Capital Cities

INSTITUTIONAL INVESTING MADE PERSONAL

CollegeBound Saver and CollegeBound 529 Program Review

May 24, 2017

Program Review

Summary of Findings and Recommendations

A comprehensive, independent investment review of CollegeBound Saver (Direct) and CollegeBound 529 (Advisor) has been completed, evaluating the Plans relative to industry trends, best practices and peers.

Investment Menus

- The Plans' robust investment lineups, including Age-Based, Target Risk and Individual Portfolios, meet best practices.
- Capital Cities recommends consideration be given to renaming the "Invesco Global Sustainable Equity Portfolio" to "Global Sustainable Equity Portfolio" and enhancing the Domestic Equity component of the Age-Based Portfolios within CollegeBound Saver.
- No changes are currently recommended to CollegeBound 529.

Manager Due Diligence

- All of the Investment Portfolios offered within the Plans are in good to excellent standing from both a qualitative and quantitative perspective.

Fees

- The Plans' fees are low relative to peers, making them attractive solutions for Account Owners and Advisors.

Investment Policy Statement

- A review of the Plans' custom Investment Policy Statement (IPS) has been conducted. No amendments are recommended at this time, as the IPS is up-to-date and reflects industry best practices.

Investment Menu Review

Investment Menu

Confirming Each Plan's Investment Menu

Are the investment menus:

- ☑ Providing an investment solution for each type of Account Owner and Advisor?
- ☑ Offering the optimal number of Portfolios that provides sufficient diversification opportunity while minimizing Account Owner confusion?
- ☑ Appropriate in light of the current industry trends and regulations?
- ☑ Meeting the Rhode Island State Investment Commission's (SIC) unique objectives and preferences?

CollegeBound Saver Plan (Direct Plan)

Investment Menu Overview

Individual Portfolios (29% of Plan assets)

Capital Preservation:

- **Stable Value Portfolio** (Invesco Custom Stable Value Separate Account)

Fixed Income:

- **Inflation-Protected Portfolio** *(Vanguard Short-Term Infl Protected Securities Index)*
- **Bond Portfolio** *(Vanguard Total Bond Market Index)*

Equity:

- **U.S. Stock Portfolio** *(Vanguard Total Stock Market Index)*
- **Equally-Weighted S&P 500 Portfolio** *(Invesco Equally-Weighted S&P 500)*
- **Invesco Global Sustainable Equity Portfolio** *(Invesco Global Sustainable Equity)*
- **International Stock Portfolio** *(Vanguard Total International Stock Index)*
- **U.S. Small-Mid Cap Portfolio** *(Vanguard Extended Market Index)*

Target Risk Portfolios (12% of Plan assets)

- **Conservative Growth Portfolio** (Vanguard LifeStrategy Conservative Growth)
- **Moderate Growth Portfolio** (Vanguard LifeStrategy Moderate Growth)
- **Growth Portfolio** (Vanguard LifeStrategy Growth)

Age-Based Portfolios (59% of Plan assets)

- CollegeBound Today Portfolio
- CollegeBound 2017-2018 Portfolio
- CollegeBound 2019-2020 Portfolio
- CollegeBound 2021-2022 Portfolio
- CollegeBound 2023-2024 Portfolio
- CollegeBound 2025-2026 Portfolio
- CollegeBound 2027-2028 Portfolio
- CollegeBound 2029-2030 Portfolio
- CollegeBound 2031-2032 Portfolio
- CollegeBound 2033-2034 Portfolio
- CollegeBound 2035-2036 Portfolio

The Plan totals $218 million in assets and over 13,000 accounts.

CollegeBound 529 Plan (Advisor Plan)

Investment Menu Overview

Individual Portfolios (16% of Plan assets)	Target Risk Portfolios (20% of Plan assets)	Age-Based Portfolios (64% of Plan assets)
Capital Preservation:		
Invesco Stable Value Portfolio	Invesco Growth College Portfolio	Invesco CollegeBound Today Portfolio
Fixed Income:	Invesco Moderate College Portfolio	Invesco CollegeBound 2017-2018 Portfolio
Invesco Short Duration Inflation-Protected Portfolio	Invesco Conservative College Portfolio	Invesco CollegeBound 2019-2020 Portfolio
Invesco Core Plus Bond Portfolio		Invesco CollegeBound 2021-2022 Portfolio
Balanced:		Invesco CollegeBound 2023-2024 Portfolio
Invesco Equity and Income Portfolio		Invesco CollegeBound 2025-2026 Portfolio
Equity:		Invesco CollegeBound 2027-2028 Portfolio
Invesco Equally Weighted S&P 500 Portfolio		Invesco CollegeBound 2029-2030 Portfolio
Invesco Diversified Dividend Portfolio		Invesco CollegeBound 2031-2032 Portfolio
Invesco Global Sustainable Equity Portfolio		Invesco CollegeBound 2033-2034 Portfolio
PowerShares FTSE RAFI Developed Markets ex-US Portfolio		Invesco CollegeBound 2035-2036 Portfolio
Invesco International Growth Portfolio		
PowerShares FTSE RAFI US 1500 SM-Mid Portfolio		
Invesco Small Cap Growth Portfolio		

The Plan totals $6.2 billion in assets and nearly 244,000 accounts.

