DAILY NEWS

New York Daily News
4 New York Plaza
New York, NY 10004
www.nydailynews.com

SUPPLEMENT
to

ANNUAL FUNDING NOTICE
for

Daily News Retirement Plan
(for Plan Year ended December 31, 2016)

April, 2017

This is a temporary supplement to the attached Annual Funding Notice for your single employer pension plan, the Daily News Retirement Plan (the "Plan"), which is required by the Moving Ahead for Progress in the 21st Century Act, the Highway and Transportation Funding Act of 2014 and the Bipartisan Budget Act of 2015. These federal laws changed how pension plans calculate their liabilities. The purpose of this supplement is to show you the effect of these changes on the Plan. Prior to 2012, pension plans determined their liabilities using a two-year average of interest rates. Now pension plans also must take into account a 25-year average of interest rates. This means that interest rates likely will be higher and plan liabilities lower than they were under prior law. As a result, your employer may contribute less money to the Plan at a time when market interest rates are at or near historical lows.

The Information Table below compares the impact of using interest rates based on the 25-year average (the "Adjusted Interest Rates") and interest rates based on a two-year average on the Plan's: (1) Funding Target Attainment Percentage, (2) Funding Shortfall and (3) Minimum Required Contribution. The Funding Target Attainment Percentage is a measure of how well the plan is funded on a particular date. The Funding Shortfall is the amount by which liabilities exceed net plan assets. The Minimum Required Contribution is the amount of money an employer is required by law to contribute to a plan in a given year. The Information Table shows this information determined with and without the Adjusted Interest Rates. The information is provided for the Plan for its plan year beginning on January 1, 2016 and ending on December 31, 2016 (the "2016 Plan Year") and for each of its two preceding plan years.

INFORMATION TABLE						
	2016		2015		2014	
	With Adjusted Interest Rates	Without Adjusted Interest Rates	With Adjusted Interest Rates	Without Adjusted Interest Rates	With Adjusted Interest Rates	Without Adjusted Interest Rates
Funding Target Attainment Percentage	100.45%	85.72%	105.23%	88.10%	95.15%	78.36%
Funding Shortfall	$0	$15,742,059	$0	$13,101,449	$4,483,931	$24,319,912
Minimum Required Contribution	$942,471	$3,931,691	$0	$3,483,699	$4,880,287	$8,172,511

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Introduction

This notice includes important funding information about your single employer pension plan, the Daily News Retirement Plan (the "Plan"), and is required to be provided to you by federal law by Daily News, L.P. (the "Company"). This notice also provides a summary of federal rules governing the termination of single-employer defined benefit pension plans and of benefit payments guaranteed by the Pension Benefit Guaranty Corporation (PBGC), a federal agency. The summary of plan termination rules also is provided to you as required by law. There is no current intention to terminate the Plan. This notice is for the Plan for its plan year beginning January 1, 2016 and ended December 31, 2016 (the "2016 Plan Year").

The Plan's Funded Status

The law requires the administrator of the Plan to tell you how well the Plan is funded on a particular date, using a measure called the "Funding Target Attainment Percentage" obtained by dividing the Plan's Net Plan Assets by its Plan Liabilities on the Valuation Date. In general, the higher this percentage, the better funded the plan.

The Plan's Funding Target Attainment Percentage for the 2016 Plan Year and two preceding plan years is shown in the chart below, along with a statement of the value of the Plan's assets and liabilities for the same period. The chart is based on certain actuarial assumptions.

Funding Target Attainment Percentage

	2016	2015	2014
1. Valuation Date	January 1, 2016	January 1, 2015	January 1, 2014
2. Plan Assets			
a. Total Plan Assets	$94,524,644	$97,070,461	$88,516,004
b. Funding Standard Carryover Balance	$0	$0	$0
c. Prefunding Balance	$0	$0	$417,607
d. Net Plan Assets (a) - (b) - (c) = (d)	$94,524,644	$97,070,461	$88,098,397
3. Plan Liabilities	$94,095,025	$92,241,630	$92,582,328
4. Funding Target Attainment Percentage (2d)/(3)	100.45%	105.23%	95.15%

Plan Assets

The Plan's asset values in the chart above are measured as of the first day of the plan year and are actuarial values, which are permitted to differ from fair market values. The Plan's actuarial value differed from the fair market value of assets for 2014, 2015 and 2016. The actuarial values differ from market values in that they do not fluctuate daily based on changes in the stock or other markets. Actuarial values smooth out those fluctuations and can allow for more predictable levels of future contributions by an employer to the plan.

