

NVR INC
Form 11-K
June 27, 2014
Table of Contents

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 11-K

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

For the fiscal year ended December 31, 2013

OR

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

For the transition period from _____ to _____

Commission File Number 1-12378

Profit Sharing Plan of NVR, Inc. and Affiliated Companies

(Full name of the Plan)

NVR, Inc.

Edgar Filing: NVR INC - Form 11-K

11700 Plaza America Drive, Suite 500

Reston, Virginia 20190

(703) 956-4000

(Name of issuer of securities held pursuant to the Plan and the address and phone number of its principal executive offices)

Table of Contents

PROFIT SHARING PLAN OF NVR, INC.

AND AFFILIATED COMPANIES

Form 11-K

INDEX

	Page
<u>Report of Independent Registered Public Accounting Firm</u>	1
Financial Statements:	
<u>Statements of Net Assets Available for Plan Benefits as of December 31, 2013 and 2012</u>	2
<u>Statement of Changes in Net Assets Available for Plan Benefits for the Year Ended December 31, 2013</u>	3
<u>Notes to Financial Statements</u>	4
Supplemental Schedule:	
<u>Schedule H, Line 4(i) Schedule of Assets (Held at End of Year) December 31, 2013</u>	14
<u>Signatures</u>	19
<u>Index to Exhibits</u>	20

Table of Contents

Report of Independent Registered Public Accounting Firm

Profit Sharing Committee

NVR, Inc and Affiliated Companies:

We have audited the accompanying statements of net assets available for plan benefits of the Profit Sharing Plan of NVR, Inc. and Affiliated Companies (the Plan) as of December 31, 2013 and 2012, and the related statement of changes in net assets available for plan benefits for the year ended December 31, 2013. These financial statements are the responsibility of the Plan's Administrator. 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 audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. 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 the Plan's Administrator, as well as evaluating the 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 plan benefits of the Profit Sharing Plan of NVR, Inc. and Affiliated Companies as of December 31, 2013 and 2012, and the changes in net assets available for plan benefits for the year ended December 31, 2013 in conformity with U.S. generally accepted accounting principles.

Our audits were performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental schedule, Schedule H, line 4(i) schedule of assets (held at end of year) as of December 31, 2013, is presented for the purpose of additional analysis and is not a required part of the basic financial statements but is supplementary information required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. This supplemental schedule is the responsibility of the Plan's Administrator. This supplemental schedule has been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

/s/ KPMG LLP
McLean, Virginia

June 27, 2014

Table of Contents**PROFIT SHARING PLAN OF NVR, INC.****AND AFFILIATED COMPANIES**

Statements of Net Assets Available for Plan Benefits

(in thousands)

	December 31,	
	2013	2012
<u>Assets</u>		
Investments:		
Plan interest in master trust, at fair value	\$ 281,460	\$ 237,742
Receivables:		
Loans to participants	5,974	4,959
Employee contributions		6
Employer contributions		1
Interest, dividends and other	75	2
Total receivables	6,049	4,968
Total assets	287,509	242,710
<u>Liabilities</u>		
Due to participants	1	114
Total liabilities	1	114
Net assets reflecting all investments at fair value	287,508	242,596
Adjustments from fair value to contract value for fully benefit-responsive investment contracts	(258)	(589)
Net assets available for plan benefits	\$ 287,250	\$ 242,007

See accompanying notes to financial statements.

Table of Contents**PROFIT SHARING PLAN OF NVR, INC.****AND AFFILIATED COMPANIES**

Statement of Changes in Net Assets Available for Plan Benefits

For the Year Ended December 31, 2013

(in thousands)

Additions to net assets attributable to:

Participation in investment income of master trust:	
Net appreciation in fair value of investments	\$ 40,572
Interest and dividends	8,060
	48,632
Contributions:	
Employee	16,021
Employer	2,614
Rollovers	1,787
	20,422
Total additions	69,054

Deductions from net assets attributable to:

Benefits paid to participants	(23,788)
Administrative expenses	(23)
Total deductions	(23,811)
Net increase in assets available for plan benefits	45,243
Net assets available for plan benefits at beginning of year	242,007
Net assets available for plan benefits at end of year	\$ 287,250

See accompanying notes to financial statements.

Table of Contents

PROFIT SHARING PLAN OF NVR, INC.

AND AFFILIATED COMPANIES

Notes to Financial Statements

December 31, 2013 and 2012

(dollars in thousands)

1. Description of Plan and Benefits

The following description of the Profit Sharing Plan of NVR, Inc. and Affiliated Companies (the Plan or PSP) provides only general information. Participants should refer to the Plan agreement for a more complete description of the Plan s provisions.

General

The Plan is a defined contribution, profit-sharing retirement plan, and covers substantially all employees of NVR, Inc. and its affiliated companies (NVR or the Company). The Plan is administered by a Profit Sharing Committee (the Plan Administrator), which is designated by the Board of Directors of NVR, Inc. (the Board). The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974, as amended (ERISA).

