

Putnam 529 for AmericaSM

Financial Statements For the year ended June 30, 2017

A 529 college savings plan

Sponsored by the State of Nevada, acting by the Board of Trustees of the College Savings Plans of Nevada and held in the Nevada College Savings Trust Fund
Managed by Putnam Investment Management, LLC

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Management's Discussion and Analysis (unaudited)

The State of Nevada, acting by the Board of Trustees of the College Savings Plans of Nevada (the "Board"), acting by and through its Administrator, the State Treasurer, offers and administers Putnam 529 for AmericaSM (the "Plan"), the assets of which are held in the Nevada College Savings Trust Fund (the "Trust"). As the program manager of the Plan, Putnam, (as hereinafter defined) offers readers of the Financial Statements of the Plan this discussion and analysis of the Plan's financial performance for the year ended June 30, 2017.

Overview of the Financial Statements

The Plan's financial statements are prepared in accordance with Governmental Accounting Standards Board ("GASB") Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*, as amended.

This report consists of three parts: Management's Discussion and Analysis (this section), the basic Financial Statements and Supplemental Information. The basic Financial Statements consist of a Statement of Fiduciary Net Position, a Statement of Changes in Fiduciary Net Position, and Notes to Financial Statements that explain certain information in the Financial Statements and provide more detailed information.

The Statement of Fiduciary Net Position presents information on the Plan's assets and liabilities, with the difference between the two reported as the net position. This statement, along with the Statement of Changes in Fiduciary Net Position discussed below, is prepared using the flow of economic resources measurement focus and the accrual basis of accounting. Contributions and redemptions are recognized on trade date; expenses and liabilities are recognized when services are provided, regardless of when cash is disbursed. Gains or losses are determined on the identified cost basis and interest income is recorded on the accrual basis.

The Statement of Changes in Fiduciary Net Position presents information showing how the Plan assets changed during the most recent fiscal period. All changes in the net position are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows in future fiscal years.

Notes to the Financial Statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

This report presents the operating results and financial status of the Plan, which the State of Nevada reports as a fiduciary fund (private purpose trust fund) and includes in the State's Comprehensive Annual Financial Report ("CAFR"). Fiduciary fund reporting is used to account for resources held for the benefit of parties outside the governmental entity.

Financial Analysis

Net position: The following is a condensed Statement of Fiduciary Net Position for the Plan as of June 30, 2017 and June 30, 2016.

	2017	2016
Underlying investments, at fair value	\$428,962,420	\$397,792,426*
Receivables	150,192	723,005
Total assets	429,112,612	398,515,431
Payables	153,914	723,126
Other liabilities	293,534	274,674
Total liabilities	447,448	997,800
Net position	\$428,665,164	\$397,517,631

* 2016 Underlying investments, at fair value of \$397,792,426, includes Plan Options which merged or closed during the reporting period totaling \$34,376,449: Age-Based 1995 Option of \$2,096,774, Putnam Voyager Fund Investment Option of \$12,641,225, Putnam International Capital Opportunities Fund Investment Option of \$5,049,037, Putnam High Yield Trust Investment Option of \$4,757,565 and Putnam Money Market Fund Investment Option of \$9,831,848. (Note 7)

The Plan's investments are comprised of 18 Investment Options ("Investment Options"), which consist of an Age-Based Asset Allocation Investment Option, three Goal-Based Asset Allocation Investment Options, four Absolute Return Funds Investment Options and ten Individual Fund Investment Options. The Investment Options are managed either by Putnam or an affiliate of Putnam, or by entities other than Putnam, including Massachusetts Financial Services Company ("MFS"), Principal Management Company ("Principal"), State Street Global Advisors ("SSgA") and Federated Investment Management Company ("Federated"). These Financial Statements report on these Investment Options, each of which invests in one or more of the following: Asset Allocation Portfolios sponsored by, or affiliated with Putnam entities that are affiliated with Putnam ("GAA Portfolios"), mutual funds sponsored by Putnam ("Putnam Mutual Funds"), managed by Putnam Management, and mutual funds sponsored or sub-advised by one of Federated, MFS, SSgA or Principal ("Other Mutual Funds"), collectively referred to as the "Underlying Investments". The Putnam Mutual Funds and the Other Mutual Funds are collectively referred to as the "Mutual Funds".

The Plan's net position represents total contributions from participants since the Plan's inception, plus net increases (decreases) from operations, less redemptions and expenses. Total assets represent Underlying Investments, which comprise of total assets, receivables from participant contributions, accrued income from investment operations and securities sold. Total liabilities represent payables for participant redemptions, securities purchased and other liabilities consisting of accrued Plan expenses.

Changes in net position: The following is a comparative condensed Statement of Changes in Fiduciary Net Position for the Plan for the year ended June 30, 2017 and year ended June 30, 2016.

ADDITIONS	2017	2016
Results from Investment Operations:		
Income from underlying fund shares	\$2,804,763	\$5,919,484
Net appreciation (depreciation) in fair value of investments *	40,788,075	(12,830,184)
Total additions & net investment income	\$43,592,838	\$(6,910,700)
DEDUCTIONS		
Distributions	(135)	--
Administration Fees, net waivers	(1,597,016)	(1,524,243)
Board Fees	(411,090)	(355,126)
Audit and other Fees	(119,922)	(116,399)
Total deductions	(2,128,163)	(1,995,768)
Participant Transactions		
Contributions	34,940,285	44,406,292
Exchanges in	61,074,933	22,407,585
Redemptions	(45,044,255)	(34,423,010)
Exchanges out	(61,288,105)	(23,179,367)
Net increase (decrease) from participant transactions	(10,317,142)	9,211,500
Total increase in net position	31,147,533	305,032
Net position		
Beginning of year	397,517,631	397,212,599
End of year	\$428,665,164	\$397,517,631

* Includes both net realized and unrealized gains and losses from investments in Underlying Investments.

Plan Performance:

Performance was positive for the Putnam 529 Age-Based Portfolios. The longer-dated options, which have greater allocations to stocks, had greater returns than the shorter-dated options, which have proportionately higher exposure to bonds and other fixed income investments. All options benefited from strong stock performance in the underlying funds, including absolute return strategies that also helped dampen volatility.

Early in the period, leading up to the U.S. presidential election, stock markets settled into a mostly static range before selling off moderately over election uncertainty. Bond prices also declined prior to the election as economic data continued to improve and investors anticipated a Federal Reserve interest-rate increase by the end of the year. The victory by Donald Trump in November dramatically affected markets. Stocks rallied, especially in the United States, as investors anticipated that the Republican-led Congress and new administration would drive tax and regulatory reforms supportive of growth and earnings for businesses. At the same time bond markets sold off significantly with added assumptions that Trump administration policies would bring inflationary pressures and potentially accelerate future interest-rate increases. In response, the U.S. dollar also strengthened through the end of 2016.

From January 1, 2017, stock markets continued to perform well, particularly overseas, as concerns abated over issues such as emerging market growth, election outcomes in Europe and the U.S trade policy. U.S. companies reported strong earnings, although gross domestic product growth slowed in the first quarter and yields on longer-term bonds decreased as short-term rates continued to rise, causing flattening of the yield curve. In spite of a lack of legislative progress on healthcare and other administrative priorities, investors continued to prefer riskier assets through the end of the reporting period.

The chart below shows each Investment Option's Class A share total returns for the year ended June 30, 2017.

AGE-BASED ASSET ALLOCATION INVESTMENT OPTION:		GOAL BASED ASSET ALLOCATION/ABSOLUTE RETURN/INDIVIDUAL INVESTMENT OPTIONS:	
Portfolio		Portfolio	
Graduate	0.98%	Aggressive Growth	18.96%
1996	1.10	Growth	17.04
1997	1.67	Balanced	12.93
1998	2.51	Putnam Absolute Return 100 Fund	3.88
1999	3.38	Putnam Absolute Return 300 Fund	7.98
2000	4.34	Putnam Absolute Return 500 Fund	3.99
2001	5.41	Putnam Absolute Return 700 Fund	6.15
2002	6.64	Putnam Equity Income Fund	16.38
2003	7.97	Putnam Growth Opportunities Fund	24.20 †
2004	9.34	MFS Institutional International Equity Fund	22.06
2005	10.73	Principal MidCap Fund	18.84
2006	11.97	Putnam Small Cap Value Fund	26.55
2007	12.71	Putnam High Yield Fund	1.30 ‡
2008	13.38	Putnam Income Fund	3.91
2009	14.12	Federated U.S. Government Securities Fund	-1.73
2010	14.74	SSgA S&P 500 Index Fund	17.23
2011	15.37	Putnam Government Money Market Fund	0.00 §#
2012	15.85		
2013	16.27		
2014	16.61		
2015	16.87		
2016	16.94		
2017	8.40*		

* As of January 3, 2017 (inception date); performance is not annualized.

† As of July 5, 2016 (inception date); performance is not annualized.

‡ As of April 21, 2017 (inception date); performance is not annualized.

§ As of August 18, 2016 (inception date); performance is not annualized.

Amount represents less than 0.01%.



Report of Independent Auditors

To the Trustee of the College Savings Plans of Nevada and
The Nevada College Savings Trust Fund and
Unit holders of the Putnam 529 for AmericaSM College Savings Plan

We have audited the accompanying financial statements of the Putnam 529 for AmericaSM College Savings Plan (the "Plan"), which consist of the statement of fiduciary net position as of June 30, 2017 and the related statement of changes in fiduciary net position for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the Plan's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Plan's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Plan at June 30, 2017, and the changes in its financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1, the financial statements present only the Plan and do not purport to, and do not, present fairly the financial position of the entire Nevada College Savings Trust Fund or the State of Nevada at June 30, 2017, and the changes in its financial position, or, where applicable, its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

The accompanying management's discussion and analysis on pages 1 through 3 are required by accounting principles generally accepted in the United States of America to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the basic financial statements. The supplementary schedules detailing the fiduciary net position and changes in fiduciary net position of each constituent Investment Option, as well as units outstanding and net position value as of June 30, 2017 are presented for purposes of additional analysis and are not a required part of the basic financial statements. The information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves and other additional procedures, in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary schedules detailing the fiduciary net position and changes in fiduciary net position of each constituent Investment Option, as well as units outstanding and net position value is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated September 27, 2017 on our consideration of the Plan's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Plan's internal control over financial reporting and compliance.

PricewaterhouseCoopers LLP

Boston, MA
September 27, 2017

Putnam 529 for America — Nevada College Savings Plan

Statement of Fiduciary Net Position

June 30, 2017

	Putnam 529 for America
Assets	
Underlying investments, at fair value	\$428,962,420
Receivable for Participant contributions	59,620
Receivable for securities sold	52,124
Dividends and interest receivable	38,448
Total assets	429,112,612
Liabilities	
Payable for Participant redemptions	52,124
Payable for securities purchased	101,790
Accrued administrative and board fees	174,532
Audit and other accrued fees	119,002
Total liabilities	447,448
Net position	\$428,665,164

The accompanying notes are an integral part of these financial statements.

Putnam 529 for America — Nevada College Savings Plan

Statement of Changes in Fiduciary Net Position

Year ended June 30, 2017 *

	Putnam 529 for America
ADDITIONS	
Results from Investment Operations:	
Income from underlying fund shares	\$2,804,763
Net appreciation in fair value of investments**	40,788,075
Total additions & net investment income	43,592,838
DEDUCTIONS	
Distributions (Note 2)	
Class A	(128)
Class B	(7)
Expenses (Note 3)	
Administration Fees	
Class A	(776,622)
Class B	(235,867)
Class C	(574,248)
Class D	(46,229)
Board Fees	
Class A	(310,620)
Class B	(23,955)
Class C	(58,025)
Class D	(18,490)
Audit and other fees	(119,922)
Expenses waived by Putnam (Note 3)	35,950
Total deductions	(2,128,163)
Participant Transactions	
Contributions	34,940,285
Exchanges in	61,074,933
Redemptions	(45,044,255)
Exchanges out	(61,288,105)
Net decrease from participant transactions	(10,317,142)
Total increase in net position	31,147,533
Net position	
Beginning of year	397,517,631
End of year	\$428,665,164

* See Note 7 for the consolidated operating activity of the discontinued investments options through April 2017.

** Includes both net realized and unrealized gains and losses from investments in Underlying Investments.

The accompanying notes are an integral part of these financial statements.

Notes to Financial Statements 6/30/17

Note 1 - Organization and Operations

The Nevada College Savings Trust Fund (the “Trust”) was created under Chapter 353B of the Nevada Revised Statutes, as amended (the “Act”). The State of Nevada, acting by the Board of Trustees of the College Savings Plans of Nevada (the “Board”), and acting by and through its Administrator, the State Treasurer, offers and administers Putnam 529 for AmericaSM (the “Plan”). The Plan is established as an investing vehicle for higher education expenses and is designed to comply with the requirements for treatment as a college savings plan under Section 529 (“Section 529”) of the Internal Revenue Code of 1986, as amended (the “Code”), and any regulations and other guidance issued thereunder. The Act authorized the creation of the Trust to hold all of the assets of the Plan. The program manager of the Plan, Putnam, (as hereinafter defined) and its affiliates have been selected to develop the Plan’s investment options, market the Plan, assist in the distribution of the Plan and perform other management and administrative functions. The Board also administers qualified direct sold plans and a prepaid tuition plan, which are not part of the Plan and are not part of these financial statements.

