

Static Investment Options

Unlike the age-based options, the static options do not change asset allocations as the beneficiary ages. Instead, the allocation of money to the investment type in each account remains the same over time. Options 6, 10, and 12 (if the FDIC-insured savings account is selected as an underlying investment) will be rebalance annually on the beneficiary's birthday or next business day to retain the expected allocation to the mix of funds.

UESP offers the following static options:

- **Option 1: PTIF.** One hundred percent of account money in this option are allocated to the Utah Public Treasurer's Investment Fund (PTIF). Learn about the PTIF on the Public Treasurer's Web site: <http://www.treasurer.utah.gov/investmentfund.html>.
- **Option 4: S&P Index.** This option invests 100 percent of account money in a Standard & Poor's (S&P) index stock fund.
- **Option 5: Bonds.** This option invests 100 percent of account money in a bond market index fund.
- **Option 6: Equities 10%—International.** Money invested in this option is allocated to a mix of five types of stock funds. The account will be rebalanced annually on the beneficiary's birthday to retain the expected allocation.
- **Option 10: Equities 30%—International.** Money invested in this option is allocated between two funds: 70 percent is invested in a total domestic stock index fund and 30 percent in a developed markets fund that invests wholly in foreign equities. The account will be rebalanced annually on the beneficiary's birthday to retain the expected allocation.
- **Option 11: FDIC-Insured Savings.** Money in this option is placed in the FDIC-insured savings account held in trust by UESP at Zions First National Bank (Bank) (www.zionsbank.com). The savings account earns varying rates of interest. Contributions and earnings are insured by the FDIC on a pass-through basis to each account owner up to the maximum amount set by federal law—currently \$250,000 through December 31, 2009, and \$100,000 thereafter. The amount of FDIC insurance provided to an account owner is based on the total of (1) the value of an account owner's investment in UESP's FDIC-insured savings account plus (2) the value of other accounts held (if any) at the Bank, as determined by the Bank and by FDIC regulations.
- **Option 12: Customized Allocation.** Money invested in this option is allocated by the account owner and selected from the ten underlying investment funds. At least one percent must be allocated to each underlying investment selected, using whole percentages only.

The following table provides the expected allocation of the assets in each static option:

Investment Option	Public Treasurer's Investment Fund	*FDIC-Insured Savings Account	Vanguard Funds							
			Total Bond Mkt Index Fund	Inst. Index Fund	Mid-Cap Index Fund	Small-Cap Index Fund	Int'l Growth Fund	Int'l Value Fund	Total Stock Mkt Index Fund	Dev. Mkts Index Fund
<i>Ticker Symbol</i>			<i>VBMPX</i>	<i>VIIIIX</i>	<i>VMCIX</i>	<i>VSCIX</i>	<i>VWILX</i>	<i>VTRIX</i>	<i>VITSX</i>	<i>VIDMX</i>
1: PTIF	100%									
4: S&P Index				100%						
5: Bonds			100%							
6: Equities—10% International				50%	20%	20%	5%	5%		
10: Equities—30% International									70%	30%
11: FDIC-Insured Savings		100%								
12: Customized Allocation	Varies depending on allocation mix selected by the account owner/agent.									

*Contributions made to the underlying FDIC-insured savings account are held in trust by UESP at Zions First National Bank (Bank). Funds in the savings account are insured by the FDIC on a pass-through basis to each account owner up to the maximum amount set by federal law—currently \$250,000 through December 31, 2013, and \$100,000 thereafter. The amount of FDIC insurance provided to an account owner is based on the total of (1) the value of an account owner's investment in UESP's FDIC-insured savings account plus (2) the value of other accounts held (if any) at the Bank, as determined by the Bank and by FDIC regulations.

Account owners should carefully consider the risk factors associated with the types of investments used in each of these options before selecting an option for their account. Additionally, if you choose to invest in a static option that has a significant weighting in stocks, you may want to consider reallocating your investment option to a more conservative option as your beneficiary approaches college enrollment. Note that there are limitations on your ability to reallocate investment options for the same beneficiary (see UESP's Program Description for more details).

Account owners will be notified if significant changes are made to the investments in which their account assets are allocated.