The Plan Year begins each January 1st and ends each December 31st.

Employee Eligibility

All full-time and part-time employees are eligible to participate in the Plan immediately upon employment. The Plan excludes any employee covered by a collective bargaining agreement negotiated in good faith with the Company and leased employees.

Contributions

The Plan provides for eligible Plan participants to make voluntary salary deferral contributions (VSDC) from 1% to 50% of their current salary on a combined pre-tax and post-tax basis into the Plan for investment. All investment funds provided in the Plan are available for employee VSDC. A participant s pre-tax deferral was limited to a maximum contribution of \$17.5 and \$17.0 during 2013 and 2012, respectively. Participants who reached age 50 or older before the close of the calendar year and have deferred the maximum amount allowed under the Plan, have the option to make additional pre-tax salary deferrals. The maximum catch-up contribution for both 2013 and 2012 was \$5.5. Participants may change their salary deferral percentages periodically, but participants generally cannot withdraw fund balances before termination, retirement, death or total permanent disability unless certain hardship conditions exist.

In accordance with the Plan, the Company may declare a program of matching contributions. In 2013, the Company matched up to the first one thousand dollars of individual participants VSDC. In 2012, the Company matched up to the first five hundred dollars of individual participants VSDC. NVR contributed \$2,605 and \$1,084 in matching contributions during 2013 and 2012, respectively. Matching contributions are invested in participant s accounts in the

Plan as directed by participants.

Vesting and Forfeitures

Employees vest in Company matching contributions at the rate of 20% per year beginning with the completion of the second year of service. Full vesting is also attained upon an employee's termination on account of death or total disability, or upon reaching normal retirement age. Participants are fully vested at all times in their VSDC account balances. Forfeitures of unvested amounts relating to

Table of Contents

PROFIT SHARING PLAN OF NVR, INC.
AND AFFILIATED COMPANIES

Notes to Financial Statements

December 31, 2013 and 2012

(dollars in thousands)

terminated employees are allocated annually to all eligible active participants in the Plan as of December 31, based upon the proportion that the participant's compensation for that Plan Year bears to the total compensation received for such year by all participants sharing in the allocation, subject to the annual addition limitation and nondiscrimination requirement imposed under the Internal Revenue Code. Forfeitures of \$168 and \$101 in 2013 and 2012, respectively, were allocated to participant accounts in 2014 and 2013, respectively.

Investment Options

The Company selects the number and type of investment options available. The Plan's recordkeeper (Recordkeeper) is responsible for maintaining an account balance for each participant. Each participant instructs the Recordkeeper how to allocate their account balances. The Recordkeeper values account balances daily. Each investment fund's income and expenses are allocated to participant accounts daily in relation to their respective account balances. Each account balance is based on the value of the underlying investments in each account. Generally, participants may elect to change how future contributions are allocated or may transfer current account balances among investment options.

Payments of Benefits

Depending on various provisions and restrictions of the Plan, the method of benefit payment can be in the form of a lump-sum distribution or based on a deferred payment schedule. Amounts remaining in the Plan as a result of deferred payments are subject to daily fluctuations in value based on the underlying investments in each account.

Participant Loans

Loans are made available to all participants on a nondiscriminatory basis in accordance with the specific provisions set forth in the Plan. The amount of a loan generally cannot exceed the lesser of \$50 or one-half of a participant's total vested account balance as of the loan origination date. Generally, a loan bears interest at a fixed rate which is determined by the Profit Sharing Trust Committee. Such rate was prime plus 1% set at the date of loan origination for Plan Years 2013 and 2012. All loans are subject to specific repayment terms and are secured by the participant's nonforfeitable interest in his/her account equivalent to the principal amount of the loan. Participants must pay any outstanding loans in full upon termination of service with the Company. Loans not repaid within the timeframe specified by the Plan subsequent to termination are considered to be in default and treated as a distribution to the terminated participant. Participant loans are recorded at unpaid principal plus accrued interest.

Administrative Expenses

Loan origination fees and trustee fees are paid by the Plan. All other administrative expenses are paid directly by the Company.

2. Summary of Significant Accounting Policies

Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting.

Table of Contents

PROFIT SHARING PLAN OF NVR, INC.

AND AFFILIATED COMPANIES

Notes to Financial Statements

December 31, 2013 and 2012

(dollars in thousands)

Investment Income

Interest income from investments is recorded on the accrual basis of accounting. Dividend income is recorded on the ex-dividend date. Investment transactions are accounted for on a trade-date basis. Realized gains and losses on sales of investments are based on the change in market values from the investment transactions' acquisition dates.

Investment Valuation and Transactions

All investments are carried at fair value except for fully benefit-responsive investment contracts. Under accounting standards generally accepted in the United States of America (GAAP), 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 plan 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. The Statement of Net Assets Available for Plan Benefits adjusts the value of the investment contract from fair value to contract value.