The Plan is a college savings plan that enables individuals to save and invest on a tax-favored basis in order to fund future higher education expenses of a child or other beneficiary. The Board has selected Putnam Management Limited Partnership, Putnam Investor Services, Putnam Investment Management, LLC, and Putnam Fiduciary Trust Company (together, “Putnam”) to provide marketing, investment management, and certain custodial, record keeping and administrative services under terms of an agreement dated as of October 1, 2010, as amended. Unless otherwise noted, the “reporting period” represents the period from July 1, 2016 through June 30, 2017.

As of June 30, 2017, the Plan has the following 18 Investment Options, each its own Plan Portfolio, as follows:

Age-Based Asset Allocation Investment Option

- Age-Based Option (23 separate portfolios based on beneficiary’s date of birth)

Goal-Based Asset Allocation Investment Options

- Aggressive Growth Investment Option
- Growth Investment Option
- Balanced Investment Option

Absolute Return Funds Investment Options

- Putnam Absolute Return 100 Fund Investment Option
- Putnam Absolute Return 300 Fund Investment Option
- Putnam Absolute Return 500 Fund Investment Option
- Putnam Absolute Return 700 Fund Investment Option

Individual Fund Investment Options

Equity Options

- Putnam Equity Income Fund Investment Option
- Putnam Growth Opportunities Fund Investment Option*
- MFS Institutional International Equity Fund Investment Option**
- Principal MidCap Fund Investment Option
- Putnam Small Cap Value Fund Investment Option
- SSgA S&P 500 Index Fund Investment Option

Fixed Income Options

- Putnam High Yield Fund Investment Option***
- Putnam Income Fund Investment Option
- Federated U.S. Government Securities Fund 2-5 years Investment Option

Money Market Option

- Putnam Government Money Market Fund Investment Option****

*On July 11, 2016, the Putnam Voyager Fund Investment Option transferred to a new option, the Putnam Growth Opportunities Fund Investment Option, which launched on July 5, 2016.

**On August 12, 2016, the Putnam International Capital Opportunities Fund Investment Option merged into the MFS Institutional International Equity Fund Investment Option.

***On April 28, 2017, the Putnam High Yield Trust Investment Option transferred to a new option, the Putnam High Yield Fund Investment Option, which launched on April 21, 2017.

****On September 1, 2016, the Putnam Money Market Fund Investment Option transferred to a new option, the Putnam Government Money Market Fund Investment Option, which launched on August 18, 2016.

Hereafter, the four Asset Allocation Investment Options, the four Absolute Return Funds Investment Options and the ten Individual Fund Investment Options are collectively referred to as the “Investment Options”. The Asset Allocation Investment Options invest across four broad asset categories: short-term investments, fixed-income investments, U.S. equity investments and non-U.S. equity investments. The Underlying Investments for the Asset Allocation Investment Options consist of one or more GAA Portfolios that concentrate on different asset classes or reflect different investment styles.

The financial statements of the Mutual Funds contain additional information about the expenses and investments of the Mutual Funds. Financial statements of the GAA Portfolios are not available.

There are two main groups of costs associated with an investment in the Plan: sales charges and ongoing fees and expenses. These costs differ based on the Investment Option and Fee Structure selected. The Plan offers fee structures A, B, C and D. Fee Structure A Investment Options are sold with a maximum initial sales charge of up to 5.75%, and are also subject to a contingent deferred sales charge of up to 1.00% on certain redemptions. Fee Structure B Investment Options are sold at net position value and do not pay an initial sales charge but are generally subject to a declining deferred sales charge up to 5.00% for assets withdrawn in the first six years on rollover distributions and distributions not used for qualified higher education expenses (other than Putnam Absolute Return 100 Fund Investment Option and Putnam Absolute Return 300 Fund Investment Options for which there is a declining deferred sales charge of up to 1.0% for assets withdrawn in the first two years). Fee Structure C Investment Options are sold at net position value and do not pay an initial sales charge but are generally subject to a deferred sales charge of 1.00% in the first year on rollover distributions and distributions not used to pay for qualified higher education expenses. The Putnam Government Money Market Fund Investment Option has no initial sales charge or deferred sales charge.

Special provisions apply to Fee Structure D Investment Options, which are only available to certain account owners who previously owned a share class in another qualified tuition program administered by Putnam that had a maximum front-end sales charge of 3.50% and invested in certain Investment Options. Those accounts are generally subject to lower sales charges so long as the amounts remain in the Investment Option that succeeded the option in which they were invested prior to October 1, 2010.

Note 2 - Significant Accounting Policies

Basis of Presentation The Plan is a private-purpose trust fund, which is a type of fiduciary fund. Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore cannot be used to support a government’s own programs. As a fiduciary fund, the Plan’s financial statements are prepared using the flow of economic resources measurement focus and the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America. Under this method of accounting, revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flow.

Use of Estimates The following is a summary of significant accounting policies consistently followed by the Plan in the preparation of its financial statements. The preparation of financial statements is in conformity with accounting principles generally accepted in the United States of America and requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities in the financial statements and the reported amounts of changes in fiduciary net position. Actual results could differ from those estimates. Subsequent events after the Statement of Fiduciary Net Position date through the date that the financial statements were issued, September 27, 2017, have been evaluated in the preparation of the financial statements.

Security Valuation Investments in the underlying Mutual Funds are valued at the net asset value per share for each of the Mutual Funds as of the close of trading on each day the New York Stock Exchange is open for business. The net asset value of such mutual funds equals the total value of their assets less their liabilities and divided by the number of their outstanding shares.

Investments held in the GAA Portfolios for which market quotations are readily available are valued at the last reported sales price on their principal exchange, or official closing price for certain markets. If no sales are reported, as in the case of some securities traded over-the-counter (OTC), a security is valued at its last reported bid price. The valuation of the Putnam Government Money Market Fund and the Putnam 529 GAA Money Market Portfolio securities are determined by means of the amortized cost method (which approximates fair value). The amortized cost of an instrument is determined by valuing it at its original cost and thereafter amortizing any discount or premium from its face value at a constant rate until maturity.

Market quotations are not considered to be readily available for certain debt obligations (including short-term investments with remaining maturities of 60 days or less) and other investments; such investments are valued on the basis of valuations furnished by an independent pricing service approved by Putnam or dealers selected by Putnam. Such services or dealers determine valuations for normal institutional-size trading units of such securities using methods based on market transactions for comparable securities and various relationships, generally recognized by institutional traders, between securities (which consider such factors as security prices, yields, maturities and ratings). Securities quoted in foreign currencies, if any, are translated into U.S. dollars at the current exchange rate. To the extent a pricing service or dealer is unable to value a security or provides a valuation that Putnam does not believe accurately reflects the security's fair value, the security will be valued at fair value by Putnam in accordance with policies and procedures approved by Putnam. Certain investments, including certain restricted and illiquid securities and derivatives, are also valued at fair value following procedures approved by Putnam. These valuations consider such factors as significant market or specific security events such as interest rate or credit quality changes, various relationships with other securities, discount rates, U.S. Treasury, U.S. swap and credit yields, index levels, convexity exposures, recovery rates sales and other multiples and resale restrictions.

Such valuations and procedures are reviewed periodically by Putnam. Certain securities may be valued on the basis of a price provided by a single source. The fair value of securities is generally determined as the amount that a fund could reasonably expect to realize from an orderly disposition of such securities over a reasonable period of time. By its nature, a fair value price is a good faith estimate of the value of a security in a current sale and does not reflect an actual market price, which may be different by a material amount.

The Plan's investments in the GAA Portfolios are valued at their respective net asset value per unit on the valuation date which approximates fair value.

GASB Statement No.72 Fair Value Measurement and Application, which prescribes how state and local governments should define and measure fair value, establishes a three-level hierarchy for disclosure of fair value measurements. The valuation hierarchy is based upon the transparency of inputs to the valuation of the Investment Option's investments. The three levels are defined as follows:

Level 1: Valuations based on quoted prices for identical securities in active markets.

Level 2 : Valuations based on quoted prices in markets that are not active or for which all significant inputs are observable, either directly or indirectly.

Level 3 : Valuations based on inputs that are unobservable and significant to the fair value measurement.

The following is a summary of the inputs used to value the Plan's net position as of the close of the reporting period: Each Age-Based, Goal-Based, Absolute Return Fund and Individual Fund Investment Option invests directly into either Underlying GAA Portfolios or other Mutual Funds.

	Valuation inputs			Total
	Level 1	Level 2	Level 3	
Investments in Underlying GAA Portfolios:				
AGE-BASED/GOAL-BASED INVESTMENT OPTIONS:				
Age-Based 2017	\$--	\$131,710	\$--	\$131,710
Age-Based 2016	--	872,591	--	872,591
Age-Based 2015	--	2,281,272	--	2,281,272
Age-Based 2014	--	3,344,020	--	3,344,020
Age-Based 2013	--	4,218,205	--	4,218,205
Age-Based 2012	--	5,451,785	--	5,451,785
Age-Based 2011	--	8,055,159	--	8,055,159
Age-Based 2010	--	6,409,228	--	6,409,228
Age-Based 2009	--	8,363,579	--	8,363,579
Age-Based 2008	--	8,233,761	--	8,233,761
Age-Based 2007	--	8,687,565	--	8,687,565
Age-Based 2006	--	9,117,765	--	9,117,765
Age-Based 2005	--	11,544,746	--	11,544,746
Age-Based 2004	--	14,797,623	--	14,797,623
Age-Based 2003	--	20,256,298	--	20,256,298
Age-Based 2002	--	18,612,281	--	18,612,281
Age-Based 2001	--	20,268,434	--	20,268,434
Age-Based 2000	--	16,868,496	--	16,868,496
Age-Based 1999	--	16,177,472	--	16,177,472
Age-Based 1998	--	13,452,675	--	13,452,675
Age-Based 1997	--	7,222,973	--	7,222,973
Age-Based 1996	--	2,847,521	--	2,847,521
Age-Based Graduate	--	11,479,755	--	11,479,755
Aggressive Growth	--	22,534,595	--	22,534,595
Growth	--	29,771,737	--	29,771,737
Balanced	--	28,000,000	--	28,000,000
Investments in Mutual Funds:				
INDIVIDUAL/ABSOLUTE RETURN INVESTMENT OPTIONS:				
Putnam Absolute Return 100 Fund	\$ 1,174,743	\$--	\$--	\$ 1,174,743
Putnam Absolute Return 300 Fund	4,926,180	--	--	4,926,180
Putnam Absolute Return 500 Fund	10,888,831	--	--	10,888,831
Putnam Absolute Return 700 Fund	12,387,612	--	--	12,387,612
Putnam Equity Income Fund	18,317,531	--	--	18,317,531
Putnam Growth Opportunities Fund	13,817,494	--	--	13,817,494
MFS Institutional International Equity Fund	11,225,878	--	--	11,225,878
Principal MidCap Fund	18,032,718	--	--	18,032,718

	Valuation inputs			
	Level 1	Level 2	Level 3	Total
Putnam Small Cap Value Fund	\$5,563,005	\$--	\$--	\$5,563,005
Putnam High Yield Fund	5,056,921	--	--	5,056,921
Putnam Income Fund	6,346,289	--	--	6,346,289
Federated U.S. Government Securities Fund 2-5 years	1,972,679	--	--	1,972,679
SSgA S&P 500 Index Fund	9,839,503	--	--	9,839,503
Putnam Government Money Market Fund	10,411,790	--	--	10,411,790

Security Transactions and Related Investment Income Security transactions, normally shares of the Mutual Funds and GAA Portfolios, are recorded on the trade date (the date the order to buy or sell is executed). Gains or losses on shares of the Mutual Funds and GAA Portfolios sold are determined on the identified cost basis.

Income and capital gain distributions from the Mutual Funds, if any, are recorded as income on the ex-dividend date. All income earned by the Investment Options is retained by the Investment Option and included in the calculation of net position value.

Expenses of the Plan Putnam has entered into an Investment Management, Marketing and Administrative Services Agreement with the Board to provide certain investment management, marketing and administrative services to the Plan. Putnam has entered into an arrangement with State Street Bank and Trust Company to provide administrative functions for the Investment Options' assets. Refer to Note 3 for additional information.

Distributions Income dividends for the Putnam Government Money Market Fund Investment Option are recorded daily and paid monthly. The remaining Investment Options do not intend to pay dividends.

Federal Income Taxes The Trust intends to qualify each year as a qualified tuition program under the Code, which provides exemption from federal income tax. Amounts withdrawn for reasons other than payment of qualified higher education expenses generally will be subject to a 10% federal tax penalty on earnings in addition to the income tax that is due. These taxes are payable directly by account owners and therefore are not deducted from the assets of the Investment Options.

