

SUMMARY ANNUAL REPORT

This is a summary of the annual report for the Laborers National Health and Welfare Fund, EIN#52-1601994, for the year ended December 31, 2002. The annual report has been filed with the Internal Revenue Service, as required under the Employee Retirement Income Security Act of 1974 (ERISA).

The Fund has committed itself to pay health care claims as provided under the terms of the plan.

Basic Financial Statement

The value of plan assets, after subtracting liabilities of the plan was \$16,188,176 as of December 31, 2002, compared to \$18,595,396 as of January 1, 2002. During the plan year, the plan experienced a decrease in its net assets of \$2,407,220. This decrease includes unrealized appreciation or depreciation in the value of the plan assets; that is, the difference between the value of the assets at the beginning of the year or the cost of assets acquired during the year. During the plan year, the plan had total income of \$18,716,000 including employer contributions of \$17,097,721, employee contributions of \$213,474 and earnings from investments of \$1,404,805.

Plan expenses were \$21,123,220. These expenses included \$1,771,960 in administrative costs, and \$19,351,260 in payments to participants, premium payments and pre-employment physicals.

Your Rights to Additional Information

You have the right to receive a copy of the full annual report or any part thereof, on request. The items listed below are included in that report.

1. An accountant's report;
2. Financial information and information on payments to service providers;
3. Assets held for investment;
4. Transactions in excess of 5 percent of the plan assets; and
5. Insurance information.

To obtain a copy of the full annual report, or any part thereof, write or call the office of Mr. Stephen Pronio, who is the Fund Administrator, 5565 Sterrett Place, Suite 210, Columbia, MD 21044, 800-235-5805. You also have the right to receive from the Fund Administrator, on request and at no charge, a statement of the assets and liabilities of the plan and accompanying notes, or a statement of income and expenses of the plan and accompanying notes, or both. If you request a copy of the full annual report from the Fund Administrator, these two statements and accompanying notes will be included as part of that report.

You also have the legally protected right to examine the annual report at the main office of the Fund at 5565 Sterrett Place, Suite 210, Columbia, MD 21044, and at the U.S. Department of Labor in Washington, D.C., or to obtain a copy from the U.S. Department of Labor upon payment of copying costs. Requests to the Department of Labor should be addressed to: Public Disclosure, Room N5638, Pension and Welfare Benefit Administration, U.S. Department of Labor, 200 Constitution Avenue, N.W., Washington, D.C. 20210.