

NORDSON CORP  
Form 11-K  
June 26, 2014  
Table of Contents

**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

**FORM 11-K**

(Mark one)

**ANNUAL REPORT PURSUANT TO SECTION 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934**

**For the fiscal year ended December 31, 2013**

**TRANSITION REPORT PURSUANT TO SECTION 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934**

**For the transition period from \_\_\_\_\_ to \_\_\_\_\_**

**Commission file number 0-07977**

A. Full title of the plan and the address of the plan, if different from that of the issuer named below:

**NORDSON HOURLY-RATED EMPLOYEES SAVINGS TRUST PLAN**

Edgar Filing: NORDSON CORP - Form 11-K

- B. Name of issuer of the securities held pursuant to the plan and the address of its principal executive office:  
**Nordson Corporation, 28601 Clemens Road, Westlake, Ohio 44145**

**Table of Contents**

**INDEX**

	<b>Page</b>
<u>Report of Independent Registered Public Accounting Firm</u>	
Financial Statements:	
<u>Statement of Net Assets Available for Benefits</u>	2
<u>Statement of Changes in Net Assets Available for Benefits</u>	3
<u>Notes to Financial Statements</u>	4-14
Supplemental Schedules:	
<u>Schedule of Assets Held for Investment Purposes at End of Year</u>	15
<u>Schedule of Reportable Transactions</u>	16

**Table of Contents**

**Report of Independent Registered Public Accounting Firm**

The Retirement Committee and Participants

Nordson Hourly-Rated Employees Savings Trust Plan

Westlake, Ohio

We have audited the accompanying Statement of Net Assets Available for Benefits of the Nordson Hourly-Rated Employees Savings Trust Plan as of December 31, 2013 and 2012, and the related Statement of Changes in Net Assets Available for Benefits for the years then ended. These financial statements are the responsibility of the Plan's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. The Plan is not required to have, nor were we engaged to perform, an audit of its internal control over financial reporting. Our audits included consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Plan's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the net assets available for benefits of the Plan as of December 31, 2013 and 2012, and the changes in net assets available for benefits for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedules of assets held for investment purposes at end of year and reportable transactions as of December 31, 2013, are presented for the purpose of additional analysis and are not a required part of the basic financial statements, but are supplemental information required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. The supplemental schedules are the responsibility of the Plan's management. The supplemental schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

/s/ Meaden & Moore, Ltd.

Certified Public Accountants

June 26, 2014

Cleveland, Ohio

**Table of Contents**

## STATEMENT OF NET ASSETS AVAILABLE FOR BENEFITS

## Nordson Hourly-Rated Employees Savings Trust Plan

	December 31	
	2013	2012
<b>ASSETS</b>		
Receivables:		
Employer contributions	\$ 19,234	\$ 19,146
Notes receivable from participants	573,439	608,550
Dividends	14,593	14,384
Pending sale receivable		159,785
<b>Total Receivables</b>	<b>607,266</b>	<b>801,865</b>
Investments:		
Nordson Corporation common stock	6,023,724	5,888,970
Hartford Life GA #2374-A	4,018,869	3,901,815
Mainstay S&P 500 Index Fund (Class I)	1,602,986	1,241,516
Mainstay Large Cap Growth (Class I)	1,648,153	1,222,549
KeyBank NA Managed Guaranteed Investment Contract Fund	1,546,570	1,087,686
MFS International New Discovery Fund (Class R4)	1,128,955	973,940
MFS Institutional International Equity Fund	33,719	26,517
Baron Small Cap Fund (Institutional Class)	695,458	531,382
Mainstay Balanced Fund (Class I)	465,788	402,205
Mainstay Cash Reserves Fund (Class I)		120,334
Wells Fargo Advantage Government Money Market Fund	685,066	
PIMCO Money Market Fund (Administrative Class)	222,584	359,144
PIMCO Total Return Fund (Institutional Class)	615,554	728,619
Hartford Life GA #2374-B	169,126	172,652
T. Rowe Price Institutional Large Cap Value Fund	131,224	115,592
Vanguard Mid Cap Index Fund (Signal Shares)	200,508	135,580
Northern Trust Focus 2015 Fund - Tier N	64,010	
Northern Trust Focus 2020 Fund - Tier N	54,639	791
Northern Trust Focus 2030 Fund - Tier N	35,859	26,831
Northern Trust Focus 2040 Fund - Tier N	413,484	328,371
Northern Trust Focus 2050 Fund - Tier N	299	
<b>Total Investments</b>	<b>19,756,575</b>	<b>17,264,494</b>
<b>TOTAL ASSETS</b>	<b>20,363,841</b>	<b>18,066,359</b>
<b>LIABILITIES</b>		
Net Assets Available for Benefits at Fair Value	20,363,841	18,066,359
Adjustment from fair value to contract value for fully benefit-responsive contracts	(15,481)	(37,713)
<b>NET ASSETS AVAILABLE FOR BENEFITS</b>	<b>\$ 20,348,360</b>	<b>\$ 18,028,646</b>