Net unrealized appreciation and depreciation is measured and recognized in the Statement of Changes in Net Assets Available for Plan Benefits as the difference between the fair value of investments remeasured at the financial statement date and the fair value at the beginning of the Plan Year or the original measurement at the investment purchase date if purchased during the Plan Year. Purchase and sale transactions are recorded on a trade-date basis.

Fair Value Measurements

Accounting Standard Codification (ASC) Topic 820 defines fair value as the price that would be received to sell an asset or paid to transfer a liability in the principal market for the asset or liability or, in the absence of a principal market, the most advantageous market for the asset or liability, in an orderly transaction between market participants at the measurement date. ASC Topic 820 establishes a fair value hierarchy for those instruments measured at fair value that distinguishes between assumptions based on market data (observable inputs) and the Plan's assumptions (unobservable inputs). The hierarchy consists of three levels:

Level 1 Quoted market prices in active markets for identical assets or liabilities.

Investments in registered investment companies, shares of the Company's common stock, other common and preferred stock and cash are valued using quoted prices in active markets.

Level 2 Inputs other than Level 1 inputs that are either directly or indirectly observable. Investments in a common collective trust (the Fidelity Managed Income Portfolio or the Fund) are valued using the net asset value (NAV) provided by the trustee. The NAV is quoted in a private market, and is based on the fair value of the underlying assets owned by the Fund, which are predominantly traded in an active market. These investments are redeemable with the Fund at contract value under the Fund's terms of operations. It is possible that these redemption rights may be restricted by the Fund in the future in accordance with the terms. Due to the nature of the investments held by the Fund, changes in market conditions and the economic environment may significantly impact the net asset value of the Fund, and the Plan's interest in the Fund.

Table of Contents

PROFIT SHARING PLAN OF NVR, INC.

AND AFFILIATED COMPANIES

Notes to Financial Statements

December 31, 2013 and 2012

(dollars in thousands)

The Plan also holds other assets and liabilities not measured at fair value, but for which fair value is required to be disclosed, including loans to participants and amounts due to participants. The fair value of these assets and liabilities approximates the carrying amounts in the accompanying financial statements due to either the short-term maturity of the instruments or because stated interest rates approximate market rates for instruments with similar terms and characteristics. Under the fair value hierarchy, these financial instruments are valued primarily using Level 2 inputs.

Level 3 Unobservable inputs developed using estimates and assumptions developed by the Plan, which reflect those a market participant would use.

The Plan has no investments valued using Level 3 inputs.

The following table presents the financial instruments the Plan measured at fair value on a recurring basis, based on the fair value hierarchy as of December 31, 2013:

	Basis of Fair Value Measurements			
	Level 1	Level 2	Level 3	Total
Fair Value Measurements:				
Investments in Registered Investment Companies:				
Domestic Equities - Small Cap	\$ 12,666	\$	\$	\$ 12,666
Domestic Equities - Mid Cap	23,618			23,618
Domestic Equities - Large Cap	87,424			87,424
International Equities	16,562			16,562
Life Cycle/Target Date Funds	46,784			46,784
Bond Funds	6,928			6,928
Subtotal	193,982			193,982
NVR, Inc. Common Stock	67,276			67,276
Investments in Common Collective Trusts		17,084		17,084
Other Common Stock	1,734			1,734
Cash	1,384			1,384
Total	\$ 264,376	\$ 17,084	\$	\$ 281,460

Table of Contents

PROFIT SHARING PLAN OF NVR, INC.

AND AFFILIATED COMPANIES

Notes to Financial Statements

December 31, 2013 and 2012

(dollars in thousands)

The following table presents the financial instruments the Plan measures at fair value on a recurring basis, based on the fair value hierarchy as of December 31, 2012:

	Basis of Fair Value Measurements			
	Level 1	Level 2	Level 3	Total
Fair Value Measurements:				
Investments in Registered Investment Companies:				
Domestic Equities - Small Cap	\$ 8,433	\$	\$	\$ 8,433
Domestic Equities - Mid Cap	16,160			16,160
Domestic Equities - Large Cap	68,833			68,833
International Equities	13,480			13,480
Life Cycle/Target Date Funds	32,683			32,683
Bond Funds	8,158			8,158
Subtotal	147,747			147,747
NVR, Inc. Common Stock	64,458			64,458
Investments in Common Collective Trusts		20,578		20,578
Other Common and Preferred Stock	3,197			3,197
Cash	1,762			1,762
Total	\$ 217,164	\$ 20,578	\$	\$ 237,742

Payments of Benefits

Benefits are recorded as deductions when paid. At December 31, 2013 and 2012, refunds of \$1 and \$114, respectively, were due to participants for excess contributions made during the Plan Year and are reflected as a reduction of employee contributions in the Statement of Changes in Net Assets Available for Plan Benefits and in the Due to participants line item on the Statement of Net Assets Available for Plan Benefits.

Use of Estimates in Preparation of Financial Statements

The preparation of financial statements in conformity with GAAP requires the Plan Administrator to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of Plan activity during the reporting period.

