

Cooper and its subsidiaries have numerous defined benefit pension plans and other postretirement benefit plans. The benefits provided under Cooper's various postretirement benefit plans other than pensions, all of which are unfunded, include retiree medical care, dental care, prescriptions and life insurance, with medical care accounting for approximately 90% of the total. Current employees, unless grandfathered under plans assumed in acquisitions, are not provided postretirement benefits other than pensions. The vast majority of the annual other postretirement benefit expense is related to employees who are already retired.

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COOPER INDUSTRIES, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

	Pension Benefits		Post
	2001	2000	
			(in millions)
Change in benefit obligation			
Benefit obligation at January 1	\$584.3	\$565.3	\$
Service cost	16.2	14.9	
Interest cost	42.5	41.0	
Benefit payments	(44.4)	(27.6)	
Settlements	-	(25.7)	
Actuarial (gain) loss	23.1	(5.9)	
Acquisitions	-	25.5	
Other	0.6	(3.2)	
Benefit obligation at December 31	622.3	584.3	
Change in plan assets			
Fair value of plan assets at January 1	616.1	615.3	
Actual return on plan assets	(3.6)	10.7	
Employer contributions	5.4	7.6	
Benefit payments	(44.4)	(27.6)	
Settlements	-	(25.7)	
Acquisitions	-	39.1	
Other	(3.1)	(3.3)	
Fair value of plan assets at December 31	570.4	616.1	
Funded status	(51.9)	31.8	
Unrecognized actuarial (gain) loss	85.2	7.4	
Unrecognized prior service cost	2.9	0.1	
Other	0.4	0.6	
Net amount recognized	\$ 36.6	\$ 39.9	\$
Amounts recognized in the balance sheet consist of			
Prepaid benefit asset	\$103.2	\$105.4	\$
Accrued benefit liability	(73.4)	(71.5)	
Intangible asset	1.2	1.5	
Accumulated other non-owner changes in equity	5.6	4.5	

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