

Putnam 529 for AmericaSM

Financial Statements For the year ended June 30, 2016

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, 2016.

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 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, 2016 and June 30, 2015 (2015 Underlying investments, at fair value of \$397,508,561, includes Age-Based 1994 Option of \$1,913,461, which merged into Age-Based Graduate Option at December 31, 2015).

	2016	2015
Underlying investments, at fair value	\$397,792,426	\$397,508,561
Receivables	723,005	1,464,263
Total assets	398,515,431	398,972,824
Payables	723,126	1,464,298
Other liabilities	274,674	295,927
Total liabilities	997,800	1,760,225
Net position	\$397,517,631	\$397,212,599

The Plan's investments are comprised of 19 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 eleven 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, 2016 and year ended June 30, 2015.

ADDITIONS	2016	2015
Results from Investment Operations:		
Income from underlying fund shares	\$5,919,484	\$6,791,270
Net appreciation (depreciation) in fair value of investments *	(12,830,184)	9,096,959
Total Additions & net investment income	\$(6,910,700)	\$15,888,229
DEDUCTIONS		
Administration Fees, net waivers	\$1,524,243	\$1,473,657
Board Fees	355,126	372,104
Audit and other Fees	116,399	135,405
Total Expenses	1,995,768	1,981,166
Participant Transactions		
Contributions	44,406,292	46,690,412
Exchanges in	22,407,585	75,447,845
Redemptions	(34,423,010)	(30,764,212)
Exchanges out	(23,179,367)	(76,917,896)
Net increase from transactions	\$9,211,500	\$14,456,149
Total increase in net position	305,032	28,363,212
Net position		
Net position, beginning of year	397,212,599	368,849,387
Net position, end of year	\$397,517,631	\$397,212,599

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

Plan Performance:

In a volatile global investment environment, the Age-Based Portfolios produced slightly negative returns. The longer-dated options, which have greater exposure to global equities because of their later target dates slightly underperformed the shorter-dated options. The shorter-dated options, typically for investors who are closer to college age, had a greater reliance on fixed-income instruments and absolute return strategies, and experienced higher, although still negative returns.

During the 12-month period the investment environment, in our view, can best be described as series of crises, with each crisis followed by a relief rally. As a result, the market experienced significant ups and downs. The increased market volatility and global macroeconomic pressure resulted in two pronounced market corrections for many major indexes – in August and September 2015 and in January and February 2016. In late June 2016, however, market volatility spiked again, largely in response to Brexit – the decision by the United Kingdom voters to leave the European Union. U.S. stocks prices plummeted more than 5% in two days after the vote followed by a dramatic three-day recovery. Stocks remained positive in July, managing to gains. The strong market momentum and an analysis of trends call for a bullish outlook. However, we believe, concerns about the future Federal Reserve's action, Eurozone growth, terrorism attacks and the U.S. presidential campaigns continue to weigh on investor sentiment at the close of the of the period.

The chart below shows each Investment Option's Class A share total returns for the year ended June 30, 2016.

AGE-BASED INVESTMENT OPTION:		GOAL BASED/ABSOLUTE RETURN/INDIVIDUAL INVESTMENT OPTIONS:	
Portfolio		Portfolio	
<i>Graduate</i>	-0.18 %	Aggressive Growth	-5.12%
1995	-0.24	Growth	-3.91
1996	-0.23	Balanced	-1.99
1997	-0.15	Putnam Absolute Return 100 Fund	-0.87
1998	-0.22	Putnam Absolute Return 300 Fund	-3.35
1999	-0.29	Putnam Absolute Return 500 Fund	-1.42
2000	-0.42	Putnam Absolute Return 700 Fund	-2.17
2001	-0.61	Putnam Equity Income Fund	-1.23
2002	-0.80	Putnam Voyager Fund	-12.81
2003	-1.04	Putnam International Capital Opportunities Fund	-10.49
2004	-1.34	MFS Institutional International Equity Fund	-10.32
2005	-1.71	Principal MidCap Fund	0.37
2006	-2.00	Putnam Small Cap Value Fund	-5.58
2007	-2.29	Putnam High Yield Trust	-0.52
2008	-2.51	Putnam Income Fund	-0.89
2009	-2.85	Federated U.S. Government Securities Fund	2.15
2010	-3.07	SSgA S&P 500 Index Fund	3.52
2011	-3.34	Putnam Money Market Fund	-#
2012	-3.45		
2013	-3.62		
2014	-3.82		
2015	-3.88		
2016*	-0.80		

* Since inception; performance is not annualized.