Accordingly, actual results may differ from those estimates.

3. Investments

The investments of the Plan are maintained in a master trust with the investments of the NVR, Inc. Employee Stock Ownership Plan (ESOP). The Plan s share of changes in the master trust and the value of the master trust have been reported to the Plan by the trustee as having been determined through the use of fair values for all investments, except for fully benefit-responsive investment contracts which are adjusted from fair value to contract value. See footnote 2 for further discussion of fully benefit-responsive investment contracts. The undivided interest of each Plan in the master trust is increased or

Table of Contents

PROFIT SHARING PLAN OF NVR, INC.

AND AFFILIATED COMPANIES

Notes to Financial Statements

December 31, 2013 and 2012

(dollars in thousands)

decreased (as the case may be) (i) for the entire amount of every contribution received on behalf of the Plan, every benefit payment, or other expense attributable solely to such Plan, and every other transaction relating only to such Plan; and (ii) for accrued income, gain or loss, and administrative expense attributable solely to such Plan. The Plan's interest in the master trust was approximately 44% and 41% as of December 31, 2013 and 2012, respectively.

The following table presents the investments in the master trust at fair value for all investments, except for fully benefit-responsive investment contracts which are presented at contract value:

	December 31,	
	2013	2012
NVR, Inc. Common Stock	\$ 359,347	\$ 353,713
Investments in Registered Investment Companies	235,949	182,413
Investments in Common Collective Trusts	32,582	37,912
Other Common and Preferred Stock	2,182	3,533
Cash	1,979	2,170
Total	\$ 632,039	\$ 579,741

The interests of each of the PSP and ESOP participating in the master trust investments at December 31, 2013 and 2012 were as follows:

	2013	2012
NVR, Inc. Employee Stock Ownership Plan	\$ 350,837	\$ 342,588
Profit Sharing Plan of NVR, Inc. and Affiliated Companies	281,202	237,153
Net investment assets in master trust	\$ 632,039	\$ 579,741

Net investment income for the master trust for the year ended December 31, 2013 was as follows:

Edgar Filing: NVR INC - Form 11-K

Net investment income due to appreciation of common and preferred stock	\$ 38,842
Net investment income due to appreciation in investments in registered investment companies	39,442
Interest	233
Dividends	9,751
Net investment income in master trust	\$ 88,268

Table of Contents

PROFIT SHARING PLAN OF NVR, INC.

AND AFFILIATED COMPANIES

Notes to Financial Statements

December 31, 2013 and 2012

(dollars in thousands)

The interest of each of the PSP and ESOP participating in the net investment income in the master trust for the year ended December 31, 2013, was as follows:

NVR, Inc. Employee Stock Ownership Plan	\$ 39,636
Profit Sharing Plan of NVR, Inc. and Affiliated Companies	48,632
Net investment income in master trust	\$ 88,268

The income allocation variance between the PSP and ESOP is driven primarily by the investment mix within the respective plans. The ESOP requires holdings to be predominately invested in NVR, Inc. common stock; whereas the PSP has no similar requirements and thus holdings within the PSP are diversified among multiple investments.

The fair value of the investments of the master trust attributable to the Plan which represent 5 percent or more of the Plan's net assets at the end of each year, were as follows:

	December 31,	
	2013	2012
Registered Investment Companies:		
Fidelity Growth Company Fund	\$ 32,960	\$ 26,381
Fidelity Balanced Fund	21,189	16,918
Fidelity Equity Dividend Inc. Fund	17,521	14,737
Fidelity Diversified International Fund	16,293	13,165
Spartan 500 Institutional Index Fund (1)	14,749	
Common Collective Trust:		
Fidelity Managed Income Portfolio Fund (2)	\$ 16,826	\$ 19,989
Employer securities:		
NVR, Inc. Common Stock	\$ 67,276	\$ 64,458

(1) Investment amount did not exceed 5 percent of the Plan's net assets at December 31, 2012.

- (2) Investment amounts at contract value. The fair value of the investment was \$17,084 and \$20,578 at December 31, 2013 and 2012, respectively.

4. Tax Status

The Plan received its latest determination letter on May 17, 2012 which stated that the Plan is qualified under section 401(a) of the Internal Revenue Code (the Code) and its related Trust is exempt from tax under section 501(a) of the Code. The Plan has been amended since receiving the determination letter; however, in the opinion of the Plan Administrator, the Plan and its underlying trust have operated within the terms of the Plan and remain qualified under the applicable provisions of the Code.

Table of Contents

PROFIT SHARING PLAN OF NVR, INC.

AND AFFILIATED COMPANIES

Notes to Financial Statements

December 31, 2013 and 2012

(dollars in thousands)

GAAP requires plan management to evaluate tax positions taken by the Plan and recognize a tax liability (or asset) if the Plan has taken an uncertain position that more likely than not would not be sustained upon examination by the Internal Revenue Service. The plan administrator has analyzed the tax positions taken by the Plan, and has concluded that as of December 31, 2013, there are no uncertain positions taken or expected to be taken. The Plan is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. The plan administrator believes it is no longer subject to income tax examinations for years prior to 2010.

