
The number of Matrix Level I claims; the number of Matrix Level I claims approved; the number of Matrix Level I claims rejected; total amount paid	VI.A.10.b.(4)(l)(i)	Claims - 18,211 Approved - 87 Paid - \$7,397,753 Rejected: 4,974	
The number of Matrix Level II claims; the number of Matrix Level II claims approved; the number of Matrix Level II claims rejected; total amount paid	VI.A.10.b.(4)(l)(ii)	Claims - 50,024 Approved - 2,521 Paid - \$871,189,220 Rejected: 2,506	
The number of Matrix Level III claims; the number of Matrix Level III claims approved; the number of Matrix Level III claims rejected; total amount paid	VI.A.10.b.(4)(l)(iii)	Claims - 2,625 Approved - 439 Paid: \$161,137,869 Rejected: 269	
The number of Matrix Level IV claims; the number of Matrix Level IV claims approved; the number of Matrix Level IV claims rejected; total amount paid	VI.A.10.b.(4)(l)(iv)	Claims - 819 Approved - 39 Paid: \$18,997,711 Rejected: 126	
The number of Matrix Level V claims; the number of Matrix Level V claims approved; the number of Matrix Level V claims rejected; total amount paid	VI.A.10.b.(4)(l)(v)	Claims - 1,375 Approved - 63 Paid: \$48,749,581 Rejected: 244	

/s/Andrew A. Chirls [AC1390]

Andrew A. Chirls

Christopher L. Soriano

Attorneys for the AHP Settlement Trust

OF COUNSEL:

WOLF, BLOCK, SCHORR and SOLIS-COHEN LLP

1650 Arch Street, 22nd Floor

Philadelphia, PA 19103-2097

Dated: March 30, 2004

CERTIFICATE OF SERVICE

Christopher L. Soriano hereby certifies that on the 30th day of March, 2004, he caused a true and correct copy of the foregoing AHP Settlement Trust's Annual Report for the Period Ended December 31, 2003 to be served by U.S. first class mail, postage prepaid, or by speedier method upon the following counsel:

Complete copies including otherwise sealed exhibits sent to the following:

Arnold Levin, Esquire
Michael D. Fishbein, Esquire
Larry Berman, Esquire
Levin, Fishbein, Sedran & Berman
510 Walnut Street, Suite 500
Philadelphia, PA 19106

Orran L. Brown, Esquire
Bowman & Brooke
River Front Plaza, West Tower
901 E. Byrd Street, Suite 1400
Richmond, VA 23219

Gregory P. Miller, Esquire
Miller, Alfano & Raspanti
1818 Market Street, Suite 3402
Philadelphia, PA 19103

Copies including Exhibits A, B and C (but not sealed exhibits) sent to the following:

Gene Locks, Esquire
GREITZER & LOCKS
1500 Walnut Street, 20th Floor
Philadelphia, PA 19102

Sol H. Weiss, Esquire
ANAPOL SCHWARTZ WEISS COHAN
FELDMAN & SMALLEY, P.C.
1900 Delancey Place
Philadelphia, PA 19103

Stanley Chesley, Esquire
WAITE, SCHNEIDER, BAILESS
& CHESLEY
1513 Central Trust Tower
Fourth & Vine Streets
Cincinnati, OH 45202

John J. Cummings, Esquire
CUMMINGS, CUMMINGS
& DUDENHEFER
416 Gravier Street
New Orleans, LA 70130

Charles R. Parker, Esquire
Hill & Parker
5300 Memorial, Suite 700
Houston, TX 77007-8292

Dianne Nast, Esquire
RODA & NAST
801 Estelle Drive
Lancaster, PA 17601

Mark W. Tanner, Esquire
FELDMAN, SHEPHERD
& WOHLGELERNTER
1845 Walnut Street, 25th Floor
Philadelphia, PA 19103

Michael Coren, Esquire
Levy Angstreich Finney Baldante
Rubenstein & Coren, P.C.
1616 Walnut Street - 18th Floor
Philadelphia, PA 19103

Richard Wayne, Esquire
STRAUSS & TROY
The Federal Reserve Building
150 East 4th Street
Cincinnati, OH 45202-4018

Richard Lewis, Esquire
COHEN, MILSTEIN, HAUSFELD
& TOLL
1100 New York Avenue, N.W.
Suite 500, West Tower
Washington, DC 20005-3934

R. Eric Kennedy, Esquire
WEISMAN, GOLDBERG, WEISMAN
& KAUFMAN
1600 Midland Building
101 Prospect Avenue West
Cleveland, OH 44115