See accompanying notes.



**Table of Contents**

## STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS

## Nordson Hourly-Rated Employees Savings Trust Plan

	Year Ended December 31	
	2013	2012
Additions to Net Assets Attributed to:		
Contributions:		
Employer	\$ 184,984	\$ 178,259
Employee	460,066	436,373
Rollover	16,505	6,653
Total Contributions	661,555	621,285
Interest income - notes receivable from participants	22,983	26,232
Investment Income:		
Interest and dividend income	380,134	285,648
Net unrealized/realized appreciation	2,336,871	2,864,856
Net Investment Income	2,717,005	3,150,504
Deductions from Net Assets Attributed to:		
Benefits paid to participants	1,065,354	1,228,632
Expenses	16,475	8,861
Total Deductions	1,081,829	1,237,493
Net Increase	2,319,714	2,560,528
Transfer from another plan:		
Nordson Corporation Union Employees Stock Ownership Plan		18,776
Net Assets Available for Benefits:		
Beginning of the Year	18,028,646	15,449,342
End of the Year	\$ 20,348,360	\$ 18,028,646

*See accompanying notes.*

**Table of Contents**

NOTES TO FINANCIAL STATEMENTS

Nordson Hourly-Rated Employees Savings Trust Plan

**1 Description of Plan**

The following description of the Nordson Hourly-Rated Employees Savings Trust Plan provides only general information. Participants should refer to the Plan document for a complete description of the Plan's provisions.

***General:***

The Plan, which began April 16, 1962, is a defined contribution plan covering certain hourly employees of Nordson Corporation ( Company ) covered by a collective bargaining agreement. It is subject to the provisions of the Employee Retirement Income Security Act of 1974 ( ERISA ).

The Plan was restated effective January 1, 2010 to incorporate all prior amendments and permit retirees who return to work on a part-time basis to continue to receive installment payments.

***Eligibility:***

Certain hourly-rated, full-time domestic employees of the Company who are covered by a collective bargaining agreement are eligible to participate in the Plan beginning with the first payroll period 180 days after completion of one hour of service. Prior to November 1, 2013, employees were eligible to participate beginning with the first payroll period 90 days after completion of one hour of service. New employees will be auto-enrolled into the Plan with pre-tax contributions of 3% of their compensation.

***Contributions:***

Pre-tax Employee Contribution - Participants may elect between 1% and 16% of their compensation to be contributed to the Plan by the Company.

Post-tax Employee Contribution - Participants may elect between 1% and 16% of their compensation to be contributed to the Plan by the Company.

Employer Contributions - The Company makes contributions equal to 50% of each participant's contributions which were attributable to the first 6% of compensation, subject to Plan restrictions. In addition, the Company makes an annual contribution in an amount equal to 1% of prior year eligible pay into the account of each participant hired on or after November 1, 2004, provided that the employee has completed his probationary period and is employed as of December 31.



**Table of Contents**

NOTES TO FINANCIAL STATEMENTS

Nordson Hourly-Rated Employees Savings Trust Plan

**1 Description of Plan, Continued**

***Contributions, Continued:***

The Company may also make additional discretionary contributions, if authorized by its Board of Directors.

Rollover contributions from other Plans are also accepted, provided certain specified conditions are met.

Contributions are subject to limitations on annual additions and other limitations imposed by the Internal Revenue Code, as defined in the Plan agreement.