Despite the fluctuations, market values tend to show a clearer picture of a plan's funded status at a given point in time. However, because market values can fluctuate daily based on factors in the marketplace, such as changes in the stock market, pension law allows plans to use actuarial values for funding purposes. While actuarial values fluctuate less than market values, they are estimates.

Credit Balances

The chart above may show that the Plan has a Funding Standard Carryover Balance or Prefunding Balance, commonly referred to as credit balances. A plan's credit balances are subtracted from its assets before calculating the Funding Target Attainment Percentage. While pension plans are permitted to maintain credit balances for funding purposes, such credit balances may not be taken into account when calculating a plan's Funding Target Attainment Percentage.

A plan might have a credit balance, for example, if in a prior year an employer made contributions at a level in excess of the minimum level required by law. Generally, the excess payments are counted as credit balances and may be applied in future years toward the minimum level of contributions an employer is required by law to make to the plan.

Plan Liabilities

The Plan's liabilities in the chart above is an actuarial estimate of the amount that the Plan needs on the Valuation Date to pay for promised benefits under the Plan.

The Plan's Estimated Funded Status as of December 31, 2016

As of December 31, 2016, the fair market value of the Plan's assets was $82,937,021. On this same date, the Plan's liabilities were $105,815,756, as estimated by the Plan's actuary and determined using market rates. Note: The foregoing asset and liability amounts are based on unaudited financial information and certain actuarial assumptions.

Participant Information

The total number of participants and beneficiaries covered by the Plan on the Plan's Valuation Date for the 2016 Plan Year (January 1, 2016) was 1,849. Of this number, 184 were current employees, 1,465 were retired and receiving benefits and 200 were retired or no longer working for the employer and have a right to future benefits.

Funding & Investment Policies

The law requires that every pension plan have a procedure to establish a funding policy for plan objectives. A funding policy relates to the level of contributions and plan assets needed to pay for promised benefits.

The funding policy of the Plan is that the Company intends to make contributions to the pension fund sufficient to comply with the minimum funding standards imposed by the Internal Revenue Code. The Company's contributions are determined at least annually.

Pension plans also have investment policies. These generally are written guidelines or general instructions for making investment management decisions.

The investment policy of the Plan is to achieve an overall allocation of assets based on certain target percentages. The investment horizon of the Plan is long term. The Plan's primary investment objective is to maximize the total rate of return, subject to the preservation of capital. The primary means capital preservation is to be achieved is through diversification of the Plan's investments across asset classes. The appropriate level of risk for the Plan was determined by examining the expected risk and reward characteristics of asset allocation alternatives.

The Plan's Assets as of December 31, 2016

In accordance with the Plan's investment policy, the assets were allocated among the following categories of investments, as of the end of the 2016 Plan Year (December 31, 2016). These allocations are percentages of total assets of the Plan (and are unaudited).

Asset Allocations	Percentage
1. Interest-bearing cash	1.39%
2. U.S. Government securities	0.0%
3. Corporate debt instruments (other than employer securities):	
Preferred	0.0%
All other	0.0%
4. Corporate stocks (other than employer securities):	
Preferred	0.0%
Common	0.0%
5. Partnership/joint venture interests	0.0%
6. Real estate (other than employer real property)	0.0%
7. Loans (other than to participants)	0.0%
8. Participant loans	0.0%
9. Value of interest in common/collective trusts	67.62%
10. Value of interest in pooled separate accounts	0.0%
11. Value of interest in master trust investment accounts	0.0%
12. Value of interest in 103-12 investment entities	0.0%
13. Value of interest in registered investment companies (e.g., mutual funds)	30.99%
14. Value of funds held in insurance company general account (unallocated contracts)	0.0%
15. Employer-related investments:	
Employer securities	0.0%
Employer real property	0.0%
16. Buildings and other property used	

in plan operation		0.0%
17. Other		0.0%
	Total	100%

For information about the Plan's investment in the chart above of common/collective trusts, please contact the Plan administrator at New York Daily News, Attn: Controller, 125 Theodore Conrad Drive, Jersey City, NJ 07305, 212-210-1858.

Events with Material Effect on Plan Assets or Liabilities

By law, this notice must contain a written explanation of new events that have a material effect on plan liabilities or assets. This is because such events can significantly impact the funding condition of a plan.

For the plan year beginning on January 1, 2017 and ending on December 31, 2017, no Plan amendment, scheduled benefit increase or significant events were known as of January 1, 2017 which were expected to have a material effect on the Plan's liabilities or assets during such 2017 plan year.