CollegeBound Saver's Individual Portfolios

Individual Portfolios' Menu

Basic Building Blocks	CollegeBound Saver	Asset Class Coverage
Capital Preservation	**Stable Value Portfolio** **(Invesco Custom Stable Value Separate**	✓
Fixed Income	**Bond Portfolio** ***(Vanguard Total Bond Market Index)***	✓
U.S. Equity	**U.S. Stock Portfolio** ***(Vanguard Total Stock Market Index)***	✓
International Equity	**International Stock Portfolio** ***(Vanguard Total International Stock Index)***	✓
Specialty Styles:		
Inflation-Protected Index	**Inflation-Protected Portfolio** ***(Vanguard Short-Term Infl Protected Securities***	✓
Equally-Weighted S&P 500 Equity	**Equally-Weighted S&P 500 Portfolio** ***(Invesco Equally-Weighted S&P 500)***	Not Required
Socially Responsible Equity	**Invesco Global Sustainable Equity Portfolio** ***(Invesco Global Sustainable Equity)***	Not Required
Small/Mid Cap Equity Index	**U.S. Small-Mid Cap Portfolio** ***(Vanguard Extended Market Index)***	Not Required

CollegeBound Saver's Individual Portfolios

Individual Portfolios' Menu

Basic Building Blocks	CollegeBound Saver	Asset Class Coverage
Capital Preservation	**Stable Value Portfolio (Invesco Custom Stable Value Separate**	✓
Fixed Income	**Bond Portfolio** ***(Vanguard Total Bond Market Index)***	✓
U.S. Equity	**U.S. Stock Portfolio** ***(Vanguard Total Stock Market Index)***	✓
International Equity	**International Stock Portfolio** ***(Vanguard Total International Stock Index)***	✓
Specialty Styles:		
Inflation-Protected Index	**Inflation-Protected Portfolio** ***(Vanguard Short-Term Infl Protected Securities***	✓
Equally-Weighted S&P 500 Equity	**Equally-Weighted S&P 500 Portfolio** ***(Invesco Equally-Weighted S&P 500)***	Not Required
Socially Responsible Equity	**Invesco Global Sustainable Equity Portfolio** ***(Invesco Global Sustainable Equity)***	Not Required
Small/Mid Cap Equity Index	**U.S. Small-Mid Cap Portfolio** ***(Vanguard Extended Market Index)***	Not Required

Capital Cities recommends the "Invesco Global Sustainable Equity Portfolio" be renamed "Global Sustainable Equity Portfolio" to follow the naming convention of the other Portfolios.

CollegeBound 529's Individual Portfolios

Individual Portfolios' Menu

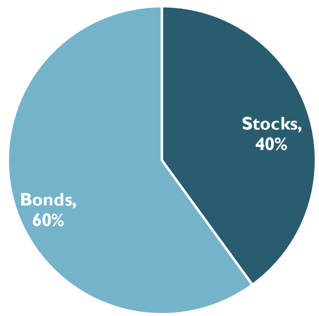
Basic Building Blocks	CollegeBound 529	Asset Class Coverage
Capital Preservation	Invesco Stable Value Portfolio	✓
Fixed Income	Invesco Core Plus Bond Portfolio	✓
U.S. Equity	Invesco Equally Weighted S&P 500 Portfolio PowerShares FTSE RAFI US 1500 SM-Mid Portfolio	✓
International Equity	PowerShares FTSE RAFI Developed Markets ex-US Portfolio	✓
Specialty Styles:		
Inflation-Protected Index	Invesco Short Duration Inflation-Protected Portfolio	✓
Balanced	Invesco Equity and Income Portfolio	Not Required
Large Cap Value	Invesco Diversified Dividend Portfolio	Not Required
Socially Responsible Equity	Invesco Global Sustainable Equity Portfolio	Not Required
International Growth	Invesco International Growth Portfolio	Not Required
Small Cap Growth	Invesco Small Cap Growth Portfolio	Not Required

Target Risk Portfolios

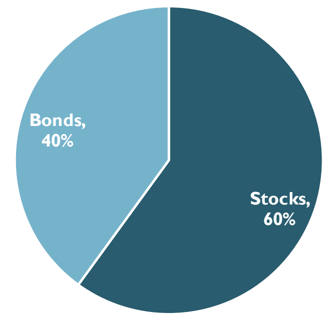
Target Risk Portfolios' Menu

CollegeBound Saver: (Direct)

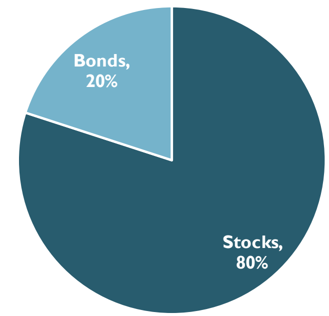
Conservative Growth Portfolio (Vang LifeStrategy Cons Growth)



Moderate Growth Portfolio (Vang LifeStrategy Moderate Growth)

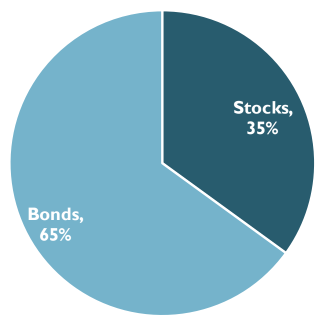


Growth Portfolio (Vanguard LifeStrategy Growth)

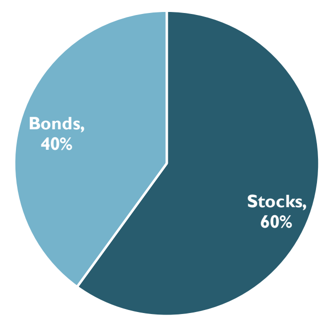


CollegeBound 529: (Advisor)