Note 3—Plan Fees

Administration Fees Putnam receives an administration fee from the Plan in connection with the administrative services that it provides to the Plan. The administration fee for each fee structure is accrued daily, based on net position and paid monthly. This fee is based on the following annual rates:

	Investment Options**	Absolute Return 100/300 Investment Options	Putnam Government Money Market Investment Option
Fee Structure A	0.25%	0.25%	0.25%
Fee Structure B	1.00%*	0.45%*	0.25%
Fee Structure C	1.00%	1.00%	0.50%
Fee Structure D	0.25%	0.25%	0.25%

* Fee Structure B generally will convert to Fee Structure A and the fee rate will decrease to 0.25% after eight years. Please refer to Note 1 regarding Fee Structure D.

** Includes all options unless otherwise disclosed above.

Putnam has voluntarily waived certain expenses in order to enhance the yield of the Putnam Government Money Market Fund. Discretionary waivers of any portion of fees incurred may be terminated by Putnam at any time.

For the reporting period the following amounts were waived by Putnam:

Putnam Government Money Market Fund Investment Option

Fee Structure A	\$27,978
Fee Structure B	\$1,129
Fee Structure C	\$6,843

Board Fees The Board may impose an additional fee at an annualized rate up to 0.10% of the net assets in an investor's account subject to certain minimum amounts per annum. Putnam is responsible for the payment of any Board Fee with respect to each account whose account owner(s) or beneficiary is a resident of the State of Nevada. Putnam will reimburse Board Fees assessed against such accounts. For the year ended June 30, 2017, \$8,749 was reimbursed by Putnam.

Miscellaneous Fees Expenses of up to 0.04% per year of the Investment Option's net assets may also be charged to the Plan for producing and distributing performance reports, the preparation of audited financial statements and funding of the Nevada Putnam Scholarship Program. To the extent the aggregate cost of the items covered by the Miscellaneous Fee exceeds 0.04% per year, Putnam pays the excess cost without reimbursement from the Plan.

Annual Maintenance Fees Putnam receives an annual maintenance fee from the Plan in connection with the annual maintenance services that it provides to the Plan. There is currently an annual account fee of \$15 for some accounts. For the reporting period, the Plan collected \$89,910 in fees. This fee may be waived under certain circumstances. Refer to the offering statement for further details. These annual fees are paid through redemptions of Investment Option units.

Underlying Investment Expenses In addition to the Plan expenses described above, each of the GAA Portfolios and Mutual Funds in which assets are invested under each Investment Option has annual operating expenses, including investment management fees and other expenses, which will be deducted by the GAA Portfolios and Mutual Funds. For the reporting period, the expense ratios of the underlying Mutual Funds were between 0.15% and 0.93%. Money invested by the Investment Options in shares of Mutual Funds will be invested in shares that are not subject to any sales load or distribution fees.

Sales Charges For the reporting period, Putnam Retail Management, acting as underwriter, received net commissions of \$110,079 and \$1,206 from the sale of Fee Structure A and D, respectively, and received \$11,420 and \$2,326 in contingent deferred sales charges from redemptions from Fee Structure B and C, respectively.

Note 4—Plan Units

All beneficial interests in the Investment Options are expressed as a number of Plan units. Plan unit values under each Investment Option are based on the net asset value per share of each of the Mutual Funds or GAA Portfolios, in which the assets are invested. Unit values are determined daily. Participants' contributions may be made by selecting one of the Investment Options. Contributions are evidenced through the issuance of units in the particular Investment Option. Contributions, withdrawals, and exchanges are subject to terms and limitations defined in the participation agreement between the participant and the Plan. Contributions and exchanges into the Investment Options are invested in units of the assigned Investment Option on the same day as the credit of the contribution to the participant's account.

Note 5 - Investments

Deposit and Investment Policies The Board has adopted an investment policy statement that sets forth investment objectives, permitted investments, asset allocation strategies and performance monitoring applicable to all investment options offered under the Plan. The overarching objective is to provide account owners with a range of investment options, allowing for diverse levels of risk tolerance, return expectations and time horizons. Permissible broad asset classes include short-term marketable debt securities, fixed income securities, U.S. equity securities, international equity securities, bank certificates of deposit and stable value investments. The policy limits the underlying investment vehicles to mutual funds, exchange-traded funds, stable value investments, direct holdings of bank certificates of deposit, FDIC-insured savings accounts or separately managed accounts with investment holdings similar to those permitted under the policy. The Board

has retained the services of an investment consultant to monitor the performance of investments against standard benchmarks. The combined underlying GAA Portfolios may invest in derivative instruments on currency, stocks and bonds and indices of stocks and bonds as well as derivative instruments with terms determined by reference to a particular commodity or to all or portions of a commodities index. There are no provisions of the policy that specifically address credit risk, interest rate risk, concentrations of credit risk or foreign currency risk; however, the Board believes that investment options available to account owners are appropriately structured to minimize these specific risk types to the greatest extent possible given the nature of the underlying investments and the investment objectives of the respective Investment Options.

As of June 30, 2017, the investment types and related amounts held by the Plan which reconcile to the Statement of Fiduciary Net Position, Underlying investments at fair value, found on page 7 are as follows:

GAA Underlying Fixed Income Investments	\$177,828,015
GAA Fair value of Derivatives	(110,482)
GAA Underlying Equity Investments	133,183,745
Mutual Fund Investments	129,961,174
Other Receivables and Payables from GAA Portfolios	(11,900,032)
Total Underlying Investments, at Fair Value	\$428,962,420

Plan Underlying Investment Allocations As mentioned in Note 1, the four Asset Allocation Investment Options invest across four broad asset categories: short-term investments, fixed income investments, U.S. equity investments and non-U.S. equity investments. The Underlying Investments for the Asset Allocation Investment Options consist of the five GAA Portfolios that concentrate on different asset classes or reflect different investment styles. Each of the GAA Portfolios may, from time to time, to maintain its liquidity, invest a greater percentage in money market investments, including the GAA Money Market Portfolio, or other money market funds or other short-term instruments, including without limitation, commercial paper, certificates of deposit, discount notes and repurchase agreements (each, a “Liquidity Maintenance Investment”).

The Asset Allocation Investment Options include both the Age-Based Investment Options and the Goal-Based Investment Options. Below are the target allocations for the Asset Allocation Investment Options.

Age-Based Option: The Plan allocates contributions under this option among the five GAA Portfolios with a greater emphasis on equity securities at the younger ages. As the age of a beneficiary increases, a greater proportion of the Investment Option will be allocated to GAA Portfolios that invest in fixed income or money market securities. The allocation varies from 85% equity and 15% fixed income to 5% equity and 95% fixed income as the age of a beneficiary increases, in each case subject to Liquidity Maintenance Investments.

Aggressive Growth Option: The Plan allocates 100% of contributions under this option to the Putnam 529 GAA All Equity Portfolio.

Growth Option: The Plan allocates contributions under this option as follows: 75% to the Putnam 529 GAA Growth Portfolio and 25% to Putnam 529 GAA All Equity Portfolio.

Balanced Option: The Plan allocates contributions under this option as follows: 20% to Putnam 529 GAA Growth Portfolio, 74% to Putnam 529 GAA Balanced Portfolio, and 6% to Putnam 529 GAA Money Market Portfolio.

Net Appreciation (Depreciation) in Value of Investment Options

The following table represents a calculation of the net increase (decrease) in the value of investments for the reporting period.

Value at 6/30/2017	Cost of Purchases During the Period	Proceeds Sold During the Period	Less Value at 6/30/2016	Change in Realized and Unrealized During the Period
\$428,962,420	\$(140,324,296)	\$149,942,377	\$397,792,426	\$40,788,075

Investment Derivative Instruments The underlying GAA Portfolios had the following investments in derivative instruments at year end. The fair value amounts in the below table represent the unrealized appreciation (depreciation) and changes in unrealized gain (loss) from derivatives held by the GAA Portfolios at year end and are included in the Underlying Investments on the Statement of Fiduciary Net Position for each respective Investment Option.

	Contracts/(\$) Notional Amounts	Fair value as of June 30, 2017	Change in Fair value
Purchased currency option contracts, gross	\$5,478,750	\$16,764	\$6,684
Forward currency contracts, net	\$53,173,859	(9,098)	(145,611)
Centrally Cleared (CC) interest rate swap contracts, gross	\$7,444,500	(3,148)	31,207
OTC total return swap contracts, gross	\$16,758,540	(219,763)	(211,090)
OTC credit default contracts, gross	\$4,924,000	(17,671)	18,179
CC credit default contracts, gross	\$11,038,000	66,313	(303,585)
Futures contracts, gross	258	62,093	124,689
Written currency option contracts, gross	\$5,478,750	(5,972)	(5,972)
Totals		\$(110,482)	\$(485,499)

Options contracts The GAA Portfolios may use options contracts to manage duration and convexity, to isolate prepayment risk, to gain exposure to interest rates, to manage against changes in values of securities it owns, owned or expects to own, to manage prepayment risk, to generate additional income for the portfolio, to enhance returns on securities owned, to gain exposure to securities and to manage downside risks. The potential risk to the GAA Portfolios is that the change in value of options contracts may not correspond to the change in value of the managed instruments. In addition, losses may arise from changes in the value of the underlying instruments if there is an illiquid secondary market for the contracts, if interest or exchange rates move unexpectedly or if the counterparty to the contract is unable to perform. Realized gains and losses on purchased options are included in realized gains and losses on investment securities. If a written call option is exercised, the premium originally received is recorded as an addition to sales proceeds. If a written put option is exercised, the premium originally received is recorded as a reduction to the cost of investments. Exchange-traded options are valued at the last sale price or, if no sales are reported, the last bid price for purchased options and the last ask price for written options. OTC traded options are valued using prices supplied by dealers. Options on swaps are similar to options on securities except that the premium paid or received is to buy or grant the right to enter into a previously agreed upon interest rate or credit default contract. Forward premium swap option contracts include premiums that have extended settlement dates. The delayed settlement of the premiums is factored into the daily valuation of the option contracts. In the case of interest rate cap and floor contracts, in return for a premium, ongoing payments between two parties are based on interest rates exceeding a specified rate, in the case of a cap contract, or falling below a specified rate in the case of a floor contract.

Futures Contracts The GAA Portfolios may use futures contracts to manage exposure to market risk, to manage prepayment risk, to manage interest rate risk, to gain exposure to interest rates and to equitize cash. The potential risk to the GAA Portfolios is that the change in value of futures contracts may not correspond to the change in value of the managed instruments. In addition, losses may arise from changes in the value of the underlying instruments, if there is an illiquid secondary market for the contracts, if interest or exchange rates move unexpectedly or if the counterparty to the contract is unable to perform. With futures, there is minimal counterparty credit risk to the GAA Portfolios since futures are exchange traded and the exchange's clearinghouse, as counterparty to all exchange traded futures, guarantees the futures against default. Risks may exceed amounts recognized on the Statement of Fiduciary Net Position. When the contract is closed, the GAA Portfolios record a realized gain or loss equal to the difference between the value of the contract at the time it was opened and the value at the time it was closed. Futures contracts are valued at the quoted daily settlement prices established by the exchange on which they trade. The GAA Portfolios and the broker agree to exchange an amount of cash equal to the daily fluctuation in the value of the futures contract. Such receipts or payments are known as "variation margin."

Forward Currency Contracts The GAA Portfolios may buy and sell forward currency contracts, which are agreements between two parties to buy and sell currencies at a set price on a future date. These contracts are used to manage foreign exposure risk and to gain exposure to currencies. The U.S. dollar value of forward currency contracts is determined using current forward currency exchange rates supplied by a quotation service. The fair value of the contract will fluctuate with changes in currency exchange rates. The contract is marked to market daily and the change in fair value is recorded as an unrealized gain or loss. The GAA Portfolios record a realized gain or loss equal to the difference between the value of the contract at the time it was opened and the value at the time it was closed when the contract matures or by delivery of the currency. The GAA Portfolios could be exposed to risk if the value of the currency changes unfavorably, if the counterparties to the contracts are unable to meet the terms of their contracts or if the GAA Portfolios are unable to enter into a closing position. Risk of loss may exceed amounts recognized on the Statement of Fiduciary Net Position.

Interest Rate Swap Contracts The GAA Portfolios may enter into OTC and/or centrally cleared interest rate swap contracts, which are arrangements between two parties to exchange cash flows based on a notional principal amount, to manage interest rate risk, to gain exposure on interest rates and to manage prepayment risk. An OTC and centrally cleared interest rate swap can be purchased or sold with an upfront premium. For OTC interest rate swap contracts, an upfront payment received by the GAA Portfolios is recorded as a liability on the GAA Portfolios' books. An upfront payment made by the GAA Portfolios is recorded as an asset on the GAA Portfolios' books. OTC and centrally cleared interest rate swap contracts are marked to market daily based upon quotations from an independent pricing service or market makers. Any change is recorded as an unrealized gain or loss on OTC interest rate swaps. Daily fluctuations in the value of centrally cleared interest rate swaps are settled through a central clearing agent and are recorded in variation margin on the GAA Portfolios' books and recorded as unrealized gain or loss. Payments, including upfront premiums, received or made are recorded as realized gains or losses at the reset date or the closing of the contract. Certain OTC and centrally cleared interest rate swap contracts may include extended effective dates. Payments related to these swap contracts are accrued based on the terms of the contract. The GAA Portfolios could be exposed to credit or market risk due to unfavorable changes in the fluctuation of interest rates or if the counterparty defaults, in the case of OTC interest rate contracts, or the central clearing agency or a clearing member defaults, in the case of centrally cleared interest rate swap contracts, on its respective obligation to perform under the contract. The GAA Portfolios maximum risk of loss from counterparty risk or central clearing risk is the fair value of the contract. This risk may be mitigated for OTC interest rate swap contracts by having a master netting arrangement between the GAA Portfolios and the counterparty and for centrally cleared interest rate swap contracts through the daily exchange of variation margin. There is minimal counterparty risk with respect to centrally cleared interest rate swap contracts due to the clearinghouse guarantee fund and other resources that are available in the event of a clearing member default. Risk of loss may exceed amounts recognized on the Statement of Fiduciary Net Position.