Benefit Restrictions

The Plan is not presently subject to lump sum benefit restrictions based on the Plan's current funded status, which would be applicable to cash balance benefits under the Plan and possibly retroactive benefits, certain preretirement death benefits and benefits under qualified domestic relations orders. However, these restrictions may arise in the future, depending on the funded status of the Plan, at which such time participants will be notified by the Plan administrator.

Right to Request a Copy of the Annual Report

Pension plans must file annual reports with the U.S. Department of Labor. The report is called the "Form 5500." These reports contain financial and other information.

You may obtain an electronic copy of your Plan's annual report by going to www.efast.dol.gov and using the search tool. Annual reports also are available from the U.S. Department of Labor, Employee Benefits Security Administration's Public Disclosure Room at 200 Constitution Avenue, NW, Room N1513, Washington, DC 20210, or by calling 202.693.8673. Or you may obtain a copy of the Plan's annual report by making a written request to the Plan administrator under Where To Get More Information, below.

Annual reports do not contain personal information, such as the amount of your accrued benefits. You may contact your Plan administrator if you want information about your accrued benefits under Where To Get More Information, below. See also Notice of Availability of Pension Benefit Statement, below, regarding the availability of benefits statements of your benefit under the Plan.

Please note that, under DOL rules, the annual report for the Plan typically is not filed until the October 15th following the end of the plan year. The annual report for the 2016 Plan Year, therefore, would not be available until after October 15, 2017.

Summary of Rules Governing Termination of Single-Employer Plans

There is no current intention to terminate the Plan. The following information is provided as required by law.

If a plan terminates, there are specific termination rules that must be followed under federal law. A summary of these rules follows.

There are two ways an employer can terminate its pension plan. First, the employer can end a plan in a "standard termination" but only after showing the PBGC that such plan has enough money to pay all benefits owed to participants. Under a standard termination, a plan must either purchase an annuity from an insurance company (which will provide you with periodic retirement benefits, such as monthly for life or for a set period of time when you retire) or, if the plan allows, issue one lump-sum payment that covers your entire benefit. Your plan administrator must give you advance notice that identifies the insurance company (or companies) selected to provide the annuity. The PBGC's guarantee ends upon the purchase of an annuity or payment of the lump-sum. If the plan purchases an annuity for you from an insurance company and that company becomes unable to pay, the applicable state guaranty association guarantees the annuity to the extent authorized by that state's law.

Second, if the plan is not fully-funded, the employer may apply for a distress termination. To do so, however, the employer must be in financial distress and prove to a bankruptcy court or to the PBGC that the employer cannot remain in business unless the plan is terminated. If the application is granted, the PBGC will take over the plan as trustee and pay plan benefits, up to the legal limits, using plan assets and PBGC guarantee funds.

Under certain circumstances, the PBGC may take action on its own to end a pension plan. Most terminations initiated by the PBGC occur when the PBGC determines that plan termination is needed to protect the interests of plan participants or of the PBGC insurance program. The PBGC can do so if, for example, a plan does not have enough money to pay benefits currently due.

Benefit Payments Guaranteed by the PBGC

When the PBGC takes over a plan, it pays pension benefits through its insurance program. Only benefits that you have earned a right to receive and that cannot be forfeited (called vested benefits) are guaranteed. Most participants and beneficiaries receive all of the pension benefits they would have received under their plan, but some people may lose certain benefits that are not guaranteed.

The amount of benefits that PBGC guarantees is determined as of the plan termination date. However, if a plan terminates during a plan sponsor's bankruptcy, then the amount guaranteed is determined as of the date the sponsor entered bankruptcy.

The PBGC maximum benefit guarantee is set by law and is updated each calendar year. For a plan with a termination date or sponsor bankruptcy date, as applicable in calendar year 2017, the maximum guarantee is 5,369.32 per month, or 64,431.84 per year, for a benefit paid to a 65-year-old retiree with no survivor benefit. If a plan terminates during a plan sponsor's bankruptcy, the maximum guarantee is fixed as of the calendar year in which the sponsor entered bankruptcy.

The maximum guarantee is lower for an individual who begins receiving benefits from PBGC before age 65 reflecting the fact that younger retirees are expected to receive more monthly pension benefit payments over their lifetimes. Similarly, the maximum guarantee is higher for an individual who starts receiving benefits from PBGC after age 65. The maximum guarantee by age can be found on PBGC's website, www.pbgc.gov. The guaranteed amount is also reduced if a benefit will be provided to a survivor of the plan participant.