Christopher Placitella, Esquire
Wilentz, Goldman & Spitzer
90 Woodbridge Center Drive
Suite 900, Box 10
Woodbridge, NJ 07095-0958

/s/Christopher L. Soriano [CS946]
Christopher L. Soriano

EXHIBIT "A"

AHP Settlement Trust

Financial Statements

December 31, 2003 and 2002

AHP Settlement Trust
Index
December 31, 2003 and 2002

	Page(s)
Report of Independent Auditors	1
Financial Statements	
Statements of Net Assets Available for Claims.....	2 – 3
Statements of Changes in Net Assets for Claims	4 – 5
Notes to Financial Statements	6 – 15

Report of Independent Auditors

To the Board of Trustees of the
AHP Settlement Trust

In our opinion, the accompanying statements of net assets available for claims and the related statements of changes in net assets available for claims present fairly, in all material respects, the net assets available for claims of the AHP Settlement Trust (the "Trust") at December 31, 2003 and December 31, 2002, and the changes in its net assets available for claims for the years then ended in conformity with accounting principles generally accepted in the United States of America. These financial statements are the responsibility of the Trust's management; our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these statements in accordance with auditing standards generally accepted in the United States of America, which require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

As described in Note 1 to the financial statements, the two funds described as Fund A and Fund B were merged into a single fund designated as the Settlement Fund in 2003.



March 19, 2004

AHP Settlement Trust
Statement of Net Assets Available for Claims
December 31, 2003

Assets

Cash and cash equivalents	\$263,839,233
Investments	75,312,500
Funds held in escrow	6,996,586
Accrued interest receivable	741,548
Prepays and other assets	<u>5,292,415</u>
Total assets	<u>352,182,282</u>

Liabilities

Accounts payable and accrued expenses	13,349,243
Claims in course of settlement	<u>85,199</u>
Total liabilities	<u>13,434,442</u>
Net assets available for claims	<u>\$338,747,840</u>

The accompanying notes are an integral part of these financial statements.

AHP Settlement Trust
Statement of Net Assets Available for Claims
December 31, 2002

	Fund A	Fund B	Total
Assets			
Cash and cash equivalents	\$ 163,749,018	\$ 13,825,750	\$ 177,574,768
Investments	567,510,400	-	567,510,400
Funds held in escrow	-	7,000,000	7,000,000
Accrued interest receivable	6,135,851	21,215	6,157,066
Prepays and other assets	2,465,599	2,447,102	4,912,701
Total assets	<u>739,860,868</u>	<u>23,294,067</u>	<u>763,154,935</u>
Liabilities			
Accounts payable and accrued expenses	10,973,623	4,830,221	15,803,844
Claims in course of settlement	-	83,833	83,833
Total liabilities	<u>10,973,623</u>	<u>4,914,054</u>	<u>15,887,677</u>
Net assets available for claims	<u>\$ 728,887,245</u>	<u>\$ 18,380,013</u>	<u>\$ 747,267,258</u>

The accompanying notes are an integral part of these financial statements.

AHP Settlement Trust
Statement of Changes in Net Assets Available for Claims
Year Ended December 31, 2003

Additions

Settlement Funds from American Home Products	\$ -
Investment income	12,639,453
Change in net unrealized appreciation on investments	<u>(6,154,270)</u>
Total additions	<u>6,485,183</u>

Deductions

Benefit payments	335,181,227
Medical research and education fund payments	25,000,000
Claim administration expenses	33,512,194
General and administrative expenses	19,561,180
Subrogation settlement	<u>1,750,000</u>
Total deductions	<u>415,004,601</u>
Decrease in net assets available for claims	(408,519,418)
Net assets available for claims, beginning of year	<u>747,267,258</u>
Net assets available for claims, end of year	<u>\$ 338,747,840</u>

The accompanying notes are an integral part of these financial statements.

AHP Settlement Trust
Statement of Changes in Net Assets Available for Claims
Year Ended December 31, 2002

	Fund A	Fund B	Total
Additions			
Settlement Funds from American Home Products	\$ 184,000,000	\$ 427,402,688	\$ 611,402,688
Investment income	27,641,478	707,373	28,348,851
Change in net unrealized appreciation on investments	(4,412,014)	-	(4,412,014)
Total additions	<u>207,229,464</u>	<u>428,110,061</u>	<u>635,339,525</u>
Deductions			
Benefit payments	134,927,726	403,136,528	538,064,254
Claim administration expenses	17,506,456	10,246,793	27,753,249
General and administrative expenses	7,374,551	6,242,124	13,616,675
Subrogation settlement	32,090,245	-	32,090,245
Total deductions	<u>191,898,978</u>	<u>419,625,445</u>	<u>611,524,423</u>
Increase in net assets available for claims	15,330,486	8,484,616	23,815,102
Net assets available for claims, beginning of year	<u>713,556,759</u>	<u>9,895,397</u>	<u>723,452,156</u>
Net assets available for claims, end of year	<u>\$ 728,887,245</u>	<u>\$ 18,380,013</u>	<u>\$ 747,267,258</u>

The accompanying notes are an integral part of these financial statements.