5. The Stable Value Fund

The Plan invests in fully benefit-responsive synthetic guaranteed investment contracts (GICs) as part of offering the Fidelity Managed Income Portfolio Fund (the Fund). Contributions to the Fund are invested in a portfolio of high quality short- and intermediate-term U.S. bonds, including U.S. government treasuries, corporate debt securities, and other high-credit quality asset-backed securities.

Participant accounts in the Fund are credited with earnings on the underlying investments and charged for participant withdrawals and administrative expenses. The GIC issuer is contractually obligated to repay the principal and a specified interest rate that is guaranteed to the Plan. Participants may ordinarily direct the withdrawal or transfer of all or a portion of their investment at contract value.

As discussed in footnote 2, because the GICs are fully benefit-responsive, contract value is the relevant measurement attribute for that portion of the net assets available for benefits attributable to the GICs. The average yield of the Fund based on actual earnings was 1.54% and 1.70% at December 31, 2013 and 2012, respectively. The average yield of the Fund based on interest rates credited to participants was 0.89% and 1.05% at December 31, 2013 and 2012, respectively.

6. Plan Termination

Although it has not expressed any intent to do so, the Plan Administrator has the right under the Plan to discontinue contributions at any time and terminate the Plan subject to the provisions of ERISA. In the event of a Plan termination, partial Plan termination or if the Sponsor suspends contributions indefinitely, affected participants will become fully vested in their accounts.

7. Parties-In-Interest

At December 31, 2013 and 2012, Plan investments of \$181,562 and \$147,238, respectively, are with parties-in-interest as they are investment funds of the trustee and recordkeeper, Fidelity Management Trust Company and Fidelity Investments Institutional Operations Company, Inc.

At December 31, 2013 and 2012, investments held by the Plan included 65,570 shares and 70,062 shares of NVR, Inc. common stock, with a fair value of approximately \$67,276 and \$64,458, respectively. These qualify as exempt parties-in-interest transactions.

8. 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 value 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 statement of net assets available for benefits.

Table of Contents

PROFIT SHARING PLAN OF NVR, INC.

AND AFFILIATED COMPANIES

Notes to Financial Statements

December 31, 2013 and 2012

(dollars in thousands)

9. Reconciliation of Financial Statements to Form 5500

The following is a reconciliation from the financial statements to the Form 5500 of net assets available for plan benefits:

	December 31,	
	2013	2012
Net assets available for plan benefits as reported in the financial statements	\$ 287,250	\$ 242,007
Fully benefit responsive investment contracts (a)	258	589
Deemed distributions (b)	(206)	(125)
 Net assets available for plan benefits as reported in the Form 5500	 \$ 287,302	 \$ 242,471

The following is a reconciliation from the financial statements to the Form 5500 of total additions/income:

	Year ended	
	December 31, 2013	
Total additions to plan assets as reported in the financial statements	\$	69,054
Fully benefit responsive investment contracts, prior year adjustment (a)		(589)
Fully benefit responsive investment contracts, current year adjustment (a)		258
Interest accrued on deemed distributions (b)		(19)
Corrective distributions (c)		1
 Total additions to plan assets as reported in the Form 5500	 \$	 68,705

Table of Contents

PROFIT SHARING PLAN OF NVR, INC.

AND AFFILIATED COMPANIES

Notes to Financial Statements

December 31, 2013 and 2012

(dollars in thousands)

The following is a reconciliation from the financial statements to the Form 5500 of benefits paid to participants:

	Year ended December 31, 2013	
Benefit payments to participants as reported in the financial statements	\$	23,788
Disbursements related to deemed distributions (b)		63
Corrective distributions (c)		1
 Benefit payments to participants as reported in the Form 5500	 \$	 23,852

- (a) Fully benefit-responsive investment contracts are included in the financial statements at contract value as opposed to at fair value in the Form 5500. See footnote 2 for additional discussion of fully benefit-responsive investment contracts.
- (b) Deemed distributions represent defaulted loan balances for which there were no post-default payment activity. These distributions are not included in the loan balance, and in turn, are not included in the net assets available for plan benefits, for reporting purposes in the Form 5500 but are reflected in the total loan balance for financial statement reporting purposes.
- (c) Corrective distributions relate to amounts due to participants for current plan year excess contributions and are reported as a reduction to employee contributions in the financial statements and as distributions in the Form 5500.

