

**Notice of Status under the Pension Protection Act
for
The National Basketball Association Players' Pension Plan**

TO: All Plan Participants and Beneficiaries, the NBA, the National Basketball Players Association and the NBA Teams

FROM: Trustees for the National Basketball Association Players' Pension Plan

The Pension Protection Act of 2006 (the "PPA") added requirements to categorize multiemployer pension plans, such as the National Basketball Association Players' Pension Plan (the "Plan"), and, in certain cases, to require notification of such category. The categorization is based on three criteria: the plan's projected contributions sufficiency, projected cash flow sufficiency and funded status. The Plan's actuaries have determined that Plan contributions are projected to meet PPA requirements. In addition, the Plan's actuaries have determined that cash flow for the Plan is projected to meet PPA requirements. However, because the Plan has a funded status of below 80% as of February 2, 2026, the PPA requires that, until the Plan's funded status rises to 80%, the Plan be placed in the category of endangered status, also known as the "yellow zone", and that Plan participants be notified of this status. In connection with this categorization, the PPA requires that the Plan's actuaries certify to the IRS and the Trustees to the Plan regarding the Plan's status. This certification was provided on May 2, 2026. As explained below, we do not anticipate that any changes to the Plan's current funding approach will be needed as a result of this categorization.

The PPA also requires any pension plan in the yellow zone to adopt a "Funding Improvement Plan" (the "FIP"). The FIP is an action plan designed to help the Plan meet certain funding benchmarks required by the PPA. Since the Plan was certified to be in the yellow zone for the plan year beginning February 2, 2021 (the first plan year following the end of the prior funding improvement period), a new FIP was adopted in December 2021. The FIP is updated annually, most recently in December 2025. Since as noted above, the Plan's actuaries certified the Plan to be in the yellow zone for the plan year beginning February 2, 2026, the FIP will be reviewed and updated in December 2026 (and annually thereafter, as may be necessary). It is not expected that the FIP will require any changes to the Plan's current funding approach. This is because the actuaries for the Plan have determined that the contribution methodology in effect for the Plan is projected to yield Plan contributions that are expected to meet minimum funding requirements under the law as well as the applicable PPA funding benchmarks.

The Trustees do not expect that any additional funding will be required beyond what is required by the contribution methodology in effect and expect that the Plan's funding percentage will continue to satisfy the requirements of the PPA. Please note that the PPA requires that the Plan's funding status be reviewed and certified by the actuary annually and that notices, like this one, be sent each year until the Plan is no longer in the yellow zone.

In the event you have questions or would like additional information, you may contact Zenith American Solutions at 833-622-7529.

cc: US Department of Labor
US Pension Benefit Guaranty Corporation