AHP Settlement Trust
Notes to Financial Statements
December 31, 2003 and 2002

1. Description of the Trust

The AHP Settlement Trust (the "Trust") is a qualified settlement fund under Section 468B of the Internal Revenue Code and Regulations thereunder.

On November 18, 1999, American Home Products Corporation ("AHP," which on March 11, 2002, changed its name to Wyeth) and representatives of a purported class and subclasses in litigation which was pending in various courts and arising from the marketing, sale, distribution and use of the diet drugs Pondimin^(R) and Redux^(TM) (the "Diet Drugs") agreed to and proposed a nationwide class action settlement to resolve claims against AHP and other released parties on the terms set forth in a Settlement Agreement, as subsequently amended (the "Settlement Agreement"). The Settlement Agreement called for the creation of a settlement trust to receive the funds to be paid by AHP pursuant to the Settlement Agreement and to administer the provision of benefits to the settlement class under the terms of the Settlement Agreement. The Settlement Agreement calls for monies held in the Trust's estate to be invested as directed by the Board of Trustees of the Trust, subject to certain provisions and limitations set forth in the Settlement Agreement and in a Settlement Trust Agreement that was later approved by the Court that has jurisdiction over administration of the terms of the Settlement Agreement.

On November 23, 1999, the Court appointed Interim Claims Administrators to perform most of the functions that were ultimately to be performed by the Trust. There was also appointed an Interim Escrow Agent to receive funds from AHP pursuant to the Settlement Agreement and to engage in financial transactions of the type that were ultimately to be performed by the Trust upon the establishment of the Trust itself. The Interim Claims Administrators served in this capacity through September 30, 2000, at which time a Claims Administrator appointed by the Trust assumed the duties in question. The Trust was established by order of Court on September 2, 2000, effective as of September 1, 2000. At or about this time, the financial functions of the Interim Escrow Agent and the administrative functions of the Interim Claims Administrators were transferred to the Trust, as were monies held by the Interim Escrow Agent. These financial statements reflect the transactions of the Trust.

The Settlement Agreement required the creation of two separate funds to provide benefits to class members. "Fund A" was intended, as is more specifically stated in the Settlement Agreement, to provide funding to pay all non-matrix benefits available under the Settlement Agreement and to pay the associated costs of administering those benefits. Fund A benefits include primarily: (1) refunds for certain Diet Drug users' prescription costs; (2) payment of costs associated with some echocardiograms administered to Diet Drug Users, primarily in connection with the rendition of echocardiograms and associated interpretive visits under a program designated in the Settlement Agreement as the "Screening Program;" and (3) payment for certain medical services (or cash in lieu thereof) to certain class members who document having specified left-sided heart valve conditions by specified dates. "Fund B" was intended, as is more specifically stated in the Settlement Agreement, to provide funding to pay all matrix benefits available under the Settlement Agreement and to pay the associated costs of administering those benefits. A component of matrix benefits includes "Derivative Benefits" which are benefits for spouses of individuals who qualify for matrix benefits as a result of having ingested Diet Drugs, and for certain others who have relationships with the individuals whose ingestion of Diet Drugs results in qualification for matrix benefits.

AHP Settlement Trust
Notes to Financial Statements
December 31, 2003 and 2002

The two funds described as "Fund A" and "Fund B," above, were merged on January 31, 2003 into a single fund designated as the "Settlement Fund." This was done pursuant to a Revised Fifth Amendment to the Settlement Agreement that was approved by the Court with jurisdiction over the administration of the Settlement Agreement on December 10, 2002 (the "Fifth Amendment" or the "Fifth Amendment to the Settlement Agreement"). In connection with the completion of the Fifth Amendment, it was determined that it was highly unlikely that the "Fund A" benefits and the costs associated therewith would exceed the amount already expended plus the amount that was left in "Fund A" at the time of the merger of the two settlement funds and that was transferred from "Fund A" to the Settlement Fund. Nevertheless, if the cost of "Fund A" benefits and administration of such benefits exceeds the amount left in "Fund A" at the time of the merger and transferred from "Fund A" to the Settlement Fund, Wyeth will be required to deposit funds necessary to meet the obligations other than drug refund and echocardiogram screening benefits associated with the former "Fund A" upon request from the Trust without reducing the Maximum Available Fund B Amount, which is described below.

