

Texas ABLE® Program Allocation Worksheet as of May 1, 2018

Managed Allocation Options			ALLOCATION OPTION		
			Moderately Conservative	Moderate	Aggressive
ASSET CLASS	UNDERLYING INVESTMENTS	TICKER	Target Investment Allocation		
All Cap U.S. Equity	Vanguard Total Stock Market Index	VSMPX	15%	35%	45%
All Cap Non-U.S. Equity	Vanguard Total International Stock Market Index	VTPSX	10	25	35
Core Fixed Income	PIMCO Total Return Fund	PTTRX	60	30	15
Bank Loans	Eaton Vance Floating Rate Fund	EIBLX	15	10	5
Total Equity			25%	60%	80%
Total Fixed Income			60	30	15
Total Bank Loans			15	10	5
Estimated Underlying Investment Fee ³			0.40%	0.24%	0.14%
Program Management Fee ¹			0.15%	0.15%	0.15%
State Administrative Fee ²			0.10%	0.10%	0.10%
Estimated Total Annual Asset-Based Fees ⁴			0.65%	0.49%	0.39%
Bank Savings Account Option					Bank Savings Account Option
Omnibus Savings Account insured by the FDIC					100%
Program Management Fee ¹					0.15%
State Administrative Fee ²					0.10%
Estimated Total Annual Asset-Based Fees ⁵					0.25%

¹ The Program Management Fee may change at any time. The Program Manager pays the Investment Manager, the NAV calculation agent, and the Custodian.

² The State Administrative Fee is used to defray costs incurred by the Board and the Comptroller's office to provide oversight and administration of the Program.

³ The percentages set forth in this column are based on the expense ratios of the underlying investments in which an Investment Option invests. The amounts are calculated using the most recent expense ratio reported prior to the date of this Allocation Worksheet weighted according to the Investment Option's allocation among the underlying investments in which it invests. Although these expenses are not deducted from an Investment Option's assets, each Investment Option indirectly bears its pro rata share of the expenses of the underlying investments in which it invests because these expenses reduce the investment's return.

⁴ The Total Estimated Annual Asset-Based Fees ("Total Fees") equal the sum of the estimated underlying investment expenses, the Program Management Fee, and the State Administrative Fee. The portion of the Total Fees attributable to the Program Management Fee and the State Administrative Fee is assessed on a daily basis over the course of the year against assets in each Investment Option. The portion of Total Fees attributable to estimated underlying investment expenses is indirectly borne by each Investment Option as discussed in footnote (3). You should refer to the Example Investment Cost Chart in the Program Disclosure Statement for the total assumed investment cost over 1-, 3-, 5-, and 10-year periods. These figures represent the estimated weighted annual expense ratios of the underlying investments in which the Investment Options invest plus the fee paid to the Program Manager and the state.

⁵ The Plan Manager and the Board have agreed to voluntarily waive the Program Management Fee and the State Administrative Fee, respectively (but, in each case, not below zero) to the extent necessary to assist the Bank Savings Account Option in attempting to maintain at least a 0.00% return before monthly fees and transaction fees. There is no guarantee that the Bank Savings Account Option will maintain this return. This undertaking may be amended or withdrawn at any time.

The Texas ABLE® Program is established and maintained by the Texas Prepaid Higher Education Tuition Board. NorthStar Financial Services Group, LLC ("NorthStar") is the program manager and the Program is distributed by NorthStar affiliate Northern Lights Distributors, LLC and administered by NorthStar affiliate Gemini Fund Services, LLC.

No part of an account, the principal invested, nor any investment return is insured or guaranteed by the state of Texas, the Texas Prepaid Higher Education Tuition Board, any other state or federal governmental agency or NorthStar or its subsidiaries or affiliates. An account might not make money and could lose money (including the principal invested) if money is invested in the Program.

Interests in the Program have not been registered with the U.S. Securities and Exchange Commission or with any state. Investments in the Program are not deposits or other obligations of any depository institution. And, other than the Bank Savings Account Option, accounts are not insured or guaranteed by the FDIC.

As stated in the current Program Description, total asset-based fees for the investment options range from .25% -.65%. Additional fees apply. Fees are subject to change.

Accounts in the Program have not been registered with the U.S. Securities and Exchange Commission or with any state securities commission pursuant to exemptions from registration available for securities issued by a public agency or instrumentality of a state.

Before investing in the Program, investors should carefully consider the federal and state tax consequences, possible negative effects on eligibility for federal or state benefits, and possible Medicaid recapture, investment objectives, risks, administrative fees, service and other charges and expenses associated with the Program. The Program Disclosure Statement and Participation Agreement contains this and other information about the Program, and may be obtained by visiting www.TexasABLE.org or calling 1-844-4TX-ABLE (1-844-489-2253). Investors should read the Program Disclosure Statement and Participation Agreement carefully before investing.

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Comments or complaints may be forwarded to the Prepaid Higher Education Tuition Program, Office of the Comptroller of Public Accounts, P.O. Box 13407, Austin, Texas 78711-3407 or by calling 1.512.936.2064.

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