***Participants Accounts:***

A separate account in each fund is maintained for each participant. The account balances for participants are adjusted periodically as follows:

- a) As of the date with respect to which the contribution was earned.
- b) Daily for a pro rata share of each respective Fund's net investment income, determined by the percentage increase or decrease in the value of the Fund using a synthetic net asset value approach.
- c) Annually for a pro rata share of forfeitures, determined by the ratio that each active participant's deferral or contribution percentage in effect on the last day of the Plan year (not to exceed 3%) bears to the sum of the deferral or contribution percentages for all active participants.

***Vesting:***

Participants are fully vested in all employee contributions and rollover contributions and the related gains and losses. Participants vest in employer contributions (adjusted for gains and losses) 3 1/3% for each year of service.

***Forfeitures:***

Forfeitures due to termination from the Plan before a participant is 100% vested shall be allocated to remaining participants. Forfeitures are available for allocation after the earlier of a five-year period commencing from the date on which the participant's employment was terminated or upon the participant requesting a distribution. Forfeitures available to be allocated are fully allocated to the remaining participants. Forfeitures allocated were \$3,406 (2013) and \$866 (2012).

**Table of Contents**

NOTES TO FINANCIAL STATEMENTS

Nordson Hourly-Rated Employees Savings Trust Plan

**1 Description of Plan, Continued**

***Notes Receivable from Participants:***

Notes receivable are permitted under certain circumstances and are subject to limitations. Participants may borrow from their fund accounts up to a maximum equal to the lesser of \$50,000 or 50% of their account balance. Notes receivable are repaid over a period not to exceed five years.

The notes are secured by the balance in the participant's account and bear interest at rates established by the Company. Principal and interest are paid ratably through payroll deductions.

***Payment of Benefits:***

Upon retirement after age 55, or death or disability if earlier, the balance in the separate account is paid to the participant or his beneficiaries either in a lump sum or installments. A participant who has attained age 59 1/2 can also elect to withdraw amounts from his separate account. Until distribution, each account shall participate in the allocation of earnings and appreciation or depreciation of assets.

If the employment of a participant is terminated for any cause other than death or total disability prior to the attainment of the age of 55 years, any distribution will be based on the number of years the participant participated in the Plan. The portion of the account to be distributed will be equal to all the employee's contributions and related earnings, plus 33 1/3% of the remainder of the balance (the employer's matching contribution, forfeitures and related earnings) in the separate account for each full year of participation in the Plan up to 100%.

***Investment Options:***

Each participant may direct that all of his contributions and, when the participant is fully vested or attains age 55, all matching employer contributions, be invested jointly in 1% increments in any of the investment funds offered by the Plan. For participants not fully vested and less than 55 years old, all Company matching contributions are deposited in the Nordson Match Stock Fund. A participant who has completed at least three years of service may elect to have his separate account, which is attributable to employer matching contributions and invested in the Nordson Match Stock Fund, transferred to any other investment option.

***Basis of Accounting:***

The Plan's transactions are reported on the accrual basis of accounting.

**Table of Contents**

NOTES TO FINANCIAL STATEMENTS

Nordson Hourly-Rated Employees Savings Trust Plan

**2 Summary of Significant Accounting Policies**

***Investment Valuation:***

Investments in equity and debt securities traded on a national exchange and mutual funds are valued at the market price on the last business day of the Plan year. Securities traded in the over-the-counter market are valued at the mean between the last reported bid and ask prices. Deposits under group annuity contracts are valued at the fair value as reported by the insurance companies. Guaranteed investment contracts are valued at contract value, which represents contributions and reinvested income, less any withdrawals plus accrued interest, because these investments have fully benefit-responsive features.

As described in current accounting guidance, investment contracts held by a defined contribution plan are required to be reported at fair value. However, contract value is the relevant measurement attribute for that portion of the net assets available for benefits of a defined contribution plan attributable to fully benefit-responsive investment contracts because contract value is the amount participants would receive if they were to initiate permitted transactions under the terms of the Plan. As required by U.S. GAAP, the Statement of Net Assets Available for Benefits presents the fair value of the investment contracts as well as the adjustment of the fully benefit-responsive investment contracts from fair value to contract value. The fair value is based on various valuation approaches dependent on the underlying investments of the contract.

Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date.

Interest is calculated and paid using money market interest rates on late transfers of money between the various funds. This is done to record the proper investment earnings within each fund.