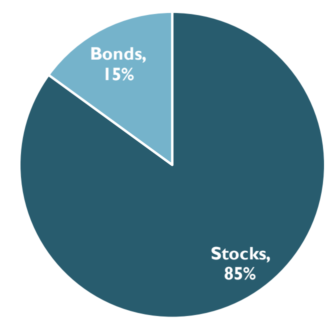
Invesco Conservative College Portfolio



Invesco Moderate College Portfolio



Invesco Growth College Portfolio



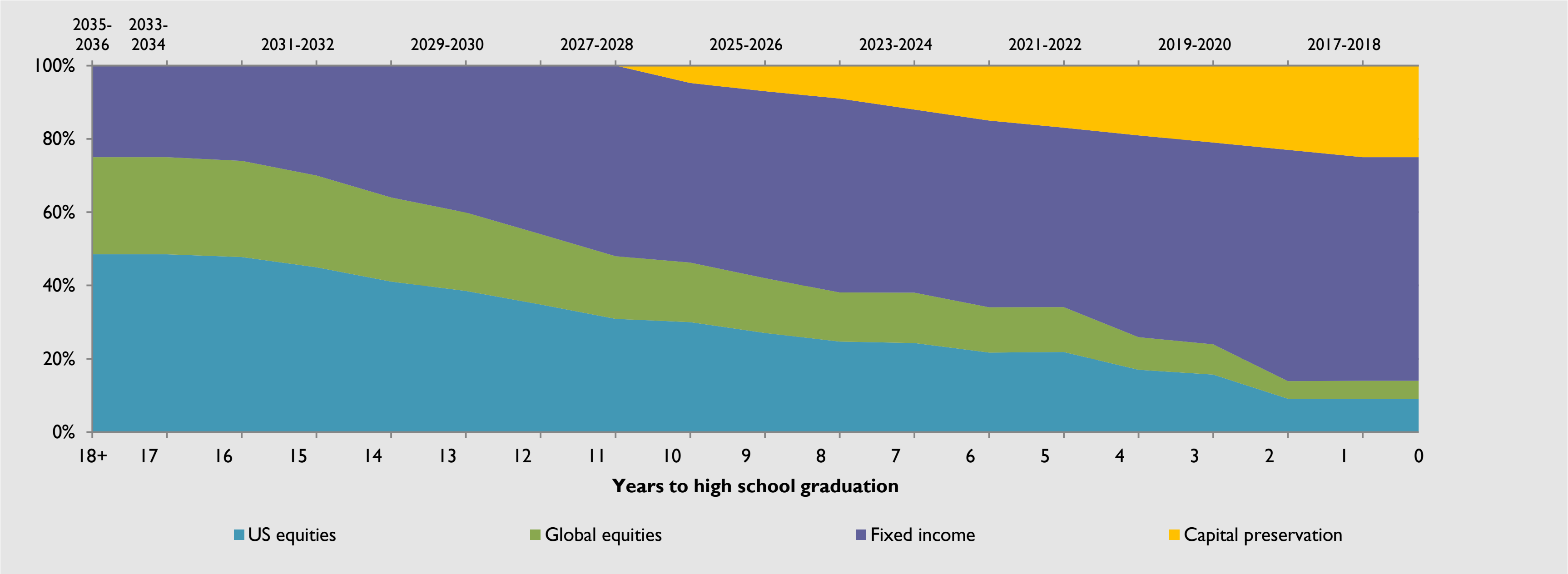
Age-Based Portfolios

Age-Based Portfolios' Menu

CollegeBound Saver (Direct) Age-Based Portfolios	CollegeBound 529 (Advisor) Age-Based Portfolios
CollegeBound Today Portfolio	Invesco CollegeBound Today Portfolio
CollegeBound 2017-2018 Portfolio	Invesco CollegeBound 2017-2018 Portfolio
CollegeBound 2019-2020 Portfolio	Invesco CollegeBound 2019-2020 Portfolio
CollegeBound 2021-2022 Portfolio	Invesco CollegeBound 2021-2022 Portfolio
CollegeBound 2023-2024 Portfolio	Invesco CollegeBound 2023-2024 Portfolio
CollegeBound 2025-2026 Portfolio	Invesco CollegeBound 2025-2026 Portfolio
CollegeBound 2027-2028 Portfolio	Invesco CollegeBound 2027-2028 Portfolio
CollegeBound 2029-2030 Portfolio	Invesco CollegeBound 2029-2030 Portfolio
CollegeBound 2031-2032 Portfolio	Invesco CollegeBound 2031-2032 Portfolio
CollegeBound 2033-2034 Portfolio	Invesco CollegeBound 2033-2034 Portfolio
CollegeBound 2035-2036 Portfolio	Invesco CollegeBound 2035-2036 Portfolio