The PBGC guarantees "basic benefits" earned before a plan is terminated, which include:

- pension benefits at normal retirement age;
- most early retirement benefits;
- annuity benefits for survivors of plan participants; and
- disability benefits for a disability that occurred before the date the plan terminated or the date the sponsor entered bankruptcy, as applicable.

The PBGC does not guarantee certain types of benefits:

- The PBGC does not guarantee benefits for which you do not have a vested right, usually because you have not worked enough years for the company.

- The PBGC does not guarantee benefits for which you have not met all age, service, or other requirements.

- Benefit increases and new benefits that have been in place for less than one year are not guaranteed. Those that have been in place for less than five years are only partly guaranteed.

- Early retirement payments that are greater than payments at normal retirement age may not be guaranteed. For example, a supplemental benefit that stops when you become eligible for Social Security may not be guaranteed.

- Benefits other than pension benefits, such as health insurance, life insurance, death benefits, vacation pay, or severance pay, are not guaranteed.

- The PBGC generally does not pay lump sums exceeding $5,000.

In some circumstances, participants and beneficiaries still may receive some benefits that are not guaranteed. This depends on how much money the terminated plan has and how much the PBGC recovers from employers for plan underfunding.

For additional general information about the PBGC and the pension insurance program guarantees, go to the "General FAQs about PBGC" on PBGC's website at www.pbgc.gov/generalfaqs. Please contact your employer or Plan administrator for specific information about your pension plan or pension benefit. PBGC does not have that information. See Where to Get More Information, below, for this information.

Where to Get More Information

For more information about this notice, you may contact the Human Resources at New York Daily News, 4 New York Plaza, New York, NY 10004, 212-210-6339. For identification purposes, Daily News, L.P. is the Plan sponsor, the official Plan number is 014 and the Plan sponsor's employer identification number or "EIN" is 13-3690542.

Please refer to your Summary Plan Description for more details concerning the Plan. An additional copy of the Summary Plan Description can be obtained by contacting the Plan administrator at the address above.

For more information about the PBGC and benefit guarantees, go to the PBGC's website, www.pbgc.gov, or call the PBGC toll-free at 1-800-400-7242 (TTY/TDD users may call the Federal relay service toll free at 1-800-877-8339 and ask to be connected to 1-800-400-7242).

Notice of Availability of Pension Benefit Statement

You have the right to make a written request of an estimate of your Plan benefit and vested percentage (or the earliest date that your Plan benefit would become vested). You can request an estimate of your current benefit under the Plan, or you can request an estimate of your benefit projected to a future date. In either case, you will receive an estimate of your benefit commencing on your Normal Retirement Date in the Plan (age 65) and an alternative date as you may select. Please make your written request for a benefit statement, including the foregoing benefit and commencement dates, to the Company's address under Where to Get More Information, above.

Additional Information

This notice is intended to comply with the requirements of section 101(f) of the Employee Retirement Income Security Act of 1974, as amended (ERISA).

The disclosures provided in this notice are based on information available and believed to be accurate as of the date this notice is provided. Several disclosures are based on estimates, unaudited financial information and certain actuarial assumptions. All computations reflected in these disclosures have been performed based on a good faith interpretation of the applicable statutory and regulatory guidance in effect on the date this notice is provided. Such information and computations include, but are not limited to, the measurement of plan liabilities, reported values of plan assets and allocation of assets.

However, actual results for the 2016 Plan Year may change and will not be considered final until filed with the Department of Labor as part of the Annual Report (i.e., the Form 5500). Subsequently, such results will change only by amendment of the Annual Report for the 2016 Plan Year. *See* Right to Request a Copy of the Annual Report, above, for information about how to obtain a copy of the Annual Report.

The Company does not undertake any obligation to update or publicly release any revisions to this notice, and no such revisions will be issued, to reflect any changes, including, but not limited to, changes in the manner in which particular calculations are performed, changes in assumptions, the adoption of plan amendments or any other events or circumstances occurring after this notice is provided.

The Company reserves the right to amend or terminate the Plan in any respect at any time. In the event of any discrepancy between this notice and the Plan documents, the Plan documents will control.

Electronic Transmission

This notice and other important plan information may be delivered to you through electronic means. In this case, you are entitled to request a paper copy, free of charge, from the Company. The paper version of this notice will contain substantially the same style and format, and the same content, as the electronic version.

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