Amount represents less than 0.01%.



Independent Auditor's Report

To 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 fiduciary net position and related statements of changes in fiduciary net position of the Putnam 529 for AmericaSM College Savings Plan comprised of forty-one constituent Investment Options, and five GAA Portfolios (the "Plan"), as of and for the year ended June 30, 2016, and the related notes to the financial statements, as listed in the table of contents.

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.

Auditor's 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 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 Plans'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, 2016, 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 general fund 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, 2016, 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 Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated September 28, 2016 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.

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 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, 2016 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 , 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.

PricewaterhouseCoopers LLP

Boston, MA
September 28, 2016

Putnam 529 for America — Nevada College Savings Plan

Statement of Fiduciary Net Position

June 30, 2016

	Putnam 529 for America
Assets	
Underlying investments, at fair value	\$397,792,426
Receivable for Participant contributions	521,934
Receivable for securities sold	197,271
Dividends and interest receivable	3,800
Total assets	398,515,431
Liabilities	
Payable for Participant redemptions	197,271
Payable for securities purchased	525,855
Accrued administrative and board fees	158,296
Audit and other accrued fees	116,378
Total liabilities	997,800
Net position	\$397,517,631

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, 2016

	Putnam 529 for America
ADDITIONS	
Results from Investment Operations:	
Income from underlying fund shares	\$5,919,484
Net appreciation (depreciation) in fair value of investments*	(12,830,184)
Total additions & net investment income	(6,910,700)
DEDUCTIONS	
Expenses (Note 3)	
Administration Fees	
Class A	741,544
Class B	227,729
Class C	531,642
Class D	51,002
Board Fees	
Class A	266,720
Class B	21,128
Class C	49,123
Class D	18,155
Audit and other fees	116,399
Expenses waived by Putnam (Note 3)	(27,674)
Total expenses	1,995,768
Participant Transactions	
Contributions	44,406,292
Exchanges in	22,407,585
Redemptions	(34,423,010)
Exchanges out	(23,179,367)
Net increase from transactions	9,211,500
Total increase in net position	305,032
Net position	
Beginning of year	397,212,599
End of year	\$397,517,631

* 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 6/30/16

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. Putnam 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, 2015 through June 30, 2016.

As of June 30, 2016, the Plan has the following 19 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 Voyager Fund Investment Option
- Putnam International Capital 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 Trust Investment Option
- Putnam Income Fund Investment Option
- Federated U.S. Government Securities Fund 2-5 years Investment Option

Money Market Option

- Putnam Money Market Fund Investment Option

Hereafter, the four Asset Allocation Investment Options, the four Absolute Return Funds Investment Options and the eleven 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 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 asset value and do not pay an initial sales charge but are generally subject to a deferred sales charge up to 5.00% on rollover distributions and distributions not used for qualified higher education expenses if the applicable withdrawal occurs within six years of purchase (two years of purchase for the Putnam Absolute Return 100 and Putnam Absolute Return 300 Fund Investment Options). Fee Structure C Investment Options do not pay an initial sales charge and are sold at net asset value but are generally subject to a deferred sales charge of 1.00% on rollover distributions and distributions not used to pay for qualified higher education expenses in the first year. The Putnam 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 28, 2016, 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.

Market quotations are not considered to be readily available for certain debt obligations 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 considers such factors as security prices, yields, maturities and ratings). 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. 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 and 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. Securities quoted in foreign currencies, if any, are translated into U.S. dollars at the current exchange rate. Short-term securities with remaining maturities of 60 days or less are valued at amortized cost, which approximates fair value.