Each class member who is diagnosed as being FDA Positive or as having Mild Mitral Regurgitation as a result of an echocardiogram performed by a deadline that has now passed, with respect to all but a small number of class members who have had or who are likely to have their deadlines for performance of their echocardiograms extended, and who registered for benefits with the Trust by May 3, 2003, will be entitled to recover compensatory damages pursuant to a settlement "matrix" in the event that the class member develops more serious levels of regurgitation and/or other specified conditions by the end of the year 2015. In addition, there are certain conditions under which individuals will have the right to opt out of the settlement and to pursue a claim for compensatory damages in the tort system, subject to certain limitations. A determination by a class member to opt out of the settlement may result in reduction of the amount of funds that ultimately will be available to the Trust for the purpose of paying benefits and administering claims.

On March 12, 2003, the Court approved a Sixth Amendment to the Settlement Agreement, which provides new rights to certain class members to opt out under certain conditions that may arise in the future. Under the Sixth Amendment, this additional right to opt out will be triggered for certain class members in the event that the amount available to the Trust to pay Fund B benefits, either from its own Settlement Fund or from amounts that are payable by Wyeth pursuant to the Settlement Agreement, falls to \$255 million. Under this Sixth Amendment, in the event that the amount available to the Trust to pay Fund B benefits falls to this level, Wyeth will be permitted to contribute to the Trust amounts sufficient to pay Fund B benefits to claimants who have claimed matrix benefits by May 3, 2003, who have not been paid any matrix benefits, and whose claims Wyeth elects to have adjudicated and paid, if payable, pursuant to the Settlement Agreement. Class members who have claimed matrix benefits by May 3, 2003, whose claims have been deemed qualified for payment by the Trust and who have not received any matrix benefit payments by the time the available amount falls to \$255 million, and who are not the subject of Wyeth's election, will be able to opt out of the settlement and pursue claims for compensatory damages in the tort system, subject to certain limitations. The exercise of this right to opt out and pursue compensatory damages in the tort system pursuant to the Sixth Amendment will be subject to certain limitations on the kinds of damages which may be obtained and on procedural aspects of how they may be pursued. At the same time, \$255 million will be reserved to pay supplemental claims of class members who will then have been paid matrix level benefits, but whose conditions may progress in a way which will permit them to be paid additional matrix level benefits upon such progression.

AHP Settlement Trust
Notes to Financial Statements
December 31, 2003 and 2002

There are four matrices under the settlement. Two of them apply to Diet Drug users, and the application of one or the other depends on the severity of the class member's illness and on other aspects of a Diet Drug user's medical history. The other two matrices apply to Derivative Benefit claims. The matrices are composed of cells formed by the intersection of five separate matrix levels of severity and eleven separate age intervals. Class members do not have to demonstrate that their injuries were caused by ingestion of the Diet Drugs in order to recover matrix compensation benefits. Matrices represent a system of compensation whereby claimants need only prove that they meet objective criteria to determine which matrix is applicable, which matrix level they qualify for and the age at which that qualifying event occurred. In addition, the amounts specified by each cell of each matrix have been and will be increased by 2% per year.

Funding under the Settlement Agreement has been and is provided by Wyeth through certain specified payments made heretofore and through Wyeth's contribution of up to \$2.55 billion (subject to certain adjustments) in funding for Fund B benefit payments as required by the Trust. Fund B contributions are based upon the amount needed to pay matrix claims that are ready for payment, administrative costs related to Fund B and attorneys' fees awarded by the court out of Fund B. The \$2.55 billion (plus accretions at 1.5% per quarter less potential credits against such amounts for certain opt out and other credits) will be one component of the total the Trust can draw upon to meet its Fund B obligations. The other component is the amount transferred from Fund A pursuant to the Fifth Amendment to the Settlement Agreement. This amount, \$669,019,032, along with the amount in Fund B of \$9,777,076, as of January 31, 2003, were merged into a single Settlement Fund of the Trust. The amount deposited into the merged Settlement Fund will be available after the merger date to pay both Fund A benefits and Fund B benefits and the costs associated therewith. As described above, in the event that the amount transferred from Fund A to the merged Settlement Fund is not sufficient to pay Fund A benefits other than drug refund and echocardiogram screening benefits and associated administrative costs, Wyeth will be required to deposit additional amounts for that purpose. In the event that the amount transferred from Fund A to the merged Settlement Fund is more than sufficient to pay Fund A benefits and associated administrative costs, then the amount transferred from Fund A will be available to pay Fund B benefits and the associated administrative costs. If and when payment of benefits and administrative expenses from the merged Settlement Fund results in reduction or depletion of the Settlement Fund to an amount designated as an Administrative Reserve, which is described below, Wyeth will be obligated to resume its periodic contributions of up to \$2.55 billion (as adjusted to take into account payments already made, certain accretions and certain credits) in funding for Fund B benefit payments.