Table of Contents**PROFIT SHARING PLAN OF NVR, INC.****AND AFFILIATED COMPANIES****EIN: 54-1394360****Plan Number: 333**

Schedule H, Line 4(i) - Schedule of Assets (Held at End of Year)

December 31, 2013

(Dollars in thousands)

Column A	Column B	Column C	Column D
	Identity of issue, borrower, lessor, or similar party	Description of investment	Current Value
	<u>Registered Investment Companies</u>		
*	Fidelity Growth Company K	Registered investment company shares	275,366 \$ 32,960
*	Fidelity Balanced K	Registered investment company shares	931,793 21,189
*	Fidelity Equity Dividend Inc. K	Registered investment company shares	711,648 17,521
*	Fidelity Diversified Int 1 K	Registered investment company shares	442,265 16,293
*	Fidelity Mid-Cap Stock K	Registered investment company shares	319,534 12,622
*	Fidelity Freedom K Income	Registered investment company shares	99,343 1,188
*	Fidelity Freedom K 2000	Registered investment company shares	24,748 302
*	Fidelity Freedom K 2005	Registered investment company shares	3,694 50
*	Fidelity Freedom K 2010	Registered investment company shares	112,683 1,581
*	Fidelity Freedom K 2015	Registered investment company shares	175,326 2,497
*	Fidelity Freedom K 2020	Registered investment company shares	400,399 5,958
*	Fidelity Freedom K 2025	Registered investment company shares	306,888 4,760
*	Fidelity Freedom K 2030	Registered investment company shares	393,038 6,234
*	Fidelity Freedom K 2035		4,087

Edgar Filing: NVR INC - Form 11-K

	Registered investment company shares	249,533	
*	Fidelity Freedom K 2040	Registered investment company shares	651,596 10,732
*	Fidelity Freedom K 2045	Registered investment company shares	300,809 5,054
*	Fidelity Freedom K 2050	Registered investment company shares	223,302 3,767
*	Fidelity Freedom K 2055	Registered investment company shares	47,629 575
*	Fidelity Total Bond	Registered investment company shares	622,760 6,502
*	Fidelity Low Priced Stock K	Registered investment company shares	216,830 10,716
*	Fidelity Retirement Money Market	Registered investment company shares	4,669 5
	Spartan US Equity Index Fund	Registered investment company shares	225,207 14,749
	RS Sm Cap Growth A	Registered investment company shares	98,780 6,289
	ABF Sm Cap Val Inv	Registered investment company shares	234,959 6,215
	ABN Amro River Road Dynamic Equity CL N	Registered investment company shares	3,000 41
	Alger Small Capital CL C	Registered investment company shares	825 6
	Amana Mutual Fund Trust Growth	Registered investment company shares	8,432 270
	Ave Maria Rising Dividend Fund	Registered investment company shares	613 11
	Baron Real Estate Fund Retail	Registered investment company shares	321 7
	Blackrock Bal. Cap. Fund CL A	Registered investment company shares	407 10
	Blackrock Health Sciences Port CL C	Registered investment company shares	2,536 96
	Brookfield Property Partners LP	Registered investment company shares	28 1
	Buffalo Micro Cap. Fund	Registered investment company shares	188 4
	Dodge & Cox Income	Registered investment company shares	698 9
	Dreyfus Select Small Cap Growth	Registered investment company shares	387 10
	Driehaus Emerging Markets	Registered investment company shares	950 31
	Eaton Vance Floating Rate Adv. CL A	Registered investment company shares	1,952 22

See accompanying report of independent registered public accounting firm.

Table of Contents**PROFIT SHARING PLAN OF NVR, INC.****AND AFFILIATED COMPANIES****EIN: 54-1394360****Plan Number: 333**

Schedule H, Line 4(i) - Schedule of Assets (Held at End of Year)

December 31, 2013

(Dollars in thousands)

Column A	Column B Identity of issue, borrower, lessor, or similar party	Column C Description of investment	Column D Current Value
	<u>Registered Investment Companies</u>		
	Federated Inst High Yield Bond Fund	Registered investment company shares	2,979 30
	Federated Kaufman Large Cap Fund CL A	Registered investment company shares	1,569 26
	First Eagle Sogen Global CL A	Registered investment company shares	150 8
	Firsthand E-Commerce	Registered investment company shares	8,969 70
	Franklin Age High Income CL A	Registered investment company shares	3,719 8
	Hennessy Focus Investor CL	Registered investment company shares	411 27
	Huber capital Equity Inc. Fund Inv. CL	Registered investment company shares	2,178 30
	Ivy Asset Strategy CL A	Registered investment company shares	369 12
	Janus Balanced	Registered investment company shares	228 7
	Matthews Pacific Tiger Fund	Registered investment company shares	3,016 75
	Metropolitan West High Yield Bond CL M	Registered investment company shares	4,410 45
	Metropolitan West Total Return Bond	Registered investment company shares	3,989 42
	Needham Aggressive Growth CL A	Registered investment company shares	10
	Needham Small Cap Growth		