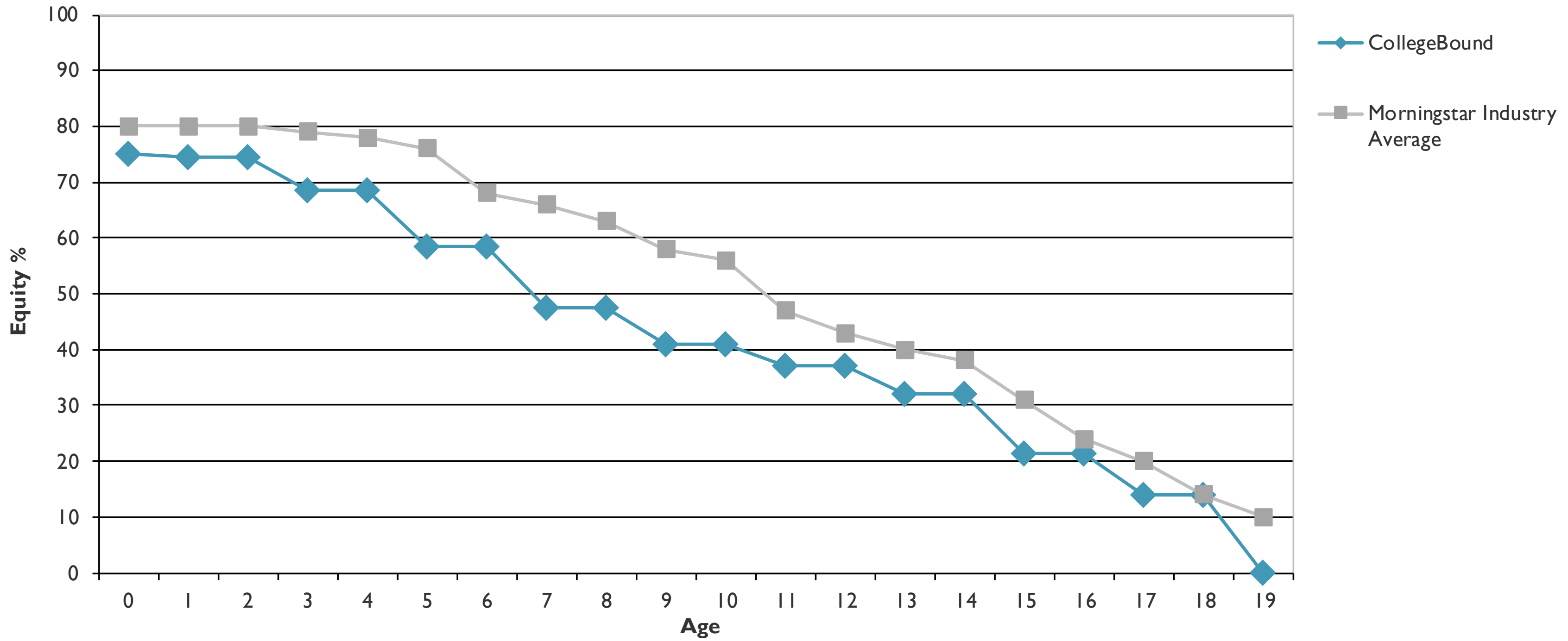
Age-Based Portfolios' Glide Path

Glide Path Approach



Age-Based Portfolios' Glide Path

Glide Path Philosophy and Peer Comparison



*CollegeBound glide path reflects the asset allocation of the Age-Based Portfolios as of March 31, 2017.

CollegeBound Saver's Age-Based Portfolios

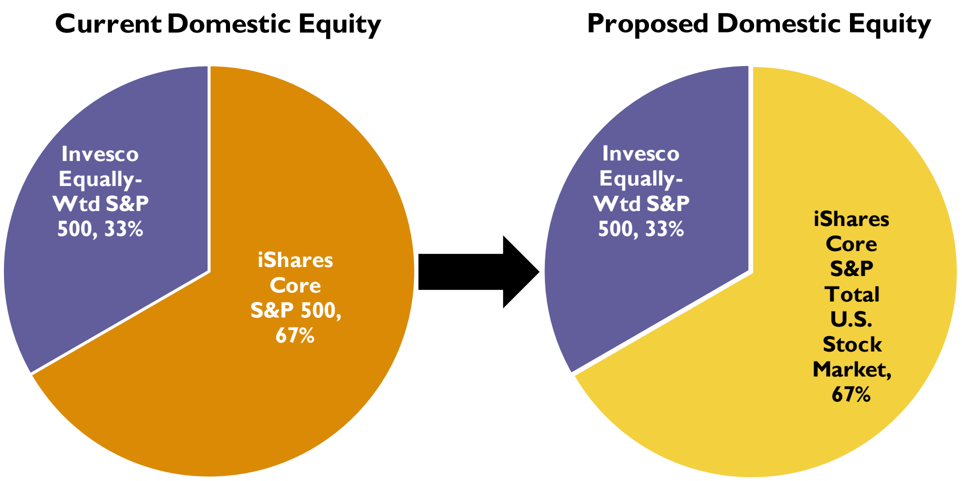
Components

	2035-2036 Portfolio	2033-2034 Portfolio	2031-2032 Portfolio	2029-2030 Portfolio	2027-2028 Portfolio	2025-2026 Portfolio	2023-2024 Portfolio	2021-2022 Portfolio	2019-2020 Portfolio	2017-2018 Portfolio	College Today Portfolio
US equities	**50.0%**	**49.7%**	**45.7%**	**39.0%**	**31.7%**	**27.3%**	**24.7%**	**21.3%**	**14.3%**	**9.3%**	**0.0%**
iShares Core S&P 500 Equity	33.3%	33.1%	30.4%	26.0%	21.1%	18.2%	16.4%	14.2%	9.6%	6.2%	0.0%
Invesco Equally-Weighted S&P 500 Portfolio	16.7%	16.6%	15.2%	13.0%	10.6%	9.1%	8.2%	7.1%	4.8%	3.1%	0.0%
International equities	**25.0%**	**24.8%**	**22.8%**	**19.5%**	**15.8%**	**13.7%**	**12.3%**	**10.7%**	**7.2%**	**4.7%**	**0.0%**
Vanguard Total Intl Stock Idx	15.1%	15.0%	13.8%	11.8%	9.6%	8.2%	7.4%	6.4%	4.3%	2.8%	0.0%
PowerShares FTSE RAFI Dev Mkts ex-US ETF	7.5%	7.5%	6.9%	5.9%	4.8%	4.1%	3.7%	3.2%	2.2%	1.4%	0.0%
Vanguard Glbl X-US Re Est Index-IL	2.4%	2.4%	2.2%	1.9%	1.5%	1.3%	1.2%	1.0%	0.7%	0.4%	0.0%
Fixed income	**25.0%**	**25.5%**	**31.5%**	**41.5%**	**51.3%**	**51.5%**	**50.3%**	**50.5%**	**57.0%**	**61.0%**	**40.0%**
Vanguard Short Term Infl-Prot Sec	2.0%	2.0%	6.8%	10.5%	14.0%	15.3%	15.3%	15.3%	16.8%	18.0%	12.0%
Vanguard Shrt Inv Grade-IL	2.0%	2.5%	5.3%	7.3%	9.0%	9.0%	9.0%	9.8%	14.5%	18.0%	12.0%
Vanguard Total Bond Market Inst.	12.0%	12.0%	9.3%	11.5%	13.8%	14.0%	13.0%	13.3%	14.5%	16.0%	8.0%
iShares Core U.S. Aggregate Bond ETF	9.0%	9.0%	10.3%	12.3%	14.5%	13.3%	13.0%	12.3%	11.3%	9.0%	8.0%
Capital preservation	**0.0%**	**0.0%**	**0.0%**	**0.0%**	**1.3%**	**7.5%**	**12.8%**	**17.5%**	**21.5%**	**25.0%**	**60.0%**
Government & Agency Portfolio	0.0%	0.0%	0.0%	0.0%	1.3%	7.5%	12.8%	17.5%	21.5%	25.0%	60.0%