On January 3, 2002, the Settlement Agreement received Final Judicial Approval by the courts having jurisdiction over the litigation that resulted in the Settlement Agreement. No further appeals that would have prevented all of the terms of the Settlement Agreement from being implemented (except for Amendments to the Settlement Agreement approved thereafter) were permitted.

Upon Final Judicial Approval, the Trust began to be able to request on a quarterly basis, and Wyeth became obligated to pay in response to such a request, an amount sufficient to enable the Trust to maintain a reserve of \$50.0 million in Fund B for certain administrative expenses (the "Administrative Reserve"). Upon merger of Funds A and B into the merged Settlement Fund pursuant to the Fifth Amendment, the Administrative Reserve is maintained in the Settlement Fund. Wyeth's obligation to make periodic payments for purposes of funding payment of claims and administrative expenses associated with Fund B is limited, as described above.

AHP Settlement Trust
Notes to Financial Statements
December 31, 2003 and 2002

On January 18, 2002, Wyeth established a Security Fund with \$370 million in assets. Pursuant to the Settlement Agreement and a Security Fund and Escrow Agreement established thereunder, as is more specifically stated therein, in the event that Wyeth fails to make a number of payments required to fund the Fund B benefits payments and in the event that Wyeth's credit rating falls below investment grade, the Trust will be able, after approval of the Court, to draw on funds in the Security Fund and AHP may be required to deposit additional assets having a value of \$180 million into the Security Fund.

Pursuant to the Fifth Amendment, the Security Fund and Escrow Agreement was amended as of the date the Fifth Amendment became effective. Pursuant to the Security Fund and Escrow Agreement, Wyeth deposited assets having a value of \$535.2 million into the Security Fund. The requirement that there be additional deposits in the event of Wyeth's failure to make a number of payments required to fund the Fund B benefits payments and in the event that Wyeth's credit rating falls below investment grade continue in effect. Wyeth will be permitted, under the amendments to the Security Fund and Escrow Agreement, to withdraw funds from the Security Fund when and as Wyeth makes payments to the Trust for purpose of funding matrix benefits payments and thereby reduces the amounts that it may be called upon in the future to pay to the Trust for that purpose. The amount in the Security Fund will not be required to exceed 110% of the amount that Wyeth may be called upon to pay to the Trust in the future. The balance of the investments, at market value, in the Security Fund as of December 31, 2003 as reported to the Trust is \$942,302,233.

In November 2002, the Court that has jurisdiction over the Settlement Agreement imposed a requirement that all matrix claims be subjected to a medical audit or review before being paid.

Taking into account a quarterly accretion that is applied at the end of each calendar quarter, the maximum additional amount that Wyeth may be called upon to pay for the purpose of funding matrix benefits is \$1,555,976,151 if all of its matrix benefits funding obligations under the Settlement Agreement were to come due in the first quarter of 2004. This would occur only if the Trust were to adjudicate claims in that amount in that quarter that qualified for payment. The amount will be adjusted pursuant to the Settlement Agreement, which calls for accretions on the adjusted amount at 1.5% per quarter less potential credits against such amounts arising from payments and from certain opt out and other credits.

Any assets remaining at the end of the Trust's term are to be donated to heart research facilities.

This Description of the Trust is not intended to be a legal interpretation of the benefits available to class members or others; nor is it a legal description of the obligations of any parties to the Settlement Agreement. A complete description of the rights and benefits of any parties and class members must be derived from the Settlement Agreement and any other applicable documents.

AHP Settlement Trust
Notes to Financial Statements
December 31, 2003 and 2002

2. Summary of Significant Accounting Policies

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the Trust to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

Cash and cash equivalents include all highly liquid investments with original maturities of three months or less.

Investments

Investments include three U.S. Treasury Notes, which are classified as held-to-maturity. Short-term investments are due in one year or less. Investment securities are stated at market value and are based on quoted market prices with the change in unrealized gains and losses recorded in the statement of changes in net assets available for claims. Investment income is recognized when earned. Gains and losses on sales are determined by specific identification.

Property

Property, including computer software, is recorded at cost. Depreciation and amortization are computed using the straight-line method over estimated useful lives ranging from two to five years. Property is included in prepaids and other assets in the accompanying statement of net assets available for claims.