Edgar Filing: NVR INC - Form 11-K

	Registered investment company shares	18	
Oakmark Fund	Registered investment company shares	454	29
Oakmark International	Registered investment company shares	5,650	149
Oppenheimer Developing Markets CL A	Registered investment company shares	205	8
Permanent Portfolio Fund Inc	Registered investment company shares	119	5
Pimco Income Fund CL D	Registered investment company shares	7,413	91
Pimco Short Term CL D	Registered investment company shares	2,231	22
Pimco Total Return CL D	Registered investment company shares	9,458	101
Royce Value Fund	Registered investment company shares	6,743	91
Sextant International Fund	Registered investment company shares	11	
Skyline Special Equities	Registered investment company shares	1,215	48
TCW Galileo Income & Growth CL N	Registered investment company shares	1,691	27
Templeton Global Bond CL A	Registered investment company shares	745	10
Tip Turner Micro Cap Growth Inst.	Registered investment company shares	1,481	87
Touchstone Sands Cap Sel Growth CL Z	Registered investment company shares	249	4
Van Eck Global Leaders CL A	Registered investment company shares	501	7
Vanguard Energy	Registered investment company shares	135	9
Vanguard Specialized Gold & Prec Metals	Registered investment company shares	540	6
Vulcan Value Partners Small Cap	Registered investment company shares	313	6
Wasatch 1st Source Long/Short Fund	Registered investment company shares	353	6
Wells Fargo Discovery Fund Inv. CL	Registered investment company shares	1,851	62
Wells Fargo Growth Fund Inv. CL	Registered investment company shares	452	23
Yacktman Focused Fund	Registered investment company 12,057 shares		303

See accompanying report of independent registered public accounting firm.

Table of Contents**PROFIT SHARING PLAN OF NVR, INC.****AND AFFILIATED COMPANIES****EIN: 54-1394360****Plan Number: 333**

Schedule H, Line 4(i) - Schedule of Assets (Held at End of Year)

December 31, 2013

(Dollars in thousands)

Column A	Column B	Column C	Column D
	Identity of issue, borrower, lessor, or similar party	Description of investment	Current Value
	<u>Registered Investment Companies</u>		
*	Fidelity Low Priced Stock	Registered investment company shares	1,890 93
*	Fidelity New Markets Income	Registered investment company shares	2,610 41
*	Fidelity Strategic Dividend & Income	Registered investment company shares	451 6
*	Fidelity Select Retailing	Registered investment company	49 shares 4
			193,982
	<u>Common Collective Trusts</u>		
*	Fidelity Managed Income Portfolio	Common collective trust shares	16,826,148 17,084
	<u>Employer Securities</u>		
*	NVR, Inc.	NVR, Inc. common stock	65,570 shares 67,276
	<u>Common Stocks</u>		
	3M Company	Shares of stock	300 shares 42
	Amazon	Shares of stock - 1 share	
	American Express Co.	Shares of stock	177 shares 16
	Annaly Mortgage Management Inc.	Shares of stock	1,000 shares 10
	Antares Pharma	Shares of stock	2,637 shares 12
	Apple Computer Inc.	Shares of stock	327 shares 184
	Arcelormittal SA	Shares of stock - 500 shares	9
	AT&T Inc.	Shares of stock - 1,704 shares	60
	Baidu, Inc.	Shares of stock - 50 shares	9
	Baxter Intl. Inc.	Shares of stock	500 shares 35
	Boeing Co.	Shares of stock	117 shares 16

Edgar Filing: NVR INC - Form 11-K

BP PLC	Shares of stock	1,013 shares	49
Brookfield Asset Management Inc.	Shares of stock	500 shares	19
Brookfield Property Partners LP	Shares of stock	28 shares	1
Cannabis Science Inc.	Shares of stock	10,000 shares	1
Caterpillar Inc.	Shares of stock	232 shares	21
Coca Cola Co.	Shares of stock	445 shares	19
Conforce Int 1 Inc.	Shares of stock	30,000 shares	
ConocoPhillips	Shares of stock	201 shares	14
Continental Res. Inc.	Shares of stock	45 shares	5
Creative Edge Nutrition, Inc.	Shares of stock	5,998 shares	
Crocs Inc.	Shares of stock	657 shares	10
Diageo Plc.	Shares of stock	163 shares	22
Walt Disney Co.	Shares of stock	400 shares	31
Document Security Systems, Inc.	Shares of stock	10,000 shares	21

See accompanying report of independent registered public accounting firm.

Table of Contents**PROFIT SHARING PLAN OF NVR, INC.****AND AFFILIATED COMPANIES****EIN: 54-1394360****Plan Number: 333**

Schedule H, Line 4(i) - Schedule of Assets (Held at End of Year)

December 31, 2013

(Dollars in thousands)