Total Return Swap Contracts The GAA Portfolios entered into OTC total return swap contracts, which are arrangements to exchange a market linked return for a periodic payment, both based on a notional principal amount, to manage sector exposure, to manage exposure to specific sectors or industries, to manage exposure to specific securities, to gain exposure to a basket of securities, to gain exposure to specific markets or countries and to gain exposure to specific sectors or industries. To the extent that the total return of the security, index or other financial measure underlying the transaction exceeds or falls short of the offsetting interest rate obligation, the GAA Portfolios will receive a payment from or make a payment to the counterparty. OTC total return swap contracts are marked to market daily based upon quotations from an independent pricing service or market makers and the change, if any, is recorded as an unrealized gain or loss. Payments received or made are recorded as realized gains or losses. Certain OTC total return swap contracts may include extended effective dates. Payments related to these swap contracts are accrued based on the terms of the contract.

The GAA Portfolios could be exposed to credit or market risk due to unfavorable changes in the fluctuation of interest rates or in the price of the underlying security or index, the possibility that there is no liquid market for these agreements or that the counterparty may default on its obligation to perform. The GAA Portfolios' maximum risk of loss from counterparty risk is the fair value of the contract. This risk may be mitigated by having a master netting arrangement between the GAA Portfolios and the counterparty. Risk of loss may exceed amounts recognized on the Statement of Fiduciary Net Position.

Credit Default Contracts The GAA Portfolios entered into OTC and/or centrally cleared credit default contracts to manage credit risk, to manage market risk and to gain exposure on individual names and/or baskets of securities. In OTC and centrally cleared credit default contracts, the protection buyer typically makes a periodic stream of payments to a counterparty, the protection seller, in exchange for the right to receive a contingent payment upon the occurrence of a credit event on the reference obligation or all other equally ranked obligations of the reference entity. Credit events are contract specific but may include bankruptcy, failure to pay, restructuring and obligation acceleration. For OTC credit default contracts, an upfront payment received by the GAA Portfolios is recorded as a liability on the GAA Portfolios' books. An upfront payment made by the GAA Portfolios is recorded as an asset on the GAA Portfolios' books. Centrally cleared credit default contracts provide the same rights to the protection buyer and seller except the payments between parties, including upfront premiums, are settled through a central clearing agent through variation margin payments. Upfront and periodic payments received or paid by the GAA Portfolios for OTC and centrally cleared credit default contracts are recorded as realized gains or losses at the reset date or close of the contract. The OTC and centrally cleared credit default contracts are marked to market daily based upon quotations from an independent pricing service or market makers. Any change in value of OTC credit default contracts is recorded as an unrealized gain or loss. Daily fluctuations in the value of centrally cleared credit default contracts are recorded in variation margin on the GAA Portfolios' books and recorded as unrealized gain or loss. Upon the occurrence of a credit event, the difference between the par value and fair value of the reference obligation, net of any proportional amount of the upfront payment, is recorded as a realized gain or loss.

In addition to bearing the risk that the credit event will occur, the GAA Portfolios could be exposed to market risk due to unfavorable changes in interest rates or in the price of the underlying security or index or the possibility that the GAA Portfolios may be unable to close out a position at the same time or at the same price as if they had purchased the underlying reference obligations. In certain circumstances, the GAA Portfolios may enter into offsetting OTC and centrally cleared credit default contracts which would mitigate their risk of loss. Risks of loss may exceed amounts recognized on the Statement of Fiduciary Net Position. The GAA Portfolios' maximum risk of loss from counterparty risk, either as the protection seller or as the protection buyer, is the fair value of the contract. This risk may be mitigated for OTC credit default contracts by having a master netting arrangement between the GAA Portfolios and the counterparty and for centrally cleared credit default contracts through the daily exchange of variation margin. Counterparty risk is further mitigated with respect to centrally cleared credit default swap contracts due to the clearinghouse guarantee fund and other resources that are available in the event of a clearing member default. Where the GAA Portfolios are a seller of protection, the maximum potential amount of future payments the GAA Portfolios may be required to make is equal to the notional amount.

TBA Commitments The GAA Portfolios may enter into TBA (to be announced) commitments to purchase securities for a fixed unit price at a future date beyond customary settlement time. Although the unit price and par amount have been established, the actual securities have not been specified. However, it is anticipated that the amount of the commitments will not significantly differ from the principal amount. The GAA Portfolios hold, and maintain until settlement date, cash or high-grade debt obligations in an amount sufficient to meet the purchase price, or the GAA Portfolios may enter into offsetting contracts for the forward sale of other securities it owns. Income on the securities will not be earned until settlement date.

The GAA Portfolios may also enter into TBA sale commitments to manage its portfolio positions, to sell mortgage-backed securities it owns under delayed delivery arrangements or to take a short position in mortgage-backed securities. Proceeds of TBA sale commitments are not received until the contractual settlement date. During the time a TBA sale commitment is outstanding, either equivalent deliverable securities or an offsetting TBA purchase commitment deliverable on or before the sale commitment date are held as "cover" for the transaction, or other liquid assets in an amount equal to the notional value of the TBA sale commitment are segregated. If the TBA sale commitment is closed through the acquisition of an offsetting TBA purchase commitment, the GAA Portfolios realize a gain or loss. If the GAA Portfolios deliver securities under the commitment, the GAA Portfolios realize a gain or a loss from the sale of the securities based upon the unit price established at the date the commitment was entered into.

TBA commitments, which are accounted for as purchase and sale transactions, may be considered securities themselves, and involve a risk of loss due to changes in the value of the security prior to the settlement date as

well as the risk that the counterparty to the transaction will not perform its obligations. Counterparty risk is mitigated by having a master agreement between the GAA Portfolios and the counterparty.

Unsettled TBA commitments are valued at their fair value according to the procedures described under “Security valuation” above. The contract is marked to market daily and the change in fair value is recorded by the GAA Portfolios as an unrealized gain or loss. Based on market circumstances, Putnam Management will determine whether to take delivery of the underlying securities or to dispose of the TBA commitments prior to settlement.

Master Agreements The GAA Portfolios holding derivative instruments are a party to ISDA (International Swaps and Derivatives Association, Inc.) Master Agreements that govern OTC derivative and foreign exchange contracts and Master Securities Forward Transaction Agreements that govern transactions involving mortgage-backed and other asset-backed securities that may result in delayed delivery (Master Agreements) with certain counterparties entered into from time to time. The Master Agreements may contain provisions regarding, among other things, the parties’ general obligations, representations, agreements, collateral requirements, events of default and early termination. With respect to certain counterparties, in accordance with the terms of the Master Agreements, collateral posted to GAA Portfolios is held in a segregated account by the GAA Portfolios’ custodian, if applicable.

Collateral pledged by the GAA Portfolios is segregated by the GAA Portfolios’ custodian, if applicable. Collateral can be in the form of cash or debt securities issued by the U.S. Government or related agencies or other securities as agreed to by the GAA Portfolios and the applicable counterparty. Collateral requirements are determined based on the GAA Portfolios’ net position with each counterparty.

With respect to ISDA Master Agreements, termination events applicable to the GAA Portfolios may occur upon a decline in the GAA Portfolios’ net assets below a specified threshold over a certain period of time. Termination events applicable to counterparties may occur upon a decline in the counterparty’s long-term or short-term credit ratings below a specified level. In each case, upon occurrence, the other party may elect to terminate early and cause settlement of all derivative and foreign exchange contracts outstanding, including the payment of any losses and costs resulting from such early termination, as reasonably determined by the terminating party. Any decision by one or more of the GAA Portfolios’ counterparties to elect early termination could impact the GAA Portfolios’ future derivative activity.

Note 6 – Investment Risk Disclosures

Credit Risk Certain of the Plan’s Investment Options represent shares of the underlying Mutual Funds, rather than individual securities and therefore are not subject to classification by custodial credit risk or disclosure of concentration of credit risk under GASB Statement No. 40, *Deposit and Investment Risk Disclosures*. The underlying Mutual Funds are not rated by any nationally recognized statistical rating organization.

Receivable for Participant contributions and payable for Participant redemptions represent contributions received from account owners that have been directly invested in underlying Mutual Funds, or redemption proceeds from underlying Mutual Funds for withdrawals that will be distributed in accordance with account owner instructions. Investments into the plan are allocated among one or more Asset Allocation Portfolios, Putnam Mutual Funds or Other Mutual Funds. Notwithstanding these allocations, amounts may be allocated to the 529 GAA Money Market Portfolio or to the Putnam Government Money Market Fund, for certain periods to facilitate the processing of transactions. As of end of period June 30, 2017, the Receivable for Participant contributions amount of \$59,620 and the Payable for Participant redemptions amount of \$52,124, as disclosed on page 7 are not insured by the Federal Deposit Insurance Corporation (“FDIC”) based on current limits put forth by the FDIC.

In the normal course of business, the Underlying Investment Options trade financial instruments and enter into financial transactions where risk of potential loss exists due to changes in the market (market risk) or failure of the contracting party to the transaction to perform (credit risk). Concentration of credit risk is the risk of loss that may be attributed to the magnitude of an investment in a single issuer, or security type. Each Underlying Investment Option may be exposed to additional credit risk that an institution or other entity with which that fund has unsettled or open transactions will default.

The combined underlying GAA Portfolio investments for the reporting period, based on their rating by Standard & Poor's and/or an equivalent national rating organization, are presented below at fair value. Derivative instruments held by the GAA Portfolios were not individually rated by a rating agency for the reporting period.

Quality Rating						
	Corporate Bonds and Notes	Asset- Backed Securities	Mortgage- Backed Securities	U.S. Government and Agency Mortgage Obligations	U.S. Treasury Obligations	Short-Term Investments
AAA	\$115,486	\$84,334	\$2,112,515	\$11,603,992	\$--	\$--
AA+	99,656	--	50,171	--	19,331,913	--
AA	86,260	--	26,873	--	--	--
AA-	454,633	--	346,286	--	--	--
A+	560,819	154,000	49,088	--	--	--
A	782,314	--	--	--	--	--
A-	1,335,505	--	1,242,621	--	--	--
BBB+	2,450,328	--	--	--	--	--
BBB	4,542,416	--	--	--	--	--
BBB-	5,131,925	--	460,770	--	--	--
BB+	2,345,325	--	--	--	--	--
BB	937,010	--	238,186	--	--	--
BB-	210,364	--	159,445	--	--	--
B+	--	--	49,270	--	--	--
B	--	--	458,135	--	--	--
CCC and below	--	--	1,689,649	--	--	--
A-1+	--	--	--	--	--	29,155,803
A-1	--	--	--	--	--	91,562,726
Unrated	--	--	197	--	--	--
Total	\$19,052,041	\$238,334	\$6,883,206	\$11,603,992	\$19,331,913	\$120,718,529

Derivative instruments held by the GAA Portfolios, to the extent of diversification among counterparties, are presented below, at fair value, as of June 30, 2017 (the table excludes CC Interest Rate Swap Contracts and CC Credit Default Contracts totaling \$63,165. Centrally cleared contracts are not considered brokered contracts and have mitigated risk, see note 5).

Counterparty	Purchased Currency Options	Forward Currency Contracts	OTC Total Return Swap Contracts	OTC Credit Default Contracts	Futures Contracts	Written Currency Options
Bank of America, N.A.	\$12,943	\$609	\$--	\$(2,104)	\$--	\$(4,843)
Barclays Bank PLC	--	15,331	(221)	(104)	--	--
Citibank, N.A.	--	(55,706)	(219,765)	--	--	--
Credit Suisse International	--	(6,210)	307	9,287	--	--
Goldman Sachs International	3,821	(9,746)	(84)	(2,510)	--	(1,129)
HSBC Bank USA, National Association	--	16,638	--	--	--	--
JPMorgan Chase Bank, N.A.	--	10,654	--	(22,240)	--	--
Merrill Lynch, Pierce, Fenner & Smith, Inc.	--	--	--	--	62,093	--
Royal Bank of Scotland PLC (The)	--	14,127	--	--	--	--

Counterparty (cont.)	Purchased Currency Options	Forward Currency Contracts	OTC Total Return Swap Contracts	OTC Credit Default Contracts	Futures Contracts	Written Currency Options
State Street Bank and Trust Co.	\$--	\$(652)	\$--	\$--	\$--	\$--
UBS AG	--	8,649	--	--	--	--
Westpac Banking Corp.	--	(2,792)	--	--	--	--
Total	\$16,764	\$(9,098)	\$(219,763)	\$(17,671)	\$62,093	\$(5,972)

As of June 30, 2017, OTC derivative counterparties had ratings that were either greater than or equivalent to long-term ratings of Baal and short-term ratings of P-1.