Income Taxes

The Trust is organized as a qualified settlement fund under Section 468B of the Internal Revenue Code and Regulations thereunder. As a result, the Trust is subject to federal income taxes based on modified gross income, as defined by the Code. The Trust is subject to state income taxes only in the State of New Jersey, based on the proportion of claimants that reside in New Jersey.

Claims

Claims are recorded as expense when approved for payment by the Trust.

Claims in Course of Settlement

Claims in course of settlement include accruals for claims that have completed all phases of the claim payment review process but have not yet been paid.

Claims Administration Expenses

Claims administration expenses represent costs associated with the settlement and payment of claims and are recorded as expense when incurred.

Reclassification of Prior Year

Certain prior year amounts have been reclassified to conform with current year presentation.

AHP Settlement Trust
Notes to Financial Statements
December 31, 2003 and 2002

3. Investments

A summary of investments as of December 31, 2003 and 2002 follows:

	2003			
	Amortized Cost	Unrealized Gain	Unrealized Loss	Market Value
U.S. Treasury Securities and Obligations of U.S. Government Corporations and Agencies	\$ 75,027,721	\$ 284,779	\$ -	\$ 75,312,500
Corporate debt securities				
	<u>\$ 75,027,721</u>	<u>\$ 284,779</u>	<u>\$ -</u>	<u>\$ 75,312,500</u>
	2002			
	Amortized Cost	Unrealized Gain	Unrealized Loss	Market Value
U.S. Treasury Securities and Obligations of U.S. Government Corporations and Agencies	\$ 551,043,090	\$ 6,457,411	\$ -	\$ 557,500,501
Corporate debt securities	10,009,936	-	37	10,009,899
	<u>\$ 561,053,026</u>	<u>\$ 6,457,411</u>	<u>\$ 37</u>	<u>\$ 567,510,400</u>

The amortized cost and fair value of debt securities at December 31, 2003, by contractual maturity are shown below:

	Amortized Cost	Estimated Fair Value
Due in one year or less	<u>\$ 75,027,719</u>	<u>\$ 75,312,500</u>
	<u>\$ 75,027,719</u>	<u>\$ 75,312,500</u>

Investment income, by type of investment, is as follows for the years ended December 31, 2003 and 2002, respectively:

	2003	2002
Gross investment income		
Investments	\$ 9,823,931	\$ 23,207,723
Short-term investments	-	1,775,146
Cash and cash equivalents	2,815,522	3,365,982
Investment income	<u>\$ 12,639,453</u>	<u>\$ 28,348,851</u>

Investment expenses were \$1,165,818 and \$1,660,786 for the years ended December 31, 2003 and 2002, respectively. Investment expenses are included in general and administrative expenses in the statement of changes in net assets available for claims.

AHP Settlement Trust
Notes to Financial Statements
December 31, 2003 and 2002

The Trust regularly reviews its investment portfolio for any securities whose fair value is below its cost. Upon identification of such securities, a detailed review is performed for all securities to determine whether such decline is other than temporary. If the Trust determines such a decline in value to be other than temporary, the cost basis of the security is written down to its fair value with the amount of the write down included in earnings as a realized loss in the period the impairment arose. No impairment losses were recorded by the Trust during the years ended December 31, 2003 and 2002.

4. Funds Held in Escrow

Subrogation Escrow

The Trust has been ordered by the Court to set aside \$7 million in an escrow account, which may be used to satisfy certain obligations that may arise as a result of claims that may be made by governmental agencies and entities in the nature of subrogation (Note 8). Release of funds from this escrow account is permitted only upon a final order of the Court that is not subject to appeal.

Common Benefit Attorney Escrow

In accordance with the Settlement Agreement, the Trust is required to deduct 9% of the total gross matrix payments due class members. All or a portion of such amount may be awarded to certain attorneys designated in the Settlement Agreement as Class Counsel or as Common Benefit Attorneys. The portion not awarded to Class Counsel or to Common Benefit Attorneys will be distributed to Class Members or their individual attorneys. An escrow account was established into which the Trust deposited amounts so deducted; such escrow is maintained separately from the Trust.

In February 2002, a motion for award of attorneys' fees to Class Counsel and Common Benefit Attorneys was filed in the Court; pursuant to that motion and the Settlement Agreement, the Court may award a sum of up to \$229 million.

On April 5, 2002, as required by the Settlement Agreement, Wyeth created a Fund B Attorneys' Fees Escrow account that is maintained separately from the Trust. This Fund B Attorneys' Fees Escrow Account was established, among other reasons, to hold the maximum attorneys' fees payable under Fund B, \$229,000,000, in escrow until the Court establishes the proper distribution. The entire amount held in escrow by the Trust as of April 5, 2002, \$59,819,625, was transferred to this account. The balance of the Fund B Attorneys' Fees Escrow amount, \$169,180,375, was funded by Wyeth. Release of funds from this escrow account will be permitted only upon a final order of the Court that is not subject to appeal.