*The asset allocation of the Age-Based Portfolios is as of March 31, 2017.

CollegeBound Saver's Age-Based Portfolios

U.S. Equity Component



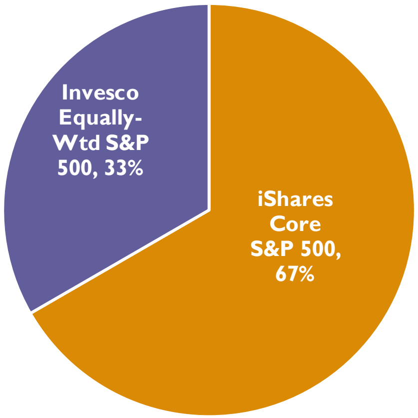
Market Capitalization	iShares Core S&P 500	iShares Core S&P Total U.S. Stock Mkt	Invesco Equally Wtd S&P 500
Size	**% of Portfolio**		
Giant	50%	41%	12%
Large	36%	31%	40%
Medium	14%	19%	47%
Small	0%	7%	1%
Micro	0%	2%	0%

Capital Cities recommends enhancing the Age-Based Portfolios' Domestic Equity component by replacing iShares Core S&P 500 with iShares Core S&P Total U.S. Stock Market.

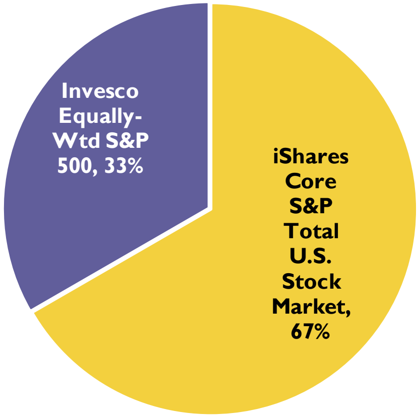
CollegeBound Saver's Age-Based Portfolios

U.S. Equity Component's Risk/Return Profile

Current Domestic Equity

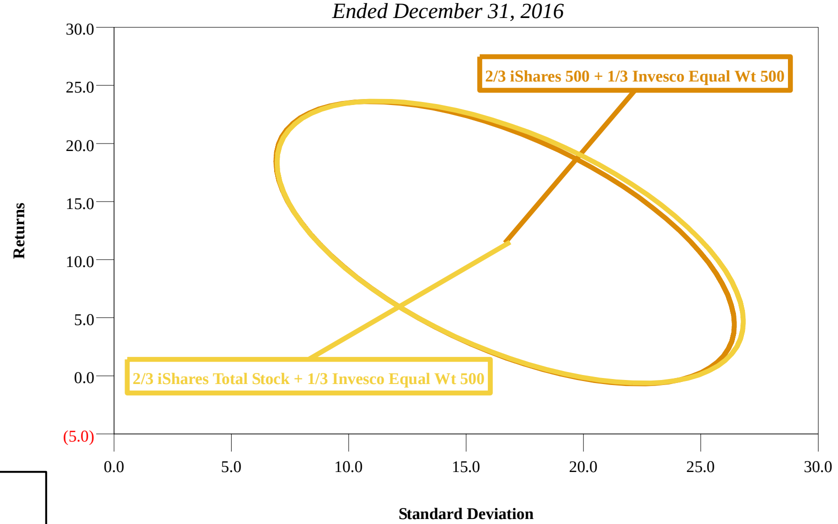


Proposed Domestic Equity



Rolling 12 Quarter Scatter Chart for 7 Years

Ended December 31, 2016



Returns for Periods Ended December 31, 2016

	Last Year	Last 3 Years	Last 5 Years	Last 7 Years	Last 10 Years
2/3 iShares 500 + 1/3 Invesco Equal Wt 500	12.77	8.71	14.81	13.08	7.28
2/3 iShares Total Stock + 1/3 Invesco Equal Wt 500	13.23	8.64	14.81	13.15	7.37