The GAA Portfolios could be exposed to credit or market risk due to unfavorable changes in the fluctuation of interest rates or in the price of the underlying security or index, the possibility that there is no liquid market for these agreements or that the counterparty may default on its obligation to perform. The GAA Portfolios' maximum risk of loss from counterparty risk is the fair value of the contract. This risk may be mitigated by having a master netting arrangement between the GAA Portfolios and the counterparty. Risk of loss may exceed amounts recognized on the Statement of Fiduciary Net Position.

OTC Credit Default Contracts Outstanding as of June 30, 2017

Referenced Debt	Notional amount	Payments received (paid) by	
		Underlying funds per annum	Fair value
CMBX NA A Index	\$1,126,000	200 bp	\$13,939
CMBX NA BB Index	521,000	(500 bp)	28,195
CMBX NA BBB- Index	3,277,000	300 bp	(59,805)
Total			\$(17,671)

CC Credit Default Contracts Outstanding as of June 30, 2017

Referenced Debt	Notional amount	Payments received (paid) by	
		Underlying funds per annum	Fair value
NA HY Series 28 Index	\$11,038,000	500 bp	\$66,313
Total			\$66,313

Interest Rate Risk Certain Underlying Investments invest in debt securities, including bonds, and are subject to interest-rate risk. Declining interest rates generally increase the value of existing debt instruments, and rising interest rates generally decrease the value of existing debt instruments. Long-term bonds are more exposed to interest rate risk than short-term bonds. Putnam High Yield Fund, Putnam Income Fund, Putnam GAA Conservative Portfolio, Putnam GAA Balanced Portfolio and Federated U.S. Government Securities Fund 2-5 years are the Underlying Investment Options which have a majority of their investments exposed to interest rate risk. The average effective maturity and the average effective duration measured in years, as of June 30, 2017, is as follows.

	Average Effective Maturity	Average Effective Duration
Putnam High Yield Fund	4.71	3.30
Putnam Income Fund	13.27	6.31
Putnam GAA Conservative Portfolio	7.55	4.74
Putnam GAA Balanced Portfolio	6.97	3.90
Federated U.S. Government Securities Fund 2-5 years	3.50	3.30

The following table provides information about the interest rate risks associated with the Investment Options' investments held in the combined underlying GAA Portfolios as of June 30, 2017 (the table excludes equity investments totaling \$133,183,745).

	Maturities in Years				Total
	Less than 1	1-5	6-10	Greater than 10	
Underlying Investments at Fair Value					
Corporate bonds and notes	\$101,495	\$1,904,512	\$7,723,057	\$9,322,977	\$19,052,041
Asset-backed securities	--	154,000	--	84,334	238,334
Mortgage-backed securities	--	--	119,573	6,763,633	6,883,206
U.S. government and agency mortgage obligations	--	--	--	15,626,883	15,626,883
U.S. treasury obligations	149,444	13,150,092	2,327,447	3,704,930	19,331,913
Short-term investments	120,718,529	--	--	--	120,718,529
TBA sale commitments	--	--	--	(4,022,891)	(4,022,891)
Total Underlying Investments at Fair Value	\$120,969,468	\$15,208,604	\$10,170,077	\$31,479,866	\$177,828,015

Underlying Derivatives at Fair Value					
Purchased currency options	\$16,764	\$--	\$--	\$--	\$16,764
Forward currency contracts	(9,098)	--	--	--	(9,098)
CC interest rate swap contracts	--	(8,256)	(7,409)	12,517	(3,148)
OTC total return swap contracts	(219,765)	--	--	2	(219,763)
OTC credit default contracts	--	--	--	(17,671)	(17,671)
CC credit default contracts	--	66,313	--	--	66,313
Futures contracts	62,093	--	--	--	62,093
Written currency options	(5,972)	--	--	--	(5,972)
Total Underlying Derivatives at Fair Value	\$(155,978)	\$58,057	\$(7,409)	\$(5,152)	\$(110,482)

Concentration of Credit Risk Concentration of credit risk is the risk of loss that may be attributed to the magnitude of an investment in a single issuer or security type. There were no investments in any one issuer that exceeded 5% of total Plan investments.

Foreign Currency Risk Certain underlying Mutual Funds invest in foreign securities and the Plan is subject to classification of risk under GASB Statement No. 40, "Deposit and Investment Risk Disclosure." Certain additional risks are involved when investing in foreign securities that are not inherent to investments in domestic securities. These risks may involve foreign currency exchange rate fluctuations, adverse political and economic developments and the possible prevention of currency exchange or other foreign governmental laws or restrictions. In addition, the liquidity of foreign securities may be more limited than that of domestic securities.

At the end of the reporting period the combined underlying GAA Portfolios had the following foreign currency exposure:

Foreign Currency Risk as of June 30, 2017	Total Value
Australian Dollar	\$726
Brazilian Real	3
Euro	3,363
Hong Kong Dollar	2
Japanese Yen	16,145
New Taiwan Dollar	10,776
South Korean Won	28
Swedish Krona	1,152
Swiss Franc	1,749
Total	\$33,944

The Plan's investments for the single fund Investment Options, such investments are 100% of the Investment Option, and therefore, pose no foreign currency risk. The Age-Based Investment Option which invests in the GAA Portfolios are subject to foreign currency risk. The following table provides information about the foreign exchange contracts from open/pending forward contracts associated with the combined underlying GAA Portfolios as of June 30, 2017.

Forward Currency Contracts as of June 30, 2017:

	Buy	Fair value	Sell	Fair value	Total
Australian Dollar	\$4,958,564	\$65,987	\$3,571,369	\$(69,317)	\$(3,330)
Brazilian Real	591,535	(25,798)	591,535	(3,615)	(29,413)
British Pound	875,477	11,165	1,814,362	(20,832)	(9,667)
Canadian Dollar	2,841,042	96,118	2,123,655	(56,579)	39,539
Chilean Peso	412,391	(87)	412,391	6,112	6,025
Czech Koruna	452,893	35,760	452,893	(41,496)	(5,736)
Danish Krone	65,676	1,004	--	--	1,004
Euro	5,893,641	100,724	3,523,307	(76,202)	24,522
Hong Kong Dollar	16,763	(69)	500	2	(67)
Indian Rupee	629,382	(2,115)	208,544	550	(1,565)
Japanese Yen	1,734,989	(6,064)	2,537,013	11,208	5,144
Mexican Peso	635,181	8,599	635,181	(15,644)	(7,045)
New Taiwan Dollar	208,974	(2,344)	206,629	2,026	(318)
New Zealand Dollar	3,681,301	129,014	4,152,725	(174,454)	(45,440)
Norwegian Krone	213,495	355	2,100,974	(24,359)	(24,004)
Singapore Dollar	554,815	1,974	628,075	(7,378)	(5,404)
South African Rand	619,359	(2,741)	619,359	(6,938)	(9,679)
Swedish Krona	2,312,324	72,817	1,231,801	(26,510)	46,307
Swiss Franc	1,063,190	12,169	598,333	(2,197)	9,972
Turkish Lira	4,193	57	28	--	57
Total	\$27,765,185	\$496,525	\$25,408,674	\$(505,623)	\$(9,098)

Note 7 – Changes to the Plan during the Reporting Period

During the reporting period the Board approved the following changes to the Plan's investment guidelines.

On July 11, 2016, the Putnam Voyager Fund Investment Option discontinued and all assets were transferred to the newly established the Putnam Growth Opportunities Fund Investment Option, which launched on July 5, 2016 and invests in shares of the Putnam Growth Opportunities Fund.

On August 12, 2016, the Putnam International Capital Opportunities Fund Investment Option discontinued and all assets were transferred to the MFS Institutional International Equity Fund Investment Option, an existing individual fund investment option in the Plan.

On September 1, 2016, the Putnam Money Market Fund Investment Option discontinued and all assets were transferred to the newly established the Putnam Government Money Market Fund Investment Option, which launched on August 18, 2016 and invests in shares of the Putnam Government Money Market Fund.

On April 28, 2017, the Putnam High Yield Trust Investment Option discontinued and all assets were transferred to the newly established the Putnam High Yield Fund Investment Option which launched on April 21, 2017 and invests in shares of the Putnam High Yield Advantage Fund.

The table below shows the operating activity through the date of transfer for the Options which merged or transferred during the reporting period:

	Putnam Voyager Fund Investment Option through July 11, 2016	Putnam International Capital Opportunities Fund Investment Option through August 12, 2016	Putnam Money Market Fund Investment Option through September 1, 2016	Putnam High Yield Trust Investment Option through April 28, 2017	Putnam Age-Based 1995 Option through December 30, 2016	Total
ADDITIONS						
Results from investment operations:						
Income from underlying fund shares	\$--	\$--	\$284	\$213,877	\$94	\$214,255
Net appreciation in fair value of investments *	327,632	303,507	--	270,974	2,283	904,396
Total additions & net investment income	327,632	303,507	284	484,851	2,377	1,118,651
DEDUCTIONS						
Administration Fees						
Class A	(730)	(1,213)	(3,805)	(8,598)	(901)	(15,247)
Class B	(109)	(114)	(122)	(1,175)	(347)	(1,867)
Class C	(708)	(1,072)	(1,145)	(5,064)	(476)	(8,465)
Class D	--	--	--	--	(352)	(352)
Board Fees						
Class A	(292)	(485)	(1,490)	(3,440)	(359)	(6,066)
Class B	(11)	(11)	(48)	(118)	(35)	(223)
Class C	(71)	(107)	(227)	(506)	(48)	(959)
Class D	--	--	--	--	(140)	(140)
Expenses waived by Putnam	--	--	6,503	--	--	6,503
Total Deductions	(1,921)	(3,002)	(334)	(18,901)	(2,658)	(26,816)
Participant Transactions						
Contributions	10,907	27,045	262,884	253,085	65,047	618,968
Exchanges in	30,907	45,091	1,434,079	296,690	11,052	1,817,819
Redemptions	(37,391)	(104,072)	(1,098,565)	(523,864)	(382,354)	(2,146,246)
Exchanges out	(12,962,071)	(5,313,919)	(10,427,400)	(5,246,218)	(1,787,973)	(35,737,581)
Net decrease from participant transactions	(12,957,648)	(5,345,855)	(9,829,002)	(5,220,307)	(2,094,228)	(35,447,040)
Total decrease in net position	(12,631,937)	(5,045,350)	(9,829,052)	(4,754,357)	(2,094,509)	(34,355,205)
Net position						
Beginning of period	12,631,937	5,045,350	9,829,052	4,754,357	2,094,509	34,355,205
End of period	\$--	\$--	\$--	\$--	\$--	\$--

* Includes both realized and unrealized gains and losses from investments in Underlying Investments.

SUPPLEMENTAL INFORMATION

The following information is presented for purposes of additional analysis and is not a required part of the basic financial statements of the Putnam 529 for AmericaSM college savings plan. It shows financial information relating to the Investment Options, which were included in the Plan during the year ended June 30, 2017.

Age-Based Asset Allocation Investment Option

Statement of Fiduciary Net Position (continued)

June 30, 2017	Age-Based 2017*	Age-Based 2016	Age-Based 2015	Age-Based 2014
Assets				
Underlying investments, at fair value	\$131,710	\$872,591	\$2,281,272	\$3,344,020
Receivable for Participant contributions	993	11,335	274	1,565
Dividends and interest receivable	--	1	5	7
Total assets	132,703	883,927	2,281,551	3,345,592
Liabilities				
Payable for securities purchased	993	11,337	279	1,072
Accrued administration and board fees	47	362	933	1,640
Audit and other accrued fees	7	135	526	818
Total liabilities	1,047	11,834	1,738	3,530
Net position	\$131,656	\$872,093	\$2,279,813	\$3,342,062
Computation of net position value and offering price - A**				
Net Position	\$96,579	\$678,762	\$1,819,031	\$2,232,544
Number of units outstanding	8,909	58,506	157,244	176,653
Net position value	10.84	11.60	11.57	12.64
Offering price Fee Structure A	11.50	12.31	12.28	13.41
Computation of net position value - B				
Net Position	\$22,643	\$99,820	\$282,561	\$496,156
Number of units outstanding	2,096	8,701	24,887	40,306
Net position value	10.80	11.47	11.35	12.31
Computation of net position value - C				
Net Position	\$12,434	\$93,511	\$178,221	\$613,362
Number of units outstanding	1,151	8,151	15,697	49,816
Net position value	10.80	11.47	11.35	12.31
Cost of Investments (Note 2)	\$128,090	\$802,602	\$2,010,724	\$2,943,453

* Inception date January 3, 2017.

** Fee Structure A investment options reflect an initial sales charge of 5.75%.

The accompanying notes are an integral part of these financial statements.