The Court that has jurisdiction of the administration of the Settlement Agreement will ultimately rule on the amount of fees to be awarded to Class Counsel and Common Benefit Attorneys. If the Court ultimately rules that an amount less than what is in the Fund B Attorneys' Fees Escrow Account is payable to Class Counsel and Common Benefit Attorneys, then the difference between the amount awarded and the amount in that Escrow Account will be paid to the Trust. The Trust will also adjust the amount of its 9% reduction of matrix payments to reflect the partial grant of attorneys' fees, and the Trust will make additional payments to matrix claimants or their attorneys who were paid previously to reflect a diminution of the percentage reduction of matrix payments.

Funds held in escrow are invested in U.S. Government and Agency securities. They are stated at market value and are based on quoted market prices.

AHP Settlement Trust
Notes to Financial Statements
December 31, 2003 and 2002

5. Property

A summary of property at December 31, 2003 and 2002 is as follows:

	2003	2002
Equipment	\$ 557,569	\$ 289,713
Computer systems/software	5,115,379	4,319,038
Furniture and fixtures	296,005	148,571
Leasehold improvements	810,433	704,228
	<u>6,779,386</u>	<u>5,461,550</u>
Less accumulated depreciation and amortization	(2,881,602)	(1,243,953)
	<u>\$ 3,897,784</u>	<u>\$ 4,217,597</u>

The net property balance is included in prepaids and other assets in the accompanying statement of net assets available for claims. Depreciation expense was \$1,637,650 and \$1,062,734 for the years ended December 31, 2003 and 2002, respectively.

6. Income Taxes

The Trust had approximately \$111,574,593 and \$70,785,068 of net operating loss carryforwards for income tax purposes at December 31, 2003 and 2002, respectively. The carryforwards begin to expire in 2019.

The Trust had a deferred tax asset of \$39,051,108 and \$24,774,774 at December 31, 2003 and 2002, respectively, arising from the difference in recording certain expense items for financial statement and income tax reporting purposes and from the carryforward of the net operating losses. The Trust recorded a valuation allowance of the same amount against the deferred tax asset as it is uncertain that the deferred tax asset will be realized.

7. Leases

The Trust leases office space and uses certain equipment under various operating leases. Rental expense under such arrangements was approximately \$1,371,626 for the year ended December 31, 2003 and \$1,169,000 for the year ended December 31, 2002.

The following is a schedule of future minimum lease payments on noncancelable operating leases as of December 31, 2003:

2004	\$ 1,487,686
2005	441,960
2006	220,980
	<u>\$ 2,150,626</u>

AHP Settlement Trust
Notes to Financial Statements
December 31, 2003 and 2002

8. Subrogation

In 2001, the Trust became bound by three Subrogation Settlement Agreements that were approved by the Court that has jurisdiction over the litigation. Under those Subrogation Settlement Agreements, the Trust was required in 2001 to pay \$32,090,245 to the agents of three groups of health insurers and health care providers in lieu of reimbursement of medical expenses paid and care provided by those insurers and providers. These payments were reflected in the statement of changes in net assets available for claims in the year ended December 31, 2001. In addition, in January 2002, after Final Judicial Approval occurred, the Trust paid additional amounts totaling \$32,090,245 under the aforementioned Subrogation Settlement Agreements to the agents of the same three groups of health insurers and health care providers.

On March 13, 2003, the court with jurisdiction over the Settlement Agreement approved the fourth Subrogation Settlement Agreement calling for the payment of \$1.75 million to the agents of a fourth group of insurers and health care providers. This payment was made on April 28, 2003 and is reflected in the Trust's financial statements.

On March 21, 2001, the Court that is supervising the Settlement ordered the Trust to set aside \$7 million from Fund B in escrow that may, subject to further proceedings, be utilized in the event that the United States government establishes an interest in proceeds of matrix awards made to class members. The reserve arises from a determination made by the Court on the question of whether it was necessary for the Trust to await a determination of whether certain class members owed money to the government before the Trust could make benefit payments to those class submembers. The Court determined that it was not necessary for the Trust to do so, yet ordered the Trust to set aside the reserve described herein. The reserve may be distributed only upon order of the Court. These funds have been recorded in Funds Held in Escrow at December 31, 2003 and 2002.