Column A	Column B	Column C	Column D
	Identity of issue, borrower, lessor, or similar party	Description of investment	Current Value
	<u>Common Stocks</u>		
	Dow Chemical Co.	Shares of stock 225 shares	10
	Du Pont De Nemours and Co.	Shares of stock 201 shares	13
	EOG Resources, Inc.	Shares of stock 27 shares	5
	ETFs Gold Trust	Shares of stock 45 shares	5
	Facebook Inc.	Shares of stock 100 shares	5
	Finjan Holdings, Inc.	Shares of stock 3 shares	
	Ford Motor Co.	Shares of stock 85 shares	1
	Fortescue Metal Grp. Ltd.	Shares of stock 112 shares	1
	Galloway Energy Co.	Shares of stock 7 shares	
	General Electric Co.	Shares of stock 1,113 shares	31
	Genoil Inc.	Shares of stock 20,000 shares	
	Google Inc.	Shares of stock 2 shares	2
	Groupon, Inc.	Shares of stock 200 shares	2
	Growlife, Inc.	Shares of stock 16,000 shares	2
	Hormel George A & Co.	Shares of stock 220 shares	10
	Illinois Tool Works	Shares of stock 221 shares	19
	Intel Corp	Shares of stock 57 shares	1
	iShares Inc MSCI Switzerland Index	Shares of stock 327 shares	11
	iShares Trust Goldman Sachs Corp BD Fund	Shares of stock 7 shares	1
	iShares Inc Silver Trust	Shares of stock 230 shares	4
	JCPenney, Inc.	Shares of stock 9 shares	
	Kinder Morgan Inc.	Shares of stock 325 shares	12
	McCormick & Co. Inc.	Shares of stock 212 shares	15
	McDonalds Corp	Shares of stock 703 shares	68
	Medical Marijuana Inc.	Shares of stock 8,999 shares	1
	Merck & Co.	Shares of stock 38 shares	2

Edgar Filing: NVR INC - Form 11-K

Mosaic Co.	Shares of stock	300 shares	15
Plum Creek Timber Co., Inc	Shares of stock	262 shares	12
Proctor & Gamble	Shares of stock	484 shares	39
Royal Dutch Shell, PLC	Shares of stock	350 shares	26
Royal Dutch Shell, PLC ADR	Shares of stock	8 shares	1
Sandridge Permian Trust Co.	Shares of stock	500 shares	6
Sirius XM Radio Inc.	Shares of stock	1,017 shares	4
SPDR Gold TR Gold Shares	Shares of stock	450 shares	87

See accompanying report of independent registered public accounting firm.

Table of Contents**PROFIT SHARING PLAN OF NVR, INC.****AND AFFILIATED COMPANIES****EIN: 54-1394360****Plan Number: 333**

Schedule H, Line 4(i) - Schedule of Assets (Held at End of Year)

December 31, 2013

(Dollars in thousands)

Column A	Column B	Column C	Column D
	Identity of issue, borrower, lessor, or similar party	Description of investment	Current Value
	<u>Common Stocks</u>		
	Sprint Corp.	Shares of stock 167 shares	2
	Sprott Physical Gold Trust	Shares of stock 700 shares	7
	Sprott Physical Silver Trust	Shares of stock 800 shares	6
	Starbucks Corp.	Shares of stock 211 shares	17
	Sysco Corp.	Shares of stock 119 shares	4
	Unilever PLC	Shares of stock 377 shares	16
	United Technologies Corp.	Shares of stock 631 shares	72
	Vanguard International Equity Index FTSE	Shares of stock 6 shares	
	Vanguard International Equity Index Fund	Shares of stock 509 shares	21
	Vanguard Sector Index Funds	Shares of stock 1,328 shares	146
	Vanguard Sector Index Funds	Shares of stock 1,010 shares	90
	Vanguard Sepcialized Portfolios Div.	Shares of stock 2,120 shares	160
	Verizon Communications	Shares of stock 187 shares	9
	Visa Inc.	Shares of stock 30 shares	67
	Vodafone Group PLC	Shares of stock 655 shares	26
	Waste Management Inc.	Shares of stock 55 shares	2
	Wellpoint Inc.	Shares of stock 66 shares	6
	Whiting Pete Corp.	Shares of stock 80 shares	5
	Call (AAPL) Apple Inc.	Shares of stock 4 shares	37
	Call (AAPL) Apple Inc.	Shares of stock 4 shares	19
	Call (SLV) iShares Silver Tr	Shares of stock 93 shares	
	Call (SLV) iShares Silver Tr	Shares of stock 60 shares	
	Put (ALL) Allstate Corp.	Shares of stock 50 shares	
	Put (MSFT) Microsoft	Shares of stock 100 shares	5
			1,734
	Interest-bearing cash		1,384

	Cash held for pending investments and participant distributions in interest-bearing call accounts	
Participant loans - other	Participant loans with various rates of interest from 4.25% to 9.50% and maturity dates through November 2028	5,768
		\$ 287,228

* Party in interest.

See accompanying report of independent registered public accounting firm.

Table of Contents

SIGNATURES

Pursuant to the requirements of the Securities and Exchange Act of 1934, the Plan Administrator has duly caused this annual report to be signed on behalf of the Plan by the undersigned thereunto duly authorized.

June 27, 2014

NVR, Inc.

By: /s/ Kevin N. Reichard
Kevin N. Reichard
Plan Administrator

Table of Contents

EXHIBIT INDEX

Exhibit Number	Description
23.1	Consent of Independent Registered Public Accounting Firm