CollegeBound 529's Age-Based Portfolios

Components

	2035-2036 Portfolio	2033-2034 Portfolio	2031-2032 Portfolio	2029-2030 Portfolio	2027-2028 Portfolio	2025-2026 Portfolio	2023-2024 Portfolio	2021-2022 Portfolio	2019-2020 Portfolio	2017-2018 Portfolio	College Today Portfolio
US equities	**48.5%**	**48.3%**	**44.0%**	**37.6%**	**30.7%**	**26.5%**	**23.6%**	**20.6%**	**14.1%**	**9.0%**	**0.0%**
Invesco Equally-Weighted S&P 500 Fund	13.0%	13.0%	11.9%	11.3%	9.6%	8.85%	10.7%	9.9%	8.3%	6.0%	0.0%
Invesco Diversified Dividend Fund	27.0%	26.8%	24.1%	18.5%	14.6%	11.5%	8.8%	7.3%	4.1%	3.0%	0.0%
PowerShares FTSE RAFI US 1500 Sm-Mid ETF	8.5%	8.5%	8.0%	7.8%	6.5%	6.2%	4.2%	3.4%	1.6%	0.0%	0.0%
Global equities	**26.5%**	**26.5%**	**24.5%**	**20.9%**	**16.9%**	**14.6%**	**13.4%**	**11.4%**	**7.4%**	**5.0%**	**0.0%**
PowerShares FTSE RAFI Dev Mkts ex-US ETF	17.5%	17.4%	16.1%	11.7%	9.2%	7.1%	5.8%	4.8%	2.5%	2.0%	0.0%
Invesco Global Growth	2.4%	2.3%	2.2%	1.9%	1.5%	1.3%	1.1%	1.0%	0.7%	0.0%	0.0%
Invesco Global Real Estate Income	1.4%	1.4%	1.3%	1.1%	0.9%	0.8%	0.7%	0.6%	0.4%	0.0%	0.0%
PowerShares FTSE RAFI Emerging Mkts ETF	1.8%	1.7%	1.6%	1.4%	1.1%	1.0%	0.9%	0.8%	0.5%	0.0%	0.0%
PowerShares S&P Em Mkts Low Volatility ETF	3.5%	3.5%	3.4%	4.9%	4.3%	4.0%	4.9%	4.4%	3.3%	3.0%	0.0%
Fixed income	**25.0%**	**25.3%**	**31.5%**	**41.6%**	**51.3%**	**51.5%**	**50.2%**	**50.5%**	**57.1%**	**61.0%**	**40.0%**
Invesco Short Duration Inflation Protected Fund	2.0%	2.0%	6.8%	10.5%	13.3%	15.5%	15.1%	15.2%	17.1%	18.3%	12.0%
Invesco Floating Rate Fund	4.0%	4.3%	5.3%	6.5%	9.0%	9.2%	8.9%	9.0%	10.2%	10.9%	7.2%
Invesco Core Plus Bond Fund	19.0%	19.0%	19.5%	22.5%	25.5%	21.5%	18.4%	17.7%	17.9%	15.9%	10.4%
Invesco Short Term Bond Fund	0.0%	0.0%	0.0%	2.1%	3.5%	5.4%	7.9%	8.6%	11.9%	15.9%	10.4%
Capital preservation	**0.0%**	**0.0%**	**0.0%**	**0.0%**	**1.2%**	**7.5%**	**12.8%**	**17.5%**	**21.5%**	**25.0%**	**60.0%**
Invesco Stable Value Portfolio	0.0%	0.0%	0.0%	0.0%	0.8%	5.0%	8.5%	11.7%	14.4%	16.7%	40.0%
Government & Agency Portfolio	0.0%	0.0%	0.0%	0.0%	0.4%	2.5%	4.3%	5.8%	7.2%	8.3%	20.0%

*The asset allocation of the Age-Based Portfolios is as of March 31, 2017.

Manager Due Diligence

Manager Due Diligence

Stoplight Grid Summary

College Bound Saver (Direct)

Criteria	CollegeBound Age-Based Portfolios	Growth Portfolio	Moderate Growth Portfolio	Conservative Growth Portfolio
Qualitative Review	●	●	●	●
Long Term Performance (5-Yr)	--	●	●	●
Short Term Performance (3-Yr)	--	●	●	●

Legend	
●	Everything is good to excellent in this area
●	Caution is warranted but action is not required at this time
WL	Watchlist Status
●	Action is required or is being taken

Criteria	U.S. Stock Portfolio	Equally-Weighted S&P 500 Portfolio	U.S. Small-Mid Cap Portfolio	Global Sustainable Equity Portfolio	International Stock Portfolio	Bond Portfolio	Inflation-Protected Bond Portfolio	Stable Value Portfolio
Qualitative Review	●	●	●	●	●	●	●	●
Long Term Performance (5-Yr)	●	●	●	--	●	●	--	--
Short Term Performance (3-Yr)	●	●	●	--	●	●	●	--

College Bound Saver (Advisor)

Criteria	Invesco CollegeBound Age-Based Portfolios	Invesco CollegeBound Today Portfolio	Invesco Growth College Portfolio	Invesco Moderate College Portfolio	Invesco Conservative College Portfolio
Qualitative Review	●	●	●	●	●
Long Term Performance (5-Yr)	--	--	--	--	--
Short Term Performance (3-Yr)	--	--	--	--	--

Criteria	Invesco Diversified Dividend Portfolio	PowerShares FTSE RAFI US 1500 Small-Mid Portfolio	Invesco Small Cap Growth Portfolio	Invesco Global Sustainable Equity Portfolio	PowerShares FTSE RAFI Dev Mkts ex-U.S. Portfolio	Invesco International Growth Portfolio	Invesco Equity and Income Portfolio	Invesco Core Plus Bond Portfolio	Invesco Short Duration Infl Protected Portfolio	Invesco Stable Value Portfolio
Qualitative Review	●	●	●	●	●	●	●	●	●	●
Long Term Performance (5-Yr)	●	●	●	--	●	●	●	●	●	--
Short Term Performance (3-Yr)	●	●	●	--	●	●	●	●	●	--

*Portfolios with a July, 2016 inception are denoted with a "–" for performance given the limited track record.