Age-Based Asset Allocation Investment Option

Statement of Fiduciary Net Position (continued)

June 30, 2017	Age-Based 2013	Age-Based 2012	Age-Based 2011	Age-Based 2010
Assets				
Underlying investments, at fair value	\$4,218,205	\$5,451,785	\$8,055,159	\$6,409,228
Receivable for Participant contributions	445	2,285	1,539	2,961
Dividends and interest receivable	10	25	49	61
Total assets	4,218,660	5,454,095	8,056,747	6,412,250
Liabilities				
Payable for securities purchased	453	2,203	1,594	3,029
Accrued administration and board fees	2,069	2,650	4,032	2,980
Audit and other accrued fees	1,106	1,441	2,096	1,697
Total liabilities	3,628	6,294	7,722	7,706
Net position	\$4,215,032	\$5,447,801	\$8,049,025	\$6,404,544
Computation of net position value and offering price - A**				
Net Position	\$2,818,813	\$3,689,200	\$5,250,605	\$4,551,410
Number of units outstanding	178,497	203,449	302,739	246,658
Net position value	15.79	18.13	17.34	18.45
Offering price Fee Structure A	16.75	19.24	18.40	19.58
Computation of net position value - B				
Net Position	\$603,225	\$830,223	\$1,410,027	\$952,898
Number of units outstanding	39,509	47,716	85,395	54,298
Net position value	15.27	17.40	16.51	17.55
Computation of net position value - C				
Net Position	\$792,994	\$928,378	\$1,388,393	\$900,236
Number of units outstanding	51,937	53,356	84,062	51,308
Net position value	15.27	17.40	16.52	17.55
Cost of Investments (Note 2)	\$3,695,811	\$4,764,850	\$7,070,689	\$5,642,074

** Fee Structure A investment options reflect an initial sales charge of 5.75%.

The accompanying notes are an integral part of these financial statements.

Age-Based Asset Allocation Investment Option

Statement of Fiduciary Net Position (continued)

June 30, 2017	Age-Based 2009	Age-Based 2008	Age-Based 2007	Age-Based 2006
Assets				
Underlying investments, at fair value	\$8,363,579	\$8,233,761	\$8,687,565	\$9,117,765
Receivable for Participant contributions	4,385	934	494	1,214
Dividends and interest receivable	118	177	254	366
Total assets	8,368,082	8,234,872	8,688,313	9,119,345
Liabilities				
Payable for securities purchased	4,515	1,127	770	1,610
Accrued administration and board fees	3,731	3,761	3,519	3,687
Audit and other accrued fees	2,240	2,228	2,352	2,477
Total liabilities	10,486	7,116	6,641	7,774
Net position	\$8,357,596	\$8,227,756	\$8,681,672	\$9,111,571
Computation of net position value and offering price - A**				
Net Position	\$6,207,316	\$5,965,510	\$7,020,199	\$7,392,469
Number of units outstanding	339,785	330,444	394,053	420,602
Net position value	18.27	18.05	17.82	17.58
Offering price Fee Structure A	19.38	19.15	18.91	18.65
Computation of net position value - B				
Net Position	\$598,366	\$723,052	\$600,963	\$794,618
Number of units outstanding	34,451	42,127	35,483	47,576
Net position value	17.37	17.16	16.94	16.70
Computation of net position value - C				
Net Position	\$1,551,914	\$1,539,194	\$1,060,510	\$924,484
Number of units outstanding	89,359	89,682	62,613	55,346
Net position value	17.37	17.16	16.94	16.70
Cost of Investments (Note 2)	\$7,310,252	\$7,240,141	\$7,587,171	\$7,909,139

** Fee Structure A investment options reflect an initial sales charge of 5.75%.

The accompanying notes are an integral part of these financial statements.

Age-Based Asset Allocation Investment Option

Statement of Fiduciary Net Position (continued)

June 30, 2017	Age-Based 2005	Age-Based 2004	Age-Based 2003	Age-Based 2002
Assets				
Underlying investments, at fair value	\$11,544,746	\$14,797,623	\$20,256,298	\$18,612,281
Receivable for Participant contributions	3,105	2,324	1,570	1,048
Dividends and interest receivable	727	1,415	2,674	3,198
Total assets	11,548,578	14,801,362	20,260,542	18,616,527
Liabilities				
Payable for securities purchased	3,888	3,850	4,445	4,471
Accrued administration and board fees	4,899	5,989	8,259	7,222
Audit and other accrued fees	3,286	4,153	5,702	5,295
Total liabilities	12,073	13,992	18,406	16,988
Net position	\$11,536,505	\$14,787,370	\$20,242,136	\$18,599,539
Computation of net position value and offering price - A**				
Net Position	\$8,947,162	\$11,983,726	\$15,759,552	\$13,263,879
Number of units outstanding	519,276	711,325	961,797	834,423
Net position value	17.23	16.85	16.39	15.90
Offering price Fee Structure A	18.28	17.88	17.39	16.87
Computation of net position value - B				
Net Position	\$1,119,563	\$1,242,867	\$1,618,652	\$950,759
Number of units outstanding	68,342	77,588	103,898	62,931
Net position value	16.38	16.02	15.58	15.11
Computation of net position value - C				
Net Position	\$1,469,780	\$1,560,777	\$2,369,292	\$2,083,097
Number of units outstanding	89,726	97,427	152,078	137,862
Net position value	16.38	16.02	15.58	15.11
Computation of net position value - D				
Net Position	--	--	\$494,640	\$2,301,804
Number of units outstanding	--	--	30,186	144,828
Net position value	--	--	16.39	15.89
Cost of Investments (Note 2)	\$10,233,586	\$13,240,913	\$18,393,325	\$17,157,722

** Fee Structure A investment options reflect an initial sales charge of 5.75%.

The accompanying notes are an integral part of these financial statements.

Age-Based Asset Allocation Investment Option

Statement of Fiduciary Net Position (continued)

June 30, 2017	Age-Based 2001	Age-Based 2000	Age-Based 1999	Age-Based 1998
Assets				
Underlying investments, at fair value	\$20,268,434	\$16,868,496	\$16,177,472	\$13,452,675
Receivable for Participant contributions	3,410	3,103	2,845	1,101
Receivable for securities sold	--	--	--	19,115
Dividends and interest receivable	4,210	4,090	4,497	4,290
Total assets	20,276,054	16,875,689	16,184,814	13,477,181
Liabilities				
Payable for Participant redemptions	--	--	--	19,115
Payable for securities purchased	9,314	7,890	7,791	5,724
Accrued administration and board fees	8,055	6,464	6,260	5,380
Audit and other accrued fees	5,785	4,761	4,812	3,979
Total liabilities	23,154	19,115	18,863	34,198
Net position	\$20,252,900	\$16,856,574	\$16,165,951	\$13,442,983
Computation of net position value and offering price - A**				
Net Position	\$14,725,023	\$12,888,790	\$11,920,242	\$9,877,851
Number of units outstanding	955,989	865,656	829,144	712,254
Net position value	15.40	14.89	14.38	13.87
Offering price Fee Structure A	16.34	15.80	15.26	14.72
Computation of net position value - B				
Net Position	\$1,082,967	\$958,140	\$809,914	\$485,716
Number of units outstanding	73,973	67,697	59,258	36,836
Net position value	14.64	14.15	13.67	13.19
Computation of net position value - C				
Net Position	\$2,536,315	\$1,655,917	\$1,719,509	\$1,911,158
Number of units outstanding	173,248	116,993	125,786	144,949
Net position value	14.64	14.15	13.67	13.19
Computation of net position value - D				
Net Position	\$1,908,595	\$1,353,727	\$1,716,286	\$1,168,258
Number of units outstanding	123,944	90,906	119,391	84,231
Net position value	15.40	14.89	14.38	13.87
Cost of Investments (Note 2)	\$18,839,396	\$15,800,373	\$15,297,242	\$13,029,533

** Fee Structure A investment options reflect an initial sales charge of 5.75%.

The accompanying notes are an integral part of these financial statements.

Age-Based Asset Allocation Investment Option

Statement of Fiduciary Net Position (continued)

June 30, 2017	Age-Based 1997	Age-Based 1996	Age-Based Graduate
Assets			
Underlying investments, at fair value	\$7,222,973	\$2,847,521	\$11,479,755
Receivable for Participant contributions	1,477	401	641
Receivable for securities sold	17,045	--	5,779
Dividends and interest receivable	2,571	1,081	4,344
Total assets	7,244,066	2,849,003	11,490,519
Liabilities			
Payable for Participant redemptions	17,045	--	5,779
Payable for securities purchased	4,279	1,656	5,261
Accrued administration and board fees	3,014	1,174	4,595
Audit and other accrued fees	2,424	1,613	3,117
Total liabilities	26,762	4,443	18,752
Net position	\$7,217,304	\$2,844,560	\$11,471,767
Computation of net position value and offering price - A**			
Net Position	\$4,816,393	\$2,092,028	\$7,987,705
Number of units outstanding	360,190	162,123	702,040
Net position value	13.37	12.90	11.38
Offering price Fee Structure A	14.19	13.69	12.07
Computation of net position value - B			
Net Position	\$321,849	\$100,038	\$302,760
Number of units outstanding	25,315	8,156	28,003
Net position value	12.71	12.27	10.81
Computation of net position value - C			
Net Position	\$1,144,310	\$331,046	\$1,915,940
Number of units outstanding	89,992	26,984	177,122
Net position value	12.72	12.27	10.82
Computation of net position value - D			
Net Position	\$934,752	\$321,448	\$1,265,362
Number of units outstanding	69,893	24,913	111,281
Net position value	13.37	12.90	11.37
Cost of Investments (Note 2)	\$7,081,163	\$2,817,466	\$11,366,686

** Fee Structure A investment options reflect an initial sales charge of 5.75%.

The accompanying notes are an integral part of these financial statements.

Age-Based Asset Allocation Investment Option

Statement of Changes in Fiduciary Net Position

For the period ended June 30, 2017

	Age-Based 2017*	Age-Based 2016	Age-Based 2015	Age-Based 2014
ADDITIONS				
Results from Investment Operations:				
Income from underlying fund shares	\$ --	\$6	\$16	\$27
Net appreciation in fair value of investments **	3,646	73,950	273,679	428,367
Total additions & net investment income	3,646	73,956	273,695	428,394
DEDUCTIONS				
Expenses (Note 3)				
Administration Fees				
Class A	(31)	(829)	(3,557)	(4,642)
Class B	(76)	(597)	(2,141)	(4,042)
Class C	(55)	(650)	(1,506)	(5,108)
Board Fees				
Class A	(12)	(332)	(1,423)	(1,857)
Class B	(8)	(60)	(214)	(404)
Class C	(6)	(65)	(151)	(511)
Audit and other fees	(7)	(135)	(527)	(823)
Total deductions	(195)	(2,668)	(9,519)	(17,387)
Participant Transactions				
Contributions	128,205	661,529	1,007,686	853,182
Exchanges in	--	61,203	12,791	33,100
Redemptions	--	(2,000)	(69,687)	(164,302)
Exchanges out	--	(23,109)	(4,924)	(36,271)
Net increase (decrease) from transactions	128,205	697,623	945,866	685,709
Total increase (decrease) in net position	131,656	768,911	1,210,042	1,096,716
Net position				
Beginning of period	--	103,182	1,069,771	2,245,346
End of period	\$131,656	\$872,093	\$2,279,813	\$3,342,062

* Inception date January 2, 2017.

** Includes both net realized and unrealized gains and losses from investments in Underlying Investments.

The accompanying notes are an integral part of these financial statements.

Age-Based Asset Allocation Investment Option

Statement of Changes in Fiduciary Net Position (continued)

For the year ended June 30, 2017

	Age-Based 2013	Age-Based 2012	Age-Based 2011	Age-Based 2010
ADDITIONS				
Results from Investment Operations:				
Income from underlying fund shares	\$38	\$77	\$208	\$269
Net appreciation in fair value of investments **	575,834	735,936	1,037,931	807,336
Total additions & net investment income	575,872	736,013	1,038,139	807,605
DEDUCTIONS				
Expenses (Note 3)				
Administration Fees				
Class A	(6,350)	(8,245)	(11,536)	(10,182)
Class B	(4,985)	(7,253)	(12,536)	(8,530)
Class C	(7,100)	(8,650)	(12,393)	(8,286)
Board Fees				
Class A	(2,540)	(3,298)	(4,614)	(4,072)
Class B	(499)	(725)	(1,254)	(853)
Class C	(710)	(865)	(1,239)	(829)
Audit and other fees	(1,114)	(1,453)	(2,113)	(1,711)
Total deductions	(23,298)	(30,489)	(45,685)	(34,463)
Participant Transactions				
Contributions	799,248	625,913	983,319	792,905
Exchanges in	22,336	81,739	219,834	40,428
Redemptions	(461,162)	(211,368)	(365,435)	(282,280)
Exchanges out	(42,763)	(125,068)	(177,136)	(62,672)
Net increase (decrease) from transactions	317,659	371,216	660,582	488,381
Total increase (decrease) in net position	870,233	1,076,740	1,653,036	1,261,523
Net position				
Beginning of year	3,344,799	4,371,061	6,395,989	5,143,021
End of year	\$4,215,032	\$5,447,801	\$8,049,025	\$6,404,544

** Includes both net realized and unrealized gains and losses from investments in Underlying Investments.

The accompanying notes are an integral part of these financial statements.