***Notes Receivable from Participants:***

Notes receivable from participants are valued at unpaid principal balance plus any accrued, but unpaid interest. Interest income on notes receivable from participants is recorded when it is earned. No allowance for credit losses has been recorded as of December 31, 2013 or 2012. Delinquent participant loans are deemed distributions based on the terms of the Plan document.

***Use of Estimates:***

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

**Table of Contents**

NOTES TO FINANCIAL STATEMENTS

Nordson Hourly-Rated Employees Savings Trust Plan

**2 Summary of Significant Accounting Policies, Continued**

***Plan Termination:***

Although it has not expressed any intent to do so, the Company has the right under the Plan to discontinue its contributions at any time and terminate the Plan subject to the provisions of ERISA. In the event of Plan termination, participants will become 100% vested in their accounts.

***Risks and Uncertainties:***

The Plan invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term, and that such changes could materially affect participants' account balances and the amounts reported in the Statements of Net Assets Available for Benefits.

***Presentation:***

Certain amounts for 2012 have been reclassified to conform with the 2013 presentation.

**3 Tax Status**

On September 20, 2013, the Internal Revenue Service stated that the Plan, as then designed, was in compliance with the applicable requirements of the Internal Revenue Code. The Plan has been amended; however, the Plan Administrator and the Plan's tax counsel believe that the Plan is currently designed and being operated in compliance with the applicable requirements of the Internal Revenue Code. Therefore, the Plan's Administrator and tax counsel believe that the Plan was qualified and the related trust was tax-exempt as of the financial statement date.

Accounting principles generally accepted in the United States of America require Plan management to evaluate tax positions taken by the Plan and recognize a tax liability if the Plan has taken uncertain tax positions that more-likely-than-not would not be sustained upon examination by applicable taxing authorities. The Plan Administrator has analyzed tax positions taken by the Plan and has concluded that, as of December 31, 2013, there are no uncertain tax positions taken, or expected to be taken, that would require recognition of a liability or that would require disclosure in the financial statements. The Plan is subject to routine audits by taxing jurisdictions. However, currently no audits for any tax periods are in progress. The Plan Administrator believes that the Plan is no longer subject to income tax examinations for years prior to 2010.

**Table of Contents**

NOTES TO FINANCIAL STATEMENTS

Nordson Hourly-Rated Employees Savings Trust Plan

**4 Fair Value Measurements**

Accounting guidance defines fair value as the price that would be received from selling an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. When determining the fair value measurements for assets and liabilities required to be reported at fair value, the Plan considers the principal or most advantageous market in which it would transact and considers assumptions that market participants would use when pricing the asset or liability, such as inherent risk, transfer restrictions and risk of nonperformance.

The guidance also establishes a fair value hierarchy that requires the Plan to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. A financial instrument's categorization within the fair value hierarchy is based upon the lowest level of input that is significant to the fair value measurement. The three levels of inputs that may be used to measure fair value are described as follows:

- \* Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has the ability to access.
  
- \* Level 2: Inputs other than Level 1 that are observable, either directly or indirectly, such as quoted prices in active markets for similar assets or liabilities, quoted prices for identical or similar assets or liabilities in markets that are not active, or other inputs that are observable or can be corroborated by observable market data.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

- \* Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement. The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. Valuation techniques maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

The following is a description of the valuation methodologies used to measure fair value of assets held in the Plan. There have been no changes in the methodologies used at December 31, 2013 and 2012.

*Mutual Funds:* The mutual funds are public investment vehicles valued using the net asset value ( NAV ) provided by the administrator of the fund. The NAV is based on the value of the underlying assets owned by the fund. The NAV is a quoted price in an active market; thus the mutual funds are classified within Level 1 of the hierarchy.

**Table of Contents**

## NOTES TO FINANCIAL STATEMENTS

## Nordson Hourly-Rated Employees Savings Trust Plan

**4 Fair Value Measurements, Continued**

*Money Market Funds:* The money market fund is a public investment vehicle that is valued with a NAV of \$1. This NAV is a quoted price in an active market and is classified within Level 1 of the hierarchy.

*Common/Collective Funds:* Common/collective funds are public investment vehicles valued using the NAV provided by the administrator of the fund. The NAV is based on the value of the assets owned by the funds, less liabilities. Participant transactions (purchases and sales) may occur daily. Were the Plan to initiate a full redemption of the common/collective funds, the investment advisor reserves the right to temporarily delay withdrawal from the funds in order to ensure that securities liquidations will be carried out in an orderly business manner. These investments are not quoted on an active market. The value of the assets held by the funds is based on Level 2 inputs: quoted prices for similar investments, present-value calculations, etc. Therefore, these investments are classified within Level 2 of the hierarchy.