Fee Review

CollegeBound Saver (Direct)

Rhode Island Residents' Fee Overview

RHODE ISLAND RESIDENT ACCOUNTS:					
Age-Based Portfolios	**Program Management Fee**	**Estimated Underlying Fund Fee**	**Total Annual Asset-Based Fee**	**Rhode Island Straight Average Total Asset-Based Fee**	**Morningstar Straight Average Peers**
CollegeBound Portfolios	0.00%	0.09%-0.12%	0.09%-0.12%	0.11%	0.34%
Target Risk Portfolios					
Conservative Growth Portfolio	0.00%	0.13%	0.13%	0.14%	0.36%
Moderate Growth Portfolio	0.00%	0.14%	0.14%		
Growth Portfolio	0.00%	0.15%	0.15%		
Individual Portfolios					
Stable Value Portfolio	0.00%	0.36%	0.36%	0.48%	0.76%
Invesco Global Sustainable Equity Portfolio	0.00%	0.60%	0.60%		
Bond Portfolio	0.00%	0.05%	0.05%	0.08%	0.36%
Inflation Protected Bond Portfolio	0.00%	0.05%	0.05%		
U.S. Stock Portfolio	0.00%	0.04%	0.04%		
Equally-Weighted S&P 500 Portfolio	0.00%	0.16%	0.16%		
U.S. Small-Mid Cap Portfolio	0.00%	0.07%	0.07%		
International Stock Portfolio	0.00%	0.10%	0.10%		

*Morningstar 529 College-Savings Plan Landscape, May 26, 2016

CollegeBound Saver (Direct)

Non-Rhode Island Residents' Fee Overview

NON-RHODE ISLAND RESIDENT ACCOUNTS:					
Age-Based Portfolios	**Program Management Fee**	**Estimated Underlying Fund Fee**	**Total Annual Asset-Based Fee**	**Non-Rhode Island Straight Average Total Asset-Based Fee**	**Morningstar Straight Average Peers**
CollegeBound Portfolios	0.25%	0.09%-0.12%	0.34%-0.37%	0.36%	0.34%
Target Risk Portfolios					
Conservative Growth Portfolio	0.25%	0.13%	0.38%	0.39%	0.36%
Moderate Growth Portfolio	0.25%	0.14%	0.39%		
Growth Portfolio	0.25%	0.15%	0.40%		
Individual Portfolios					
Stable Value Portfolio	0.25%	0.36%	0.61%	0.73%	0.76%
Invesco Global Sustainable Equity Portfolio	0.25%	0.60%	0.85%		
Bond Portfolio	0.25%	0.05%	0.30%	0.33%	0.36%
Inflation Protected Bond Portfolio	0.25%	0.05%	0.30%		
U.S. Stock Portfolio	0.25%	0.04%	0.29%		
Equally-Weighted S&P 500 Portfolio	0.25%	0.16%	0.41%		
U.S. Small-Mid Cap Portfolio	0.25%	0.07%	0.32%		
International Stock Portfolio	0.25%	0.10%	0.35%		

*Morningstar 529 College-Savings Plan Landscape, May 26, 2016

CollegeBound 529 (Advisor)

Rhode Island Residents’ Fee Overview

CLASS RA UNITS - RHODE ISLAND RESIDENT ACCOUNTS:							
Age-Based Portfolios	**Program Management Fee**	**Estimated Underlying Fund Fee**	**Distribution and Service Fee**	**Administrative Fee**	**Total Annual Asset-Based Fee**	**Rhode Island Straight Average Total Asset-Based Fee**	**Morningstar Straight Average Peers**
Invesco CollegeBound Portfolios	0.00%	0.19%	0.25%	0.00%	0.44%	0.44%	1.25%
Target Risk Portfolios							
Invesco Conservative Growth Portfolio	0.00%	0.44%	0.25%	0.00%	0.69%	0.73%	1.41%
Invesco Moderate Growth Portfolio	0.00%	0.49%	0.25%	0.00%	0.74%		
Invesco Growth Portfolio	0.00%	0.51%	0.25%	0.00%	0.76%		
Individual Portfolios							
Invesco Stable Value Portfolio	0.00%	0.36%	0.25%	0.00%	0.61%	0.78%	1.41%
Invesco Short Duration Inflation Protected Portfolio	0.00%	0.30%	0.25%	0.00%	0.55%		
Invesco Core Plus Bond Portfolio	0.00%	0.52%	0.25%	0.00%	0.77%		
Invesco Small Cap Growth Portfolio	0.00%	0.73%	0.25%	0.00%	0.98%		
Invesco International Growth Portfolio	0.00%	0.89%	0.25%	0.00%	1.14%		
Invesco Diversified Dividend Portfolio	0.00%	0.43%	0.25%	0.00%	0.68%		
Invesco Equity and Income Portfolio	0.00%	0.37%	0.25%	0.00%	0.62%		
Invesco Global Sustainable Equity Portfolio	0.00%	0.60%	0.25%	0.00%	0.85%		
Invesco Equally-Weighted S&P 500 Portfolio	0.00%	0.16%	0.25%	0.00%	0.41%	0.59%	0.91%
PowerShares FTSE RAFI US 1500 Small-Mid Portfolio	0.00%	0.39%	0.25%	0.00%	0.64%		
PowerShares FTSE RAFI Develped Markets ex-U.S. Portfolio	0.00%	0.46%	0.25%	0.00%	0.71%		

*Morningstar 529 College-Savings Plan Landscape, May 26, 2016

CollegeBound 529 (Advisor)