Age-Based Asset Allocation Investment Option

Statement of Changes in Fiduciary Net Position (continued)

For the year ended June 30, 2017

	Age-Based 2009	Age-Based 2008	Age-Based 2007	Age-Based 2006
ADDITIONS				
Results from Investment Operations:				
Income from underlying fund shares	\$514	\$775	\$1,114	\$1,570
Net appreciation in fair value of investments **	1,025,659	975,932	974,967	975,067
Total additions & net investment income	1,026,173	976,707	976,081	976,637
DEDUCTIONS				
Expenses (Note 3)				
Administration Fees				
Class A	(14,128)	(13,784)	(16,168)	(16,931)
Class B	(5,358)	(6,451)	(5,675)	(7,410)
Class C	(14,109)	(13,975)	(9,424)	(8,869)
Board Fees				
Class A	(5,651)	(5,513)	(6,468)	(6,773)
Class B	(536)	(645)	(568)	(741)
Class C	(1,411)	(1,398)	(942)	(887)
Audit and other fees	(2,259)	(2,247)	(2,372)	(2,497)
Total deductions	(43,452)	(44,013)	(41,617)	(44,108)
Participant Transactions				
Contributions	725,713	818,665	731,263	876,310
Exchanges in	33,635	270,964	118,138	217,931
Redemptions	(90,259)	(353,196)	(214,262)	(353,276)
Exchanges out	(82,235)	(251,130)	(218,013)	(237,371)
Net increase (decrease) from transactions	586,854	485,303	417,126	503,594
Total increase (decrease) in net position	1,569,575	1,417,997	1,351,590	1,436,123
Net position				
Beginning of year	6,788,021	6,809,759	7,330,082	7,675,448
End of year	\$8,357,596	\$8,227,756	\$8,681,672	\$9,111,571

** Includes both net realized and unrealized gains and losses from investments in Underlying Investments.

The accompanying notes are an integral part of these financial statements.

Age-Based Asset Allocation Investment Option

Statement of Changes in Fiduciary Net Position (continued)

For the year ended June 30, 2017

	Age-Based 2005	Age-Based 2004	Age-Based 2003	Age-Based 2002
ADDITIONS				
Results from Investment Operations:				
Income from underlying fund shares	\$3,161	\$6,201	\$11,833	\$14,332
Net appreciation in fair value of investments **	1,167,961	1,302,445	1,542,798	1,204,281
Total additions & net investment income	1,171,122	1,308,646	1,554,631	1,218,613
DEDUCTIONS				
Expenses (Note 3)				
Administration Fees				
Class A	(21,777)	(28,219)	(37,778)	(31,806)
Class B	(10,906)	(12,693)	(16,851)	(9,473)
Class C	(13,444)	(15,292)	(20,761)	(20,515)
Class D	--	--	(1,174)	(5,604)
Board Fees				
Class A	(8,710)	(11,287)	(15,111)	(12,722)
Class B	(1,091)	(1,269)	(1,685)	(947)
Class C	(1,345)	(1,529)	(2,076)	(2,051)
Class D	--	--	(470)	(2,241)
Audit and other fees	(3,314)	(4,190)	(5,752)	(5,340)
Total deductions	(60,587)	(74,479)	(101,658)	(90,699)
Participant Transactions				
Contributions	1,316,840	901,065	1,221,921	1,340,267
Exchanges in	309,616	372,891	598,643	395,036
Redemptions	(770,634)	(462,475)	(636,369)	(436,332)
Exchanges out	(923,847)	(467,847)	(699,314)	(633,150)
Net increase (decrease) from transactions	(68,025)	343,634	484,881	665,821
Total increase (decrease) in net position	1,042,510	1,577,801	1,937,854	1,793,735
Net position				
Beginning of year	10,493,995	13,209,569	18,304,282	16,805,804
End of year	\$11,536,505	\$14,787,370	\$20,242,136	\$18,599,539

** Includes both net realized and unrealized gains and losses from investments in Underlying Investments.

The accompanying notes are an integral part of these financial statements.

Age-Based Asset Allocation Investment Option

Statement of Changes in Fiduciary Net Position (continued)

For the year ended June 30, 2017

	Age-Based 2001	Age-Based 2000	Age-Based 1999	Age-Based 1998
ADDITIONS				
Results from Investment Operations:				
Income from underlying fund shares	\$17,665	\$18,107	\$21,018	\$19,455
Net appreciation in fair value of investments **	1,089,049	724,818	580,997	367,014
Total additions & net investment income	1,106,714	742,925	602,015	386,469
DEDUCTIONS				
Expenses (Note 3)				
Administration Fees				
Class A	(35,730)	(30,711)	(29,974)	(23,949)
Class B	(11,074)	(9,733)	(8,765)	(5,896)
Class C	(23,598)	(15,557)	(17,391)	(20,793)
Class D	(4,666)	(3,336)	(4,306)	(3,125)
Board Fees				
Class A	(14,292)	(12,285)	(11,990)	(9,579)
Class B	(1,107)	(973)	(876)	(590)
Class C	(2,360)	(1,556)	(1,739)	(2,079)
Class D	(1,866)	(1,335)	(1,722)	(1,250)
Audit and other fees	(5,837)	(4,802)	(4,856)	(4,021)
Total deductions	(100,530)	(80,288)	(81,619)	(71,282)
Participant Transactions				
Contributions	1,096,130	1,223,179	901,746	899,142
Exchanges in	253,829	671,700	509,022	896,678
Redemptions	(223,155)	(299,507)	(877,379)	(3,204,956)
Exchanges out	(856,511)	(573,723)	(664,100)	(355,901)
Net increase (decrease) from transactions	270,293	1,021,649	(130,711)	(1,765,037)
Total increase (decrease) in net position	1,276,477	1,684,286	389,685	(1,449,850)
Net position				
Beginning of year	18,976,423	15,172,288	15,776,266	14,892,833
End of year	\$20,252,900	\$16,856,574	\$16,165,951	\$13,442,983

** Includes both net realized and unrealized gains and losses from investments in Underlying Investments.

The accompanying notes are an integral part of these financial statements.

Age-Based Asset Allocation Investment Option

Statement of Changes in Fiduciary Net Position (continued)

For the year ended June 30, 2017

	Age-Based 1997	Age-Based 1996	Age-Based Graduate
ADDITIONS			
Results from Investment Operations:			
Income from underlying fund shares	\$12,368	\$7,782	\$19,234
Net appreciation in fair value of investments **	161,129	73,526	121,523
Total additions & net investment income	173,497	81,308	140,757
DEDUCTIONS			
Expenses (Note 3)			
Administration Fees			
Class A	(13,553)	(10,205)	(17,955)
Class B	(3,707)	(1,985)	(2,956)
Class C	(12,976)	(6,478)	(18,218)
Class D	(2,846)	(1,394)	(3,177)
Board Fees			
Class A	(5,421)	(4,082)	(7,182)
Class B	(371)	(199)	(296)
Class C	(1,298)	(648)	(1,822)
Class D	(1,138)	(557)	(1,271)
Audit and other fees	(2,454)	(1,635)	(3,144)
Total deductions	(43,764)	(27,183)	(56,021)
Participant Transactions			
Contributions	405,026	426,013	316,318
Exchanges in	290,685	410,395	4,488,724
Redemptions	(3,259,400)	(2,536,211)	(3,208,039)
Exchanges out	(554,681)	(2,720,890)	(784,224)
Net increase (decrease) from transactions	(3,118,370)	(4,420,693)	812,779
Total increase (decrease) in net position	(2,988,637)	(4,366,568)	897,515
Net position			
Beginning of year	10,205,941	7,211,128	10,574,252
End of year	\$7,217,304	\$2,844,560	\$11,471,767

** Includes both net realized and unrealized gains and losses from investments in Underlying Investments.

The accompanying notes are an integral part of these financial statements.

Goal-Based Asset Allocation Investment Options

Statement of Fiduciary Net Position

June 30, 2017	Aggressive Growth Investment Option	Growth Investment Option	Balanced Investment Option
Assets			
Underlying investments, at fair value	\$22,534,595	\$29,771,737	\$28,000,000
Receivable for Participant contributions	1,332	1,658	1,275
Receivable for securities sold	--	4,080	1,449
Dividends and interest receivable	32	100	738
Total assets	22,535,959	29,777,575	28,003,462
Liabilities			
Payable for Participant redemptions	--	4,080	1,449
Payable for securities purchased	1,372	1,717	2,057
Accrued administration and board fees	8,951	12,104	11,189
Audit and other accrued fees	6,003	8,221	7,461
Total liabilities	16,326	26,122	22,156
Net position	\$22,519,633	\$29,751,453	\$27,981,306
Computation of net position value and offering price - A**			
Net Position	\$17,827,426	\$20,582,393	\$20,552,763
Number of units outstanding	879,407	1,085,660	1,194,509
Net position value	20.27	18.96	17.21
Offering price Fee Structure A	21.51	20.12	18.26
Computation of net position value - B			
Net Position	\$1,203,029	\$1,490,327	\$1,496,643
Number of units outstanding	62,432	82,690	91,514
Net position value	19.27	18.02	16.35
Computation of net position value - C			
Net Position	\$2,757,050	\$4,214,933	\$3,570,019
Number of units outstanding	143,025	233,813	218,289
Net position value	19.28	18.03	16.35
Computation of net position value - D			
Net Position	\$732,128	\$3,463,800	\$2,361,881
Number of units outstanding	36,100	182,703	137,304
Net position value	20.28	18.96	17.20
Cost of Investments (Note 2)	\$17,586,656	\$23,269,672	\$23,512,072

** Fee Structure A investment options reflect an initial sales charge of 5.75%.

The accompanying notes are an integral part of these financial statements.

Goal-Based Asset Allocation Investment Options

Statement of Changes in Fiduciary Net Position

For the year ended June 30, 2017

	Aggressive Growth Investment Option	Growth Investment Option	Balanced Investment Option
ADDITIONS			
Results from Investment Operations:			
Income from underlying fund shares	\$139	\$274	\$3,292
Net appreciation in fair value of investments **	3,597,830	4,491,965	3,147,607
Total additions & net investment income	3,597,969	4,492,239	3,150,899
DEDUCTIONS			
Expenses (Note 3)			
Administration Fees			
Class A	(39,704)	(47,605)	(46,261)
Class B	(11,528)	(14,421)	(13,335)
Class C	(24,330)	(41,055)	(31,487)
Class D	(2,226)	(8,235)	(5,788)
Board Fees			
Class A	(15,881)	(19,042)	(18,504)
Class B	(1,153)	(1,442)	(1,334)
Class C	(2,433)	(4,105)	(3,149)
Class D	(891)	(3,294)	(2,315)
Audit and other fees	(6,052)	(8,222)	(7,525)
Total deductions	(104,198)	(147,421)	(129,698)
Participant Transactions			
Contributions	2,138,531	1,976,894	2,496,206
Exchanges in	1,354,803	2,337,217	2,691,195
Redemptions	(1,805,256)	(3,002,323)	(2,231,572)
Exchanges out	(1,316,229)	(1,831,289)	(1,004,308)
Net increase (decrease) from transactions	371,849	(519,501)	1,951,521
Total increase in net position	3,865,620	3,825,317	4,972,722
Net position			
Beginning of year	18,654,013	25,926,136	23,008,584
End of year	\$22,519,633	\$29,751,453	\$27,981,306

** Includes both net realized and unrealized gains and losses from investments in Underlying Investments.

The accompanying notes are an integral part of these financial statements.

Absolute Return Funds Investment Options

Statement of Fiduciary Net Position

June 30, 2017	Putnam Absolute Return 100 Fund Investment Option	Putnam Absolute Return 300 Fund Investment Option	Putnam Absolute Return 500 Fund Investment Option	Putnam Absolute Return 700 Fund Investment Option
Assets				
Underlying investments, at fair value	\$1,174,743	\$4,926,180	\$10,888,831	\$12,387,612
Receivable for Participant contributions	--	218	552	964
Receivable for securities sold	--	3,340	--	--
Dividends and interest receivable	1	44	39	267
Total assets	1,174,744	4,929,782	10,889,422	12,388,843
Liabilities				
Payable for Participant redemptions	--	3,340	--	--
Payable for securities purchased	2	224	565	979
Accrued administration and board fees	466	1,754	4,318	5,663
Audit and other accrued fees	415	1,395	3,358	3,689
Total liabilities	883	6,713	8,241	10,331
Net position	\$1,173,861	\$4,923,069	\$10,881,181	\$12,378,512
Computation of net position value and offering price - A*				
Net Position	\$981,906	\$4,268,409	\$8,999,493	\$9,060,357
Number of units outstanding	91,801	380,212	735,190	700,030
Net position value	10.70	11.23	12.24	12.94
Offering price Fee Structure A	11.35	11.92	12.99	13.73
Computation of net position value - B				
Net Position	\$18,826	\$157,134	\$402,956	\$478,588
Number of units outstanding	1,784	14,193	34,632	38,899
Net position value	10.55	11.07	11.64	12.30
Computation of net position value - C				
Net Position	\$173,129	\$497,526	\$1,478,732	\$2,839,567
Number of units outstanding	17,028	46,635	127,085	230,779
Net position value	10.17	10.67	11.64	12.30
Cost of Investments (Note 2)	\$1,172,500	\$5,013,272	\$11,035,509	\$12,494,406

* Fee Structure A investment options reflect an initial sales charge of 5.75%.