*Nordson Corporation Stock:* The stock is valued at the closing price reported on the NASDAQ stock exchange and is classified within Level 1 of the hierarchy.

*Investment Contracts:* These are investments in group annuity contracts with Hartford Life which guarantee a fixed interest rate each year. The assets are valued at the fair value as reported by Hartford Life. This value is calculated monthly and is the sum of amounts invested, less withdrawals, plus interest computed at the guaranteed interest rate. These contracts do not hold any specific assets. These investments are classified within Level 3 of the hierarchy.

Investments measured at fair value on a recurring basis consisted of the following types of instruments as of December 31, 2013:

	Fair Value Measurements Using Input Type:			Total
	Level 1	Level 2	Level 3	
Money Market Funds	\$ 907,650	\$	\$	\$ 907,650
Mutual Funds:				
Growth Funds	3,506,285			3,506,285
Blend Fund	1,803,494			1,803,494
Bond Fund	615,554			615,554
Allocation Fund	465,788			465,788
Value Fund	131,224			131,224
Common/Collective Funds		2,114,861		2,114,861
Investment Contracts			4,187,995	4,187,995
Nordson Corporation Stock	6,023,724			6,023,724
<b>Total investments at fair value</b>	<b>\$ 13,453,719</b>	<b>\$ 2,114,861</b>	<b>\$ 4,187,995</b>	<b>\$ 19,756,575</b>

**Table of Contents**

NOTES TO FINANCIAL STATEMENTS

Nordson Hourly-Rated Employees Savings Trust Plan

**4 Fair Value Measurements, Continued**

Investments measured at fair value on a recurring basis consisted of the following types of instruments as of December 31, 2012:

	Fair Value Measurements Using Input Type:			Total
	Level 1	Level 2	Level 3	
Money Market Funds	\$ 479,478	\$	\$	\$ 479,478
Mutual Funds:				
Growth Funds	2,754,388			2,754,388
Blend Fund	1,377,096			1,377,096
Bond Fund	728,619			728,619
Allocation Fund	402,205			402,205
Value Fund	115,592			115,592
Common/Collective Funds		1,443,679		1,443,679
Investment Contracts			4,074,467	4,074,467
Nordson Corporation Stock	5,888,970			5,888,970
<b>Total investments at fair value</b>	<b>\$ 11,746,348</b>	<b>\$ 1,443,679</b>	<b>\$ 4,074,467</b>	<b>\$ 17,264,494</b>

The table below sets forth the changes in fair value of the Plan's Level 3 assets for the years ended December 31, 2013 and 2012:

	2013	2012
Investment Contracts		
Balance - beginning of the year	\$ 4,074,467	\$ 3,987,821
Investment income	122,212	119,214
Purchases	169	368
Sales	(8,853)	(32,936)
<b>Balance - end of the year</b>	<b>\$ 4,187,995</b>	<b>\$ 4,074,467</b>

**Table of Contents**

## NOTES TO FINANCIAL STATEMENTS

## Nordson Hourly-Rated Employees Savings Trust Plan

**4 Fair Value Measurements, Continued**

The following table represents the Plan's Level 3 financial instruments, the valuation techniques used to measure the fair value of those financial instruments, and the significant unobservable inputs and the ranges of value for those inputs:

Instrument	Fair Value	Principal	Valuation	Unobservable	Range of	Weighted
		Technique	Inputs	Input Values	Average	
Investment contracts	\$ 4,187,995	Amounts	Guaranteed	3.0% for 2013	N/A	
		invested, less	interest rate	3.0% for 2012		
		withdrawals, plus				
		interest at				
		guaranteed rate				

**5 Investments**

The Plan's funds are invested in the common stock of the Company, mutual funds and guaranteed investment contracts. Investments which constitute more than 5% of the Plan's net assets are:

	2013	2012
* Nordson Corporation Common Stock	\$ 6,023,724	\$ 5,888,970
Hartford Life GA #2374-A	\$ 4,018,869	\$ 3,901,815
Mainstay S&P 500 Index Fund (Class I)	\$ 1,602,986	\$ 1,241,516
Mainstay Large Cap Growth (Class I)	\$ 1,648,153	\$ 1,222,549
KeyBank NA Managed Guaranteed Investment Contract Fund	\$ 1,531,089	\$ 1,049,973
MFS International New Discovery Fund (Class R4)	\$ 1,128,955	\$ 973,940

\* Includes both non-participant-directed and participant-directed investments.

