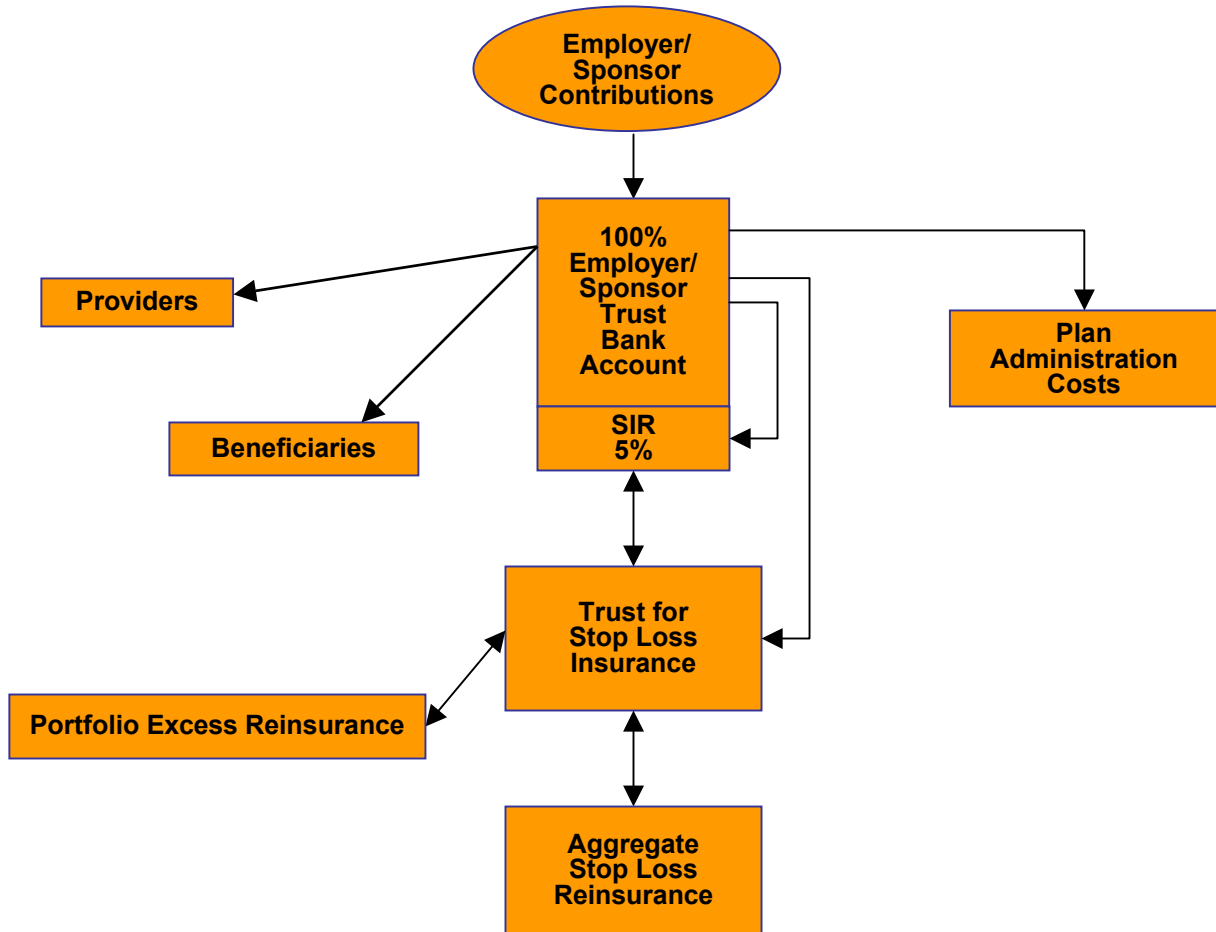


FUNDING FLOW CHART

SET Health and Welfare Benefits Program



1. Upon acceptance and approval of Employer/Sponsor application, an individual trust bank account is established, known as a Self Insured Retention (SIR) account.
2. Employer/Sponsor contribution checks (made payable to [Employer/Sponsor name] Health & Welfare Benefit Plan) are deposited monthly to their SIR account.
3. 5% of the monthly contribution remains in the SIR account. This amount represents the Employer/Sponsor's aggregate attachment point. The balance (less plan administration costs) goes into a premium trust/claims account.
4. Claims are paid by ABAS directly from the Employer/Sponsor's SIR account. The premium trust/claims account held by the carrier acts as an overdraft account. When claims exceed the 5% held in the SIR account, the overdraft account automatically funds the SIR account for payment/adjudication of the claim.