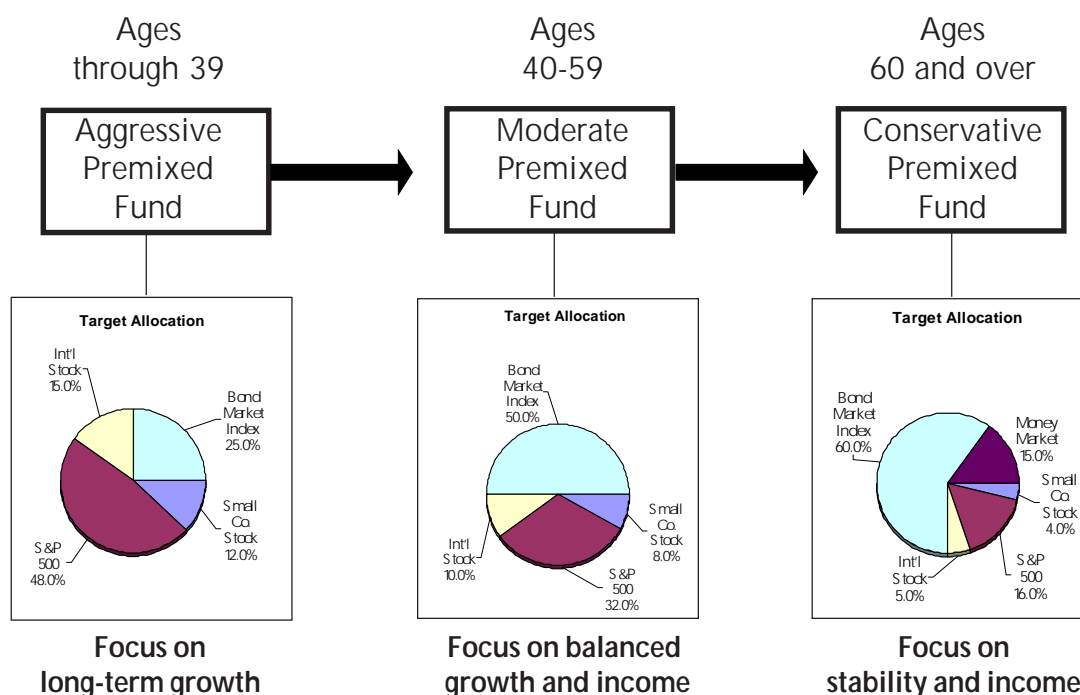


## AGE-BASED FUND

As of July 1, 2006

The Age-Based Fund will utilize the existing Premixed Funds for your investment allocation between stocks, bonds and cash. The premixed funds will function together as a “life cycle” fund, which means asset allocations will automatically become more conservative as a member gets closer to retirement age.



Members through age 39 who select this option will first have their assets invested in the **Aggressive Premixed Fund** (see the Aggressive Premixed Fund fact sheet for fund details). The use of the Aggressive Premixed Fund is for members with the longest time before retirement. As members reach age 40 their investment will automatically change to the Moderate Premixed Fund.

Members at age 40 through 59 who select this option will have their assets invested in the **Moderate Premixed Fund** (see the Moderate Premixed Fund fact sheet for fund details). The use of the Moderate Premixed Fund is for members at a mid-point in their lives and investment horizon. When members become age 60 their investment will be changed to the Conservative Premixed Fund.

Members at age 60 and over who select this option will have their assets invested in the **Conservative Premixed Fund** (see the Conservative Premixed Fund fact sheet for fund details). The use of the Conservative Premixed Fund is for members as they draw closer to the end of their careers and have a shorter investment horizon.

By selecting the Age Based Fund members will have the ease of an automatic shift to more conservative investments and an automatic re-balance of their asset allocation with changes in the markets. Members will always retain the option to transfer their account and future contributions into any of the 13 other funds.