During 2013 and 2012, the Plan's investments (including investments bought, sold and held during the year) appreciated in value as follows:

	2013	2012
Mutual Funds	\$ 1,186,062	\$ 690,647
Common/Collective Funds	92,640	22,879
Nordson Corporation Common Stock	1,058,169	2,151,330
Net appreciation in fair value of investments	\$ 2,336,871	\$ 2,864,856





**Table of Contents**

## NOTES TO FINANCIAL STATEMENTS

## Nordson Hourly-Rated Employees Savings Trust Plan

**6 Collective Trust Fund with Guaranteed Investment Contracts**

The KeyBank NA Managed Guaranteed Investment Contract Fund is a collective trust fund with a guaranteed investment contract. Guaranteed investment contracts are valued at contract value because the investments are fully benefit-responsive. For example, participants may ordinarily direct the withdrawal or transfer of all or a portion of their investment at contract value. However, withdrawals influenced by Company-initiated events, such as in connection with the sale of a business, may result in distributions at other than contract value. There are no reserves against contract value for credit risk of contract issuers or otherwise. The fair value of the investment contracts was \$1,546,570 (2013) and \$1,087,686 (2012). The average yield was approximately 1.69% (2013) and 2.12% (2012), and the crediting interest rate was approximately 1.60% (2013) and 2.09% (2012). The crediting rate for this investment contract is reset annually by the issuer, but cannot be less than zero.

**7 Non-Participant-Directed Investments**

Information about the net assets and the significant components of changes in net assets related to non-participant-directed investments, which are included within the Nordson Corporation Stock Fund and the PIMCO Money Market Fund, is as follows:

## Nordson Match Stock Fund

	2013	2012
Net Assets:		
Nordson Corporation Common Stock	\$ 701,467	\$ 627,332
PIMCO Money Market Fund (Administrative Class)	25,920	14,347
Dividend receivable	1,699	18,554
	<b>\$ 729,086</b>	<b>\$ 660,233</b>
Changes in Net Assets:		
Contributions	\$ 16,275	\$ 17,924
Interest and dividend income	5,869	5,266
Net realized and unrealized gains	112,164	230,497
Distributions to participants	(14,939)	(40,458)
Net transfers to participant-directed funds	(50,516)	(13,413)
	<b>\$ 68,853</b>	<b>\$ 199,816</b>

**8 Party-in-Interest Transactions**

Certain legal, accounting and administrative expenses are paid by the Company. The Plan also invests in the common stock of the Company.

**Table of Contents**

NOTES TO FINANCIAL STATEMENTS

Nordson Hourly-Rated Employees Savings Trust Plan

**9 Diversification**

An employee who has participated under the Nordson Corporation Union Employees Stock Ownership Plan for 10 or more years and has attained age 55 may elect, within the 90-day election period following the close of each Plan year during his qualified period, to transfer up to 25% of the aggregate balance of his separate account from the Nordson Corporation Union Employees Stock Ownership Plan to the Nordson Hourly-Rated Employees Savings Trust Plan. For the last Plan year in his qualified period, he may elect to transfer up to 50% of the aggregate balance of his separate account. The qualified period is the six Plan year period beginning with the Plan year following the Plan year in which the participant attains age 55 or completes 10 years as a participant, whichever is later.

**10 Subsequent Event**

Management evaluates events occurring subsequent to the date of the financial statements were available to be issued in determining the accounting for and disclosure of transactions and events that affect the financial statements.

