

EXHIBIT 1
Computed Arbitrage Benefit Amounts
(dollar amounts in millions)

A	B	C	D	E	F	G	H	I
	Year	Outstanding Debt	Interest Rate	Arbitrage Benefits ¹	Accumulated Value	Debt, Based on Industry Ceiling	Additional Arbitrage Benefit	OPEB Liabilities
Eaton	2000	\$2,557	na	na	na	\$4,225	na	\$708
	2001	2,382	7.51%	\$10.30	na	3,949	\$6.77	699
	2002	2,041	6.23%	NC ²	\$11.01 ³	3,687	NC	680
	2003	1,908	5.40%	NC	11.79	4,247	NC	665
	2004	1,760	4.87%	NC	12.61	4,687	NC	646
	2005	na	na	na	13.50	na	na	na
	2006	na	na	na	14.44	na	na	na
	2007	na	na	na	15.45	na	na	na
	2008	na	na	na	16.53	na	na	na
	2009	na	na	na	17.69	na	na	na
Ford	2000	\$113,270	na	na	na	\$210,272	na	\$15,620
	2001	143,151	9.84%	\$3,954	na	204,448	\$1,693	17,129
	2002	149,174	7.96%	2,188	\$6,387 ⁴	218,257	1,013	18,167
	2003	151,429	6.73%	1,597	8,381	233,560	867	19,074
	2004	138,143	6.52%	1,233	10,134	225,739	782	17,427
	2005	na	na	na	10,762	na	na	na
	2006	na	na	na	11,430	na	na	na
	2007	na	na	na	12,138	na	na	na
	2008	na	na	na	12,891	na	na	na
	2009	na	na	na	13,690	na	na	na
GM	2000	\$84,861	na	na	na	\$224,082	na	\$36,514
	2001	126,716	8.20%	\$1,419	na	239,510	\$1,263	38,393
	2002	162,240	6.00%	NC	\$1,526 ⁵	274,119	NC	38,187
	2003	226,507	6.80%	2,560	4,200	331,581	1,187	36,292
	2004	245,058	6.80%	2,867	7,382	354,571	1,281	28,111
	2005	na	na	na	7,935	na	na	na
	2006	na	na	na	8,531	na	na	na
	2007	na	na	na	9,170	na	na	na
	2008	na	na	na	9,858	na	na	na
	2009	na	na	na	10,597	na	na	na
Johnson Controls	2000	\$ 1,351	na	na	na	\$4,870	na	\$188
	2001	1,440	10.24%	\$45.50	na	5,119	\$116.2	189
	2002	1,867	8.45%	36.58	\$ 85.3	5,767	76.4	182
	2003	2,204	7.06%	30.65	121.9	6,780	63.6	180
	2004	1,857	7.31%	31.11	161.5	7,794	99.5	178
	2005	na	na	na	172.8	na	na	na
	2006	na	na	na	184.9	na	na	na
	2007	na	na	na	197.9	na	na	na
	2008	na	na	na	211.7	na	na	na
	2009	na	na	na	226.6	na	na	na
DaimlerChrysler	2000	\$60,896	na	na	na	\$138,307	.	\$8,107
	2001	74,259	3.01%	NC	0.0	136,486	NC	8,404
	2002	72,994	3.00%	NC	0.0	145,208	NC	8,563
	2003	86,468	2.27%	NC	0.0	166,020	NC	10,333
	2004	94,490	2.08%	NC	0.0	182,854	NC	10,859
	2005-2009	na	na	na	na	na	na	na
Delphi	2000	\$3,182	na	na	na	\$ 9,566	na	\$4,610
	2001	3,353	10.93%	\$129.0	na	9,608	\$240.7	5,005
	2002	2,766	9.91%	94.6	\$232.7 ⁶	9,977	246.6	5,450
	2003	3,235	8.61%	95.1	344.1	10,797	222.3	6,099
	2004	na	na	na	368.2	na	na	na
	2005	na	na	na	393.9	na	na	na
	2006	na	na	na	421.5	na	na	na
	2007	na	na	na	451.0	na	na	na
	2008	na	na	na	482.6	na	na	na
	2009	na	na	na	516.4	na	na	na

¹Based on reported interest cost, i.e., interest expense divided by total outstanding debt.

²If an arbitrage benefit amount is negative, shown in the Table as NC, the authors consider it as a zero.

³For companies except Ford and GM, the authors assume their VEBA return rate as 7%.

⁴Ford's VEBA return rate was 6.2% for three consecutive years beginning 2002, as disclosed in its filings to the SEC.

⁵GM disclosed its VEBA return rate was 7% in 2003 and 8% in 2004, Therefore, the authors used the average, 7.5%, in their analysis.

⁶Delphi's 2004 data were not available.