9. Uncertainties

Claims and Availability of Funds to Pay Them from the Net Assets of the Trust

The ultimate number of claims to be filed and the liability for all such claims is not determinable at this time. Net assets available for claims at December 31, 2003 represent excess of funding received for claims and administrative expenses over amounts paid.

The deadlines for filing of some claims have not yet come to pass, and there are class members who are seeking relief from certain deadlines that have come to pass.

Net assets available for the payment of matrix claims and associated administrative expenses at December 31, 2003, are to be supplemented, pursuant to the Settlement Agreement as in effect at that date, by contributions from AHP or withdrawals from the Security Fund as and when it becomes necessary to have additional funds to pay claims and to maintain an Administrative Reserve. The maximum amount required to be paid by AHP or that may be made available to the Trust from the Security Fund may or may not be sufficient to pay all claims for matrix benefits that have been or will be submitted to the Trust and that are, upon processing and review, determined to be valid and well founded.

The Trust has initiated civil litigation against individuals who the Trust alleges made material misstatements of fact in connection with the submission of Matrix claims, resulting in overpayment or

AHP Settlement Trust
Notes to Financial Statements
December 31, 2003 and 2002

mispayment of claims. The Trust is attempting to recover monies paid on account of these claims from the individuals whom it has sued. The outcome of these actions and the likelihood of recovery therefrom is uncertain and these financial statements do not reflect the possibility of recovery as an asset of the Trust. The Trust has a program whereby it applies a medical audit of all matrix claims and another program called the Claims Integrity Program. Both programs were instituted during the fiscal year ended December 31, 2003. The Trust uses information from these programs to try to avoid payment of claims which are not well founded and to make determinations about whether it should attempt to recover monies paid as a result of misstatement of material facts in the presentation of claim or as a result of other matters.

As of December 31, 2003, the Trust has received a total of \$2.010 billion from Wyeth, of which \$1.0 billion was for Fund A and \$1.010 billion was for Fund B. Taking into account these payments and the quarterly accretion that is applied at the turn of each calendar quarter, the maximum additional amount that AHP could be called upon to pay for the purpose of funding matrix benefits was \$1,555,976,151 if all of its Matrix obligations under the Settlement Agreement were to come due in the first quarter of 2004. This would occur only if the Trust were to adjudicate claims in that amount in that quarter that qualified for payment. This amount will be adjusted prospectively pursuant to the Settlement Agreement, which calls for accretions on the adjusted amount at 1.5% per quarter less potential credits against such amounts arising from payments and from certain opt out and other credits.

Court Jurisdiction

The Court that has jurisdiction over the Trust and the administration of the Settlement Agreement has ordered that it retains continuing jurisdiction to, among other things, interpret and enforce the Settlement Agreement in accordance with its terms. Pursuant to its continuing jurisdiction, the Court has imposed and may impose certain financial obligations on the Trust that are not foreseen at this time, and could approve certain amendments to the Settlement Agreement that would provide material benefits to the Trust and its beneficiaries or otherwise materially alter the operations and financial position of the Trust.

The Court's approval of the Fifth and Sixth Amendments to the Settlement Agreement are the subject of appeals, which are pending. Accordingly, the continued effectiveness of the Fifth and Sixth Amendments is uncertain.

EXHIBIT "B"

AHP Settlement Trust

Statement of Changes in Net Assets Available for Claims

(Unaudited)

For the Period November 18, 1999 (Date of Inception) through December 31, 2003

Additions:

Settlement Funds from American Home Products	\$ 2,010,067,242
Investment income	86,454,641
Change in unrealized gain on investments	303,106
Realized gain on investments	<u>7,334</u>
	2,096,832,323

Deductions:

Benefit payments	1,462,223,095
Subrogation settlement	65,930,490
Donations to medical research and education funds	25,000,000
Claim administrative expenses	129,453,548
Claim notice and printing expenses	27,270,420
General and administrative expenses	<u>48,206,930</u>
	1,758,084,483

Increase in net assets available for claims 338,747,840

Net assets available for claims, beginning of period -

Net assets available for claims, end of period \$ 338,747,840

EXHIBIT "C"

AHP SETTLEMENT TRUST

Schedule of Investments and Assets
December 31, 2003

Investments

Interest Bearing Cash

Provident Institutional Fund – Federal
Fund #30 (Income Reinvestment) \$304,035,119

US Government Securities

US Treasury Notes 75,312,500

Total Investments 379,347,619

Escrow Funds

Interest Bearing Cash

Provident Institutional Fund – Federal
Fund #30 (Income Reinvestment) 3,754

US Government Securities

US Treasury Notes 6,992,832

Total Escrow Funds 6,996,586

Current Period Accrued Income 741,548

Total Investments and Assets \$387,085,753