**Table of Contents**

SCHEDULE OF ASSETS HELD FOR INVESTMENT PURPOSES AT END OF YEAR

Form 5500, Schedule H, Part IV, Line 4i

Nordson Hourly-Rated Employees Savings Trust Plan

EIN 34-0590250

Plan Number 015

December 31, 2013

(a)	(b)	(c)	(d)	(e)
or Similar Party	Identity of Issuer, Borrower, Lessor	Description of Investment Including Maturity Date, Rate of Interest, Collateral, Par or Maturity Value	Cost**	Current Value
*	Nordson Corporation Common Stock	9,441 Shares, Common Stock	\$359,073	\$ 701,467
*	Nordson Corporation Common Stock	71,632 Shares, Common Stock	N/A	5,322,257
	Hartford Life GA #2374-A	GA #2374-A, 3.00%, Group Annuity Contract	N/A	4,018,869
	Mainstay S&P 500 Index Fund (Class I)	37,462 Shares, Mutual Fund	N/A	1,602,986
	Mainstay Large Cap Growth (Class I)	158,324 Shares, Mutual Fund	N/A	1,648,153
^^	KeyBank NA Managed Guaranteed Investment Contract Fund	61,718 Shares, Guaranteed Investment Contract	N/A	1,531,089
	MFS International New Discovery Fund (Class R4)	39,864 Shares, International Stock Fund	N/A	1,128,955
	MFS Institutional International Equity Fund	1,503 Shares, International Stock Fund	N/A	33,719
	Baron Small Cap Fund (Institutional Class)	19,746 Shares, Mutual Fund	N/A	695,458
	Mainstay Balanced Fund (Class I)	14,297 Shares, Mutual Fund	N/A	465,788
	PIMCO Money Market Fund (Administrative Class)	196,664 Shares, Money Market Fund	N/A	196,664
	PIMCO Money Market Fund (Administrative Class)	25,920 Shares, Money Market Fund	\$25,920	25,920
	Wells Fargo Advantage Government Money Market Fund	685,066 Shares, Money Market Fund	N/A	685,066
	PIMCO Total Return Fund (Institutional Class)	57,582 Shares, Bond Fund	N/A	615,554
	Hartford Life GA #2374-B	GA #2374-B, 3.00%, Group Annuity Contract	N/A	169,126
	T. Rowe Price Institutional Large Cap Value Fund	6,991 Shares, Mutual Fund	N/A	131,224
	Vanguard Mid Cap Index Fund (Signal Shares)	4,665 Shares, Mutual Fund	N/A	200,508
	Northern Trust Focus 2015 Fund - Tier N	463 Shares, Collective Fund	N/A	64,010
	Northern Trust Focus 2020 Fund - Tier N	384 Shares, Collective Fund	N/A	54,639
	Northern Trust Focus 2030 Fund - Tier N	240 Shares, Collective Fund	N/A	35,859
	Northern Trust Focus 2040 Fund - Tier N	2,669 Shares, Collective Fund	N/A	413,484
	Northern Trust Focus 2050 Fund - Tier N	2 Shares, Collective Fund	N/A	299
				19,741,094
*	Participant loans	Participant loans (interest ranging from 3.25% to 8.25%)	N/A	573,439
				\$ 20,314,533

\* Party-in-interest to the Plan.

\*\* Historical cost provided only for non-participant-directed investments.

^^ Amount reported at contract value.

**Table of Contents**

SCHEDULE OF REPORTABLE TRANSACTIONS

Form 5500, Schedule H, Part IV, Line 4j

Nordson Hourly-Rated Employees Savings Trust Plan

EIN 34-0590250

Plan Number 015

December 31, 2013

(a) Identity of Party Involved	(b) Description of Asset	(c) Purchase Price	(d) Selling Price	(e) Lease Rental	(f) Expense Incurred with Transaction	(g) Cost of Asset	(h) Current Value of Asset on Transaction Date	(i) NetGain (Loss)
Category (iii)	Series of transactions of the same issue in excess of 5% of plan assets							
New York Life Trust Company	PIMCO Money Market Fund (Administrative Class)	\$	\$ 1,911,100	\$	\$	\$ 1,911,100	\$ 1,911,100	\$

**Table of Contents**

Exhibits

The following exhibit is filed herewith:

Exhibit No.

23-a                      Consent of Independent Registered Public Accounting Firm  
SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the trustees (or other persons who administer the employee benefit plan) have duly caused this annual report to be signed on its behalf by the undersigned hereunto duly authorized.

NORDSON HOURLY-RATED

EMPLOYEES SAVINGS TRUST PLAN

Date: June 26, 2014

By /s/ Gregory A. Thaxton  
Gregory A. Thaxton  
Senior Vice President, Chief Financial Officer  
Nordson Corporation