

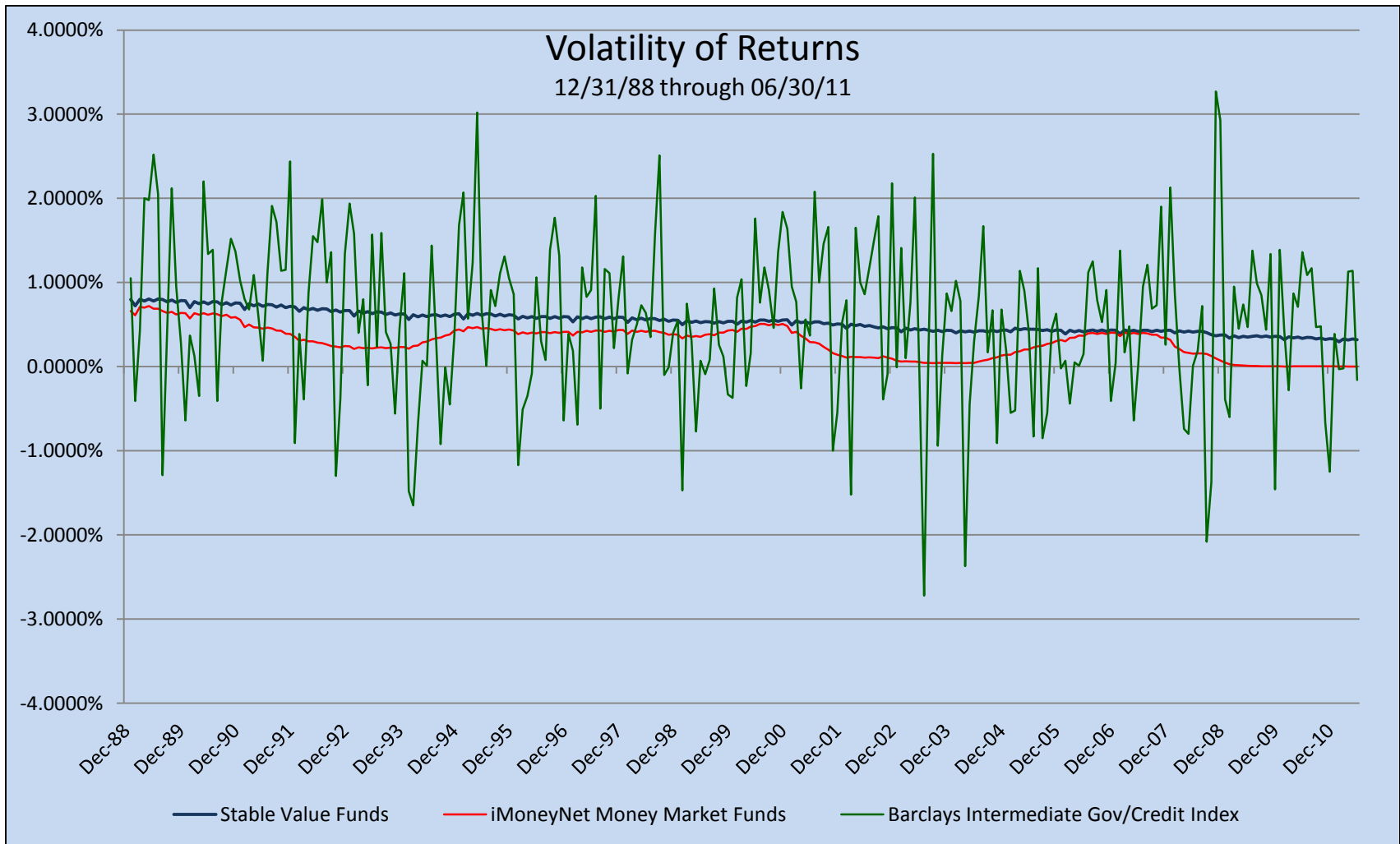
Stable Value Funds are Used in Defined Contribution Plans

- Stable value funds are a core investment in defined contribution employee benefit plans
 - \$540 billion invested in stable value assets
 - 127,000 defined contribution employee benefit plans
 - Offered in approximately half of all defined contribution plans
 - 401(k) allocations to stable value funds have ranged between 17% to 37% over the life of the Hewitt 401(k) Index™

What is a Stable Value Fund?

- Stable value is an investment vehicle offered by defined contribution plans and used by participants
- Stable value provides the following unique combination of benefits:
 - Principal preservation
 - Stability and steady growth in principal and earned interest
 - Returns similar to intermediate bond funds with the liquidity and certainty of money market funds
 - Benefit-responsive liquidity, which means participants transact at contract value (principal plus accrued interest)

Stable Value Provides Capital Preservation and Consistent, Steady Returns



Stable Value Offers Higher Return Potential than Money Market Funds

