

PBGC Case Number: 20061600 (Salaried Plan)
20061700 (Hourly Plan)
Plan Name: Pillowtex

JANE DOE
104 Main Street
Washington, DC 20000

Dear JANE DOE:

The Pension Benefit Guaranty Corporation (PBGC), a U.S. Government Agency, is now responsible for your pension plan. We insure private pension plans like yours and protect benefits of the workers and retirees covered by those plans up to our insurance limits, which are set by law.

Within the next few weeks, we will send to you another letter and a form for you to complete and return to PBGC. The information you provide will help in our review of the plan.

Once we finish our review, we will tell you in writing if you are entitled to a benefit and the benefit amount. If you are not entitled to a benefit, we will give you the reasons in writing. In either case, we will advise you of what rights you have to appeal our decision.

If you are entitled to benefits, we will begin paying you estimated benefits when you are eligible and when you apply. Please call PBGC's Customer Contact Center about four months before you want benefits to begin.

If you are eligible for a benefit but you die before receiving your benefit, your spouse will be entitled to a survivor benefit. There is no charge for this PBGC benefit, and it will be paid even if you and your spouse declined this benefit under your plan.

If you have any questions, please call our Customer Contact Center at **1 (800) 400-7242** or visit our web site at www.pbgc.gov/pillowtex. For **TTY/TDD** users, call the federal relay service toll-free at **1(800) 877-8339** and ask to be connected to **1 (800) 400-7242**. You can also write us at PBGC:

Pension Benefit Guaranty Corporation
P.O. Box 151750
Alexandria, VA 22315-1750

Please tell us your social security number, address, daytime telephone number, and case number when you call or write.

There is a new IRS tax credit for health care insurance premiums called the Health Coverage Tax Credit (HCTC), which may apply to certain individuals who are 55 - 65 years of age and are receiving benefits from the PBGC. This credit does not apply if you are entitled to coverage under Medicare Part A, enrolled in Medicare Part B or a state's Medicaid program. In cases where individuals are 65 or older and not eligible for Medicare, they may still be eligible for the credit. The HCTC is equal to 65 percent of the premiums paid by you for qualified health insurance. **HCTC information is available from the IRS at its web site, www.irs.gov -- IRS Keyword: HCTC, or at the HCTC toll-free number 1-866-628-HCTC (TTD/TTY: 1-866-626-HCTC).**

Please keep this letter in your records for future reference.