The accompanying notes are an integral part of these financial statements.

Absolute Return Funds Investment Options

Statement of Changes in Fiduciary Net Position

For the year ended June 30, 2017

	Putnam Absolute Return 100 Fund Investment Option	Putnam Absolute Return 300 Fund Investment Option	Putnam Absolute Return 500 Fund Investment Option	Putnam Absolute Return 700 Fund Investment Option
ADDITIONS				
Results from Investment Operations:				
Income from underlying fund shares	\$43,106	\$146,757	\$55	\$284
Net appreciation in fair value of investments **	18,696	234,877	484,431	800,984
Total additions & net investment income	61,802	381,634	484,486	801,268
DEDUCTIONS				
Expenses (Note 3)				
Administration Fees				
Class A	(3,029)	(10,125)	(23,432)	(22,555)
Class B	(81)	(705)	(3,973)	(4,411)
Class C	(1,811)	(5,251)	(16,235)	(30,541)
Board Fees				
Class A	(1,212)	(4,050)	(9,373)	(9,022)
Class B	(18)	(157)	(397)	(441)
Class C	(181)	(525)	(1,624)	(3,054)
Audit and other fees	(420)	(1,410)	(3,391)	(3,727)
Total deductions	(6,752)	(22,223)	(58,425)	(73,751)
Participant Transactions				
Contributions	68,628	381,867	403,852	1,039,288
Exchanges in	387,994	482,041	386,335	487,935
Redemptions	(683,682)	(844,617)	(1,328,878)	(1,609,893)
Exchanges out	(141,895)	(603,391)	(1,104,143)	(1,291,515)
Net (decrease) from transactions	(368,955)	(584,100)	(1,642,834)	(1,374,185)
Total (decrease) in net position	(313,905)	(224,689)	(1,216,773)	(646,668)
Net position				
Beginning of year	1,487,766	5,147,758	12,097,954	13,025,180
End of year	\$1,173,861	\$4,923,069	\$10,881,181	\$12,378,512

** Includes both net realized and unrealized gains and losses from investments in Underlying Investments.

The accompanying notes are an integral part of these financial statements.

Individual Fund Investment Options

Statement of Fiduciary Net Position

June 30, 2017

	Putnam Equity Income Fund Investment Option	Putnam Growth Opportunities Fund Investment Option	MFS Institutional International Equity Fund Investment Option
Assets			
Underlying investments, at fair value	\$18,317,531	\$13,817,494	\$11,225,878
Receivable for Participant contributions	440	514	452
Dividends and interest receivable	174	16	82
Total assets	18,318,145	13,818,024	11,226,412
Liabilities			
Payable for securities purchased	462	530	465
Accrued administration and board fees	7,639	6,052	4,760
Audit and other accrued fees	5,238	3,712	2,847
Total liabilities	13,339	10,294	8,072
Net position	\$18,304,806	\$13,807,730	\$11,218,340
Computation of net position value and offering price - A*			
Net Position	\$14,525,409	\$10,588,248	\$8,818,612
Number of units outstanding	645,020	852,756	569,193
Net position value	22.52	12.42	15.49
Offering price Fee Structure A	23.89	13.18	16.44
Computation of net position value - B			
Net Position	\$779,691	\$384,362	\$195,464
Number of units outstanding	36,426	31,186	13,271
Net position value	21.40	12.32	14.73
Computation of net position value - C			
Net Position	\$2,999,706	\$2,835,120	\$2,204,264
Number of units outstanding	140,123	230,018	149,650
Net position value	21.41	12.33	14.73
Cost of Investments (Note 2)	\$16,867,470	\$11,522,634	\$9,990,082

* Fee Structure A investment options reflect an initial sales charge of 5.75%.

The accompanying notes are an integral part of these financial statements.

Individual Fund Investment Options
Statement of Changes in Fiduciary Net Position
For the period ended June 30, 2017

	Putnam Equity Income Fund Investment Option	Putnam Growth Opportunities Fund Investment Option*	MFS Institutional International Equity Fund Investment Option
ADDITIONS			
Results from Investment Operations:			
Income from underlying fund shares	\$522,213	\$2,437	\$170,866
Net appreciation in fair value of investments **	2,225,262	2,498,736	1,640,151
Total additions & net investment income	2,747,475	2,501,173	1,811,017
DEDUCTIONS			
Expenses (Note 3)			
Administration Fees			
Class A	(35,411)	(24,003)	(19,006)
Class B	(7,341)	(3,745)	(1,633)
Class C	(28,708)	(25,271)	(18,706)
Board Fees			
Class A	(14,164)	(9,601)	(7,603)
Class B	(734)	(375)	(163)
Class C	(2,871)	(2,527)	(1,871)
Audit and other fees	(5,284)	(3,712)	(2,862)
Total deductions	(94,513)	(69,234)	(51,844)
Participant Transactions			
Contributions	1,244,420	1,039,964	486,853
Exchanges in	731,293	12,735,892	5,676,164
Redemptions	(2,430,528)	(1,318,091)	(1,092,125)
Exchanges out	(988,470)	(1,081,974)	(582,801)
Net increase (decrease) from transactions	(1,443,285)	11,375,791	4,488,091
Total increase in net position	1,209,677	13,807,730	6,247,264
Net position			
Beginning of period	17,095,129	--	4,971,076
End of period	\$18,304,806	\$13,807,730	\$11,218,340

* Inception date July 5, 2016.

** Includes both net realized and unrealized gains and losses from investments in Underlying Investments.

The accompanying notes are an integral part of these financial statements.

Individual Fund Investment Options

Statement of Fiduciary Net Position (continued)

June 30, 2017	Principal MidCap Fund Investment Option	Putnam Small Cap Value Fund Investment Option	Putnam High Yield Fund Investment Option
Assets			
Underlying investments, at fair value	\$18,032,718	\$5,563,005	\$5,056,921
Receivable for Participant contributions	142	229	126
Dividends and interest receivable	76	6	6
Total assets	18,032,936	5,563,240	5,057,053
Liabilities			
Payable for securities purchased	164	236	133
Accrued administration and board fees	7,330	2,173	1,937
Audit and other accrued fees	5,061	1,598	251
Total liabilities	12,555	4,007	2,321
Net position	\$18,020,381	\$5,559,233	\$5,054,732
Computation of net position value and offering price - A*			
Net Position	\$14,738,519	\$4,634,886	\$4,266,927
Number of units outstanding	564,374	366,893	421,295
Net position value	26.11	12.63	10.13
Offering price Fee Structure A	27.70	13.40	10.75
Computation of net position value - B			
Net Position	\$652,284	\$165,983	\$154,247
Number of units outstanding	26,278	13,419	15,251
Net position value	24.82	12.37	10.11
Computation of net position value - C			
Net Position	\$2,629,578	\$758,364	\$633,558
Number of units outstanding	105,912	61,318	62,640
Net position value	24.83	12.37	10.11
Cost of Investments (Note 2)	\$14,280,850	\$4,767,778	\$5,065,052

* Fee Structure A investment options reflect an initial sales charge of 5.75%.

The accompanying notes are an integral part of these financial statements.

Individual Fund Investment Options

Statement of Changes in Fiduciary Net Position (continued)

For the period ended June 30, 2017

	Principal MidCap Fund Investment Option	Putnam Small Cap Value Fund Investment Option	Putnam High Yield Fund Investment Option*
ADDITIONS			
Results from Investment Operations:			
Income from underlying fund shares	\$407,000	\$47,571	\$45,254
Net appreciation (depreciation) in fair value of investments **	2,646,985	1,207,354	(7,845)
Total additions & net investment income	3,053,985	1,254,925	37,409
DEDUCTIONS			
Expenses (Note 3)			
Administration Fees			
Class A	(34,926)	(11,239)	(1,779)
Class B	(6,673)	(1,467)	(261)
Class C	(25,246)	(7,816)	(1,064)
Board Fees			
Class A	(13,971)	(4,496)	(712)
Class B	(667)	(147)	(26)
Class C	(2,525)	(782)	(106)
Audit and other fees	(5,109)	(1,611)	(251)
Total deductions	(89,117)	(27,558)	(4,199)
Participant Transactions			
Contributions	605,189	428,753	70,671
Exchanges in	999,936	364,494	5,050,192
Redemptions	(1,753,409)	(762,236)	(51,567)
Exchanges out	(1,686,676)	(525,073)	(47,774)
Net increase (decrease) from transactions	(1,834,960)	(494,062)	5,021,522
Total increase in net position	1,129,908	733,305	5,054,732
Net position			
Beginning of period	16,890,473	4,825,928	--
End of period	\$18,020,381	\$5,559,233	\$5,054,732

* Inception date April 21, 2017.

** Includes both net realized and unrealized gains and losses from investments in Underlying Investments.

The accompanying notes are an integral part of these financial statements.

Individual Fund Investment Options

Statement of Fiduciary Net Position (continued)

June 30, 2017	Putnam Income Fund Investment Option	Federated U.S. Government Securities Fund 2 -5 years Investment Option	SSgA S&P 500 Index Fund Investment Option	Putnam Government Money Market Fund Investment Option
Assets				
Underlying investments, at fair value	\$6,346,289	\$1,972,679	\$9,839,503	\$10,411,790
Receivable for Participant contributions	214	--	669	1,386
Receivable for securities sold	--	--	--	1,316
Dividends and interest receivable	21	85	8	2,583
Total assets	6,346,524	1,972,764	9,840,180	10,417,075
Liabilities				
Payable for Participant redemptions	--	--	--	1,316
Payable for securities purchased	222	3	681	4,427
Accrued administration and board fees	2,347	742	4,305	2,080
Audit and other accrued fees	1,933	628	2,669	2,473
Total liabilities	4,502	1,373	7,655	10,296
Net position	\$6,342,022	\$1,971,391	\$9,832,525	\$10,406,779
Computation of net position value and offering price - A*				
Net Position	\$5,511,540	\$1,690,727	\$7,464,697	\$8,828,004
Number of units outstanding	431,865	164,907	379,752	8,827,647
Net position value	12.76	10.25	19.66	1.00
Offering price Fee Structure A	13.54	10.88	20.86	1.06
Computation of net position value - B				
Net Position	\$160,104	\$5,825	\$306,505	\$479,050
Number of units outstanding	13,200	598	16,190	479,031
Net position value	12.13	9.74	18.93	1.00
Computation of net position value - C				
Net Position	\$670,378	\$274,839	\$2,061,323	\$1,099,725
Number of units outstanding	55,246	28,188	108,874	1,099,668
Net position value	12.13	9.75	18.93	1.00
Cost of Investments (Note 2)	\$6,455,526	\$2,007,980	\$9,033,379	\$10,411,790

* Fee Structure A investment options reflect an initial sales charge of 5.75%.

The accompanying notes are an integral part of these financial statements.

Individual Fund Investment Options

Statement of Changes in Fiduciary Net Position (continued)

For the period ended June 30, 2017

	Putnam Income Fund Investment Option	Federated U.S. Government Securities Fund 2 -5 years Investment Option	SSgA S&P 500 Index Fund Investment Option	Putnam Government Money Market Fund Investment Option*
ADDITIONS				
Results from Investment Operations:				
Income from underlying fund shares	\$239,301	\$26,004	\$774,318	\$5,867
Net appreciation (depreciation) in fair value of investments **	32,726	(58,455)	698,530	--
Total additions & net investment income	272,027	(32,451)	1,472,848	5,867
DEDUCTIONS				
Distributions (Note 2)				
Class A	--	--	--	(128)
Class B	--	--	--	(7)
Class C	--	--	--	--
Expenses (Note 3)				
Administration Fees				
Class A	(14,349)	(4,580)	(17,215)	(18,116)
Class B	(1,645)	(65)	(2,845)	(778)
Class C	(6,547)	(2,924)	(18,796)	(4,847)
Board Fees				
Class A	(5,739)	(1,832)	(6,886)	(7,252)
Class B	(165)	(6)	(285)	(311)
Class C	(655)	(292)	(1,880)	(969)
Audit and other fees	(1,950)	(631)	(2,689)	(2,473)
Expenses waived by Putnam (Note 3)	--	--	--	29,447
Total deductions	(31,050)	(10,330)	(50,596)	(5,434)
Participant Transactions				
Contributions	456,306	502,481	865,324	1,064,505
Exchanges in	662,414	189,306	1,047,088	13,363,497
Redemptions	(1,093,582)	(432,778)	(788,967)	(3,186,821)
Exchanges out	(697,269)	(321,768)	(996,234)	(834,835)
Net increase (decrease) from transactions	(672,131)	(62,759)	127,211	10,406,346
Total increase (decrease) in net position	(431,154)	(105,540)	1,549,463	10,406,779
Net position				
Beginning of period	6,773,176	2,076,931	8,283,062	--
End of period	\$6,342,022	\$1,971,391	\$9,832,525	\$10,406,779

* Inception date August 18, 2016.

** Includes both net realized and unrealized gains and losses from investments in Underlying Investments.

The accompanying notes are an integral part of these financial statements.