Non-Rhode Island Residents' Fee Overview

CLASS A UNITS - NON-RHODE ISLAND RESIDENT ACCOUNTS:							
Age-Based Portfolios	**Program Management Fee**	**Estimated Underlying Fund Fee**	**Distribution and Service Fee**	**Administrative Fee**	**Total Annual Asset-Based Fee**	**Non-Rhode Island Straight Average Total Asset-Based Fee**	**Morningstar Straight Average Peers**
Invesco CollegeBound Portfolios	0.15%	0.40%-0.53%	0.25%	0.02%	0.82%-0.95%	0.89%	1.25%
Target Risk Portfolios							
Invesco Conservative Growth Portfolio	0.15%	0.45%	0.25%	0.02%	0.87%		
Invesco Moderate Growth Portfolio	0.15%	0.49%	0.25%	0.02%	0.91%	0.90%	1.41%
Invesco Growth Portfolio	0.15%	0.51%	0.25%	0.02%	0.93%		
Individual Portfolios							
Invesco Stable Value Portfolio	0.15%	0.45%	0.25%	0.02%	0.87%		
Invesco Short Duration Inflation Protected Portfolio	0.15%	0.30%	0.25%	0.02%	0.72%		
Invesco Core Plus Bond Portfolio	0.15%	0.52%	0.25%	0.02%	0.94%		
Invesco Diversified Dividend Portfolio	0.15%	0.43%	0.25%	0.02%	0.85%	0.93%	1.41%
Invesco Small Cap Growth Portfolio	0.15%	0.73%	0.25%	0.02%	1.15%		
Invesco International Growth Portfolio	0.15%	0.89%	0.25%	0.02%	1.13%		
Invesco Equity and Income Portfolio	0.15%	0.37%	0.25%	0.02%	0.79%		
Invesco Global Sustainable Equity Portfolio	0.15%	0.60%	0.25%	0.02%	1.02%		
Invesco Equally-Weighted S&P 500 Portfolio	0.15%	0.16%	0.25%	0.02%	0.58%		
PowerShares FTSE RAFI US 1500 Small-Mid Portfolio	0.15%	0.39%	0.25%	0.02%	0.81%	0.76%	0.91%
PowerShares FTSE RAFI Develped Markets ex-U.S. Portfolio	0.15%	0.46%	0.25%	0.02%	0.88%		

*Morningstar 529 College-Savings Plan Landscape, May 26, 2016

CollegeBound 529 (Advisor)

Other Fees & Minimum Contributions

Maximum Initial Sales Charge:

Five Largest 529 Advisor Programs Age-Based Portfolios	Maximum Initial Sales Charge
CollegeAmerica (VA) <$100k	4.25%
NextGen College Investing Program (ME) <$50k	5.25%
CollegeBound 529 (RI) <$500k	**4.00%**
BlackRock CollegeAdvantage 529 (OH) <$25k	5.25%
John Hancock Freedom 529 (AK) <$50k	5.00%

Minimum Initial & Subsequent Contributions:

Five Largest 529 Advisor Programs	Minimum Initial Contribution	Minimum Subsequent Contributions
CollegeAmerica (VA)	$250	$50
NextGen College Investing Program (ME)	$250	$50
CollegeBound 529 (RI)	**None**	**None**
BlackRock CollegeAdvantage 529 (OH)	$25	$25
John Hancock Freedom 529 (AK)	$1000 or $50 AIS	$50

- The Plan charges an annual account fee of $20; however, Account Owners have many opportunities to have this fee waived (e.g., account > $25k, recurring contribution, payroll direct deposit).
- The Plan also implements a C share conversion to A shares at NAV after five years, which mitigates risk of Account Owners paying excessive fees.

Investment Policy Statement Review

Investment Policy Statement

IPS Review

An Investment Policy Statement fulfills the most important function a Fiduciary performs.

To set investment policy and implementation guidelines.

Additional Benefits of an IPS

- Supports the "Paper Trail" and Provides the Best Defense in Litigation
- Negates "Monday Morning Quarterbacking" and Provides Continuity During Personnel Turnover
- Keeps Investment Process Intact During Periods of Market Upheaval
- Reassures Account Owners and Advisors of Investment Stewardship

Sections of a Well-Written IPS

1. Purpose
2. Program Summary
3. Statement of Objectives
4. Responsibilities
5. Guidelines and Investment Policy
6. Securities Guidelines
7. Selection of Investment Managers
8. Control Procedures
9. IPS Review and Evaluation
10. Monitoring of Investment Managers

Appendix

CollegeBound 529 Target Risk Portfolios

Construction

	Growth College Portfolio	Moderate College Portfolio	Conservative College Portfolio
Equities	**85.0%**	**60.0%**	**34.0%**
Invesco Equally-Weighted S&P 500 Fund	15.0%	11.5%	10.0%
Invesco Diversified Dividend Fund	30.0%	19.0%	8.0%
PowerShares FTSE RAFI US 1500 Sm-Mid ETF	10.0%	8.0%	4.0%
PowerShares FTSE RAFI Dev Mkts ex-US ETF	4.0%	5.0%	4.0%
Invesco Global Growth	19.0%	12.0%	5.0%
Invesco Global Real Estate Income	3.0%	1.9%	3.0%
PowerShares FTSE RAFI Emerging Mkts ETF	2.0%	1.3%	0.0%
PowerShares S&P Em Mkts Low Volatility ETF	2.0%	1.3%	0.0%
Fixed Income	**15.0%**	**40.0%**	**51.0%**
Invesco Short Duration Inflation Protected Fund	4.0%	10.0%	15.0%
Invesco Floating Rate Fund	3.0%	6.0%	9.0%
Invesco Core Plus Bond Fund	8.0%	22.0%	19.0%
Invesco Short Term Bond Fund	0.0%	2.0%	8.0%
Capital Preservation	**0.0%**	**0.0%**	**15.0%**
Invesco Stable Value Portfolio	0.0%	0.0%	10.0%
Government & Agency Portfolio	0.0%	0.0%	5.0%

CollegeBound Saver Target Risk Portfolios

Construction

	Growth Vanguard LifeStrategy Growth Fund	**Moderate** Vanguard LifeStrategy Moderate Growth Fund	**Conservative** Vanguard LifeStrategy Conservative Growth Fund
Equities	**80.0%**	**60.0%**	**40.0%**
Vanguard Total Stock Market Index	48%	36%	24%
Vanguard International Stock Index	32%	24%	16%
Fixed Income	**20.0%**	**40.0%**	**60.0%**
Vanguard Total Bond Market II Index	14%	28%	42%
Vanguard Total International Bond Index	6%	12%	18%