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 assets 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 OPTION:				
Age-Based 2016	\$ -	\$103,251	\$ -	\$103,251
Age-Based 2015	-	1,070,403	-	1,070,403
Age-Based 2014	-	2,246,987	-	2,246,987
Age-Based 2013	-	3,347,279	-	3,347,279
Age-Based 2012	-	4,374,517	-	4,374,517
Age-Based 2011	-	6,400,996	-	6,400,996
Age-Based 2010	-	5,146,880	-	5,146,880
Age-Based 2009	-	6,792,975	-	6,792,975
Age-Based 2008	-	6,814,776	-	6,814,776
Age-Based 2007	-	7,335,123	-	7,335,123
Age-Based 2006	-	7,680,750	-	7,680,750
Age-Based 2005	-	10,501,298	-	10,501,298
Age-Based 2004	-	13,218,909	-	13,218,909
Age-Based 2003	-	18,317,027	-	18,317,027
Age-Based 2002	-	16,817,117	-	16,817,117
Age-Based 2001	-	18,989,328	-	18,989,328
Age-Based 2000	-	15,182,524	-	15,182,524
Age-Based 1999	-	15,786,893	-	15,786,893
Age-Based 1998	-	14,903,538	-	14,903,538
Age-Based 1997	-	10,213,390	-	10,213,390
Age-Based 1996	-	7,216,278	-	7,216,278
Age-Based 1995	-	2,096,774	-	2,096,774
Age-Based Graduate	-	10,581,362	-	10,581,362
Aggressive Growth	-	18,666,545	-	18,666,545
Growth	-	25,944,493	-	25,944,493
Balanced	-	23,024,489	-	23,024,489
Investments in Mutual Funds:				
INDIVIDUAL/ABSOLUTE RETURN INVESTMENT OPTIONS:				
Putnam Absolute Return 100 Fund	\$1,488,806	\$ -	\$ -	\$1,488,806
Putnam Absolute Return 300 Fund	5,151,203	-	-	5,151,203
Putnam Absolute Return 500 Fund	12,106,277	-	-	12,106,277
Putnam Absolute Return 700 Fund	13,035,267	-	-	13,035,267
Putnam Equity Income Fund	17,106,874	-	-	17,106,874
Putnam Voyager Fund	12,641,225	-	-	12,641,225
Putnam International Capital Opportunities Fund	5,049,037	-	-	5,049,037
MFS Institutional International Equity Fund	4,974,714	-	-	4,974,714
Principal MidCap Fund	16,902,308	-	-	16,902,308

	Valuation inputs			Total
	Level 1	Level 2	Level 3	
Putnam Small Cap Value Fund	\$4,829,233	\$ -	\$ -	\$4,829,233
Putnam High Yield Trust	4,757,565	-	-	4,757,565
Putnam Income Fund	6,777,376	-	-	6,777,376
Federated U.S. Government Securities Fund 2-5 years	2,078,023	-	-	2,078,023
SSgA S&P 500 Index Fund	8,288,768	-	-	8,288,768
Putnam Money Market Fund	9,831,848	-	-	9,831,848

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 asset 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 Money Market Fund Investment Option are recorded daily and paid monthly. The remaining Investment Options do not intend to pay dividends. For the reporting period the Investment Options made no distributions.

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 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 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 Money Market Fund Investment Option

Fee Structure A	\$21,421
Fee Structure B	\$880
Fee Structure C	\$5,373

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. Effective October 1, 2015, Putnam will be 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, 2016, \$5,736 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.

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 \$91,146 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 0.16% and 1.01%. 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 \$121,524 and \$1,317 from the sale of Fee Structure A and D, respectively, and received \$121, \$18,839 and \$1,278 in contingent deferred sales charges from redemptions from Fee Structure A, 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, 2016, 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	\$159,803,694
GAA Fair value of Derivatives	375,017
GAA Underlying Equity Investments	129,665,887
Mutual Fund Investments	125,018,524
Other Receivables and Payables from GAA Portfolios	(17,070,696)
Total Underlying Investments, at Fair Value	\$397,792,426

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 6/30/2016	Cost of Purchases During the Period	Proceeds Sold During the Period	Less Value at 6/30/2015	Change in Realized and Unrealized During the Period
\$397,792,426	(\$98,663,181)	\$85,549,132	\$397,508,561	(\$12,830,184)

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, 2016	Change in Fair value
Purchased options, gross	\$2,127,200	\$10,080	\$10,080
Forward currency contracts, net	\$48,229,990	136,513	201,442
Centrally Cleared (CC) interest rate swap contracts, gross	\$6,524,600	(34,355)	(47,073)
OTC total return swap contracts, gross	\$16,379,406	(8,673)	18,467
OTC credit default contracts, gross	\$2,952,000	(35,850)	(49,717)
CC credit default contracts, gross	\$9,128,310	369,898	436,966
Futures contracts, gross	172	(62,596)	(145,007)
Totals		\$375,017	\$425,158

Options contracts The GAA Portfolios may use options contracts to gain exposure to securities. 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 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 Money Market Fund, for certain periods to facilitate the processing of transactions. As of end of period June 30, 2016, the Receivable for Participant contributions amount of \$521,934 and the Payable for Participant redemptions amount of \$197,271, 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	\$-	\$123,000	\$1,657,369	\$15,122,138	\$-	\$-
AA+	166,242	-	39,770	-	15,022,629	202,959
AA	88,240	-	420,704	-	-	-
AA-	757,403	-	347,344	-	-	-
A+	618,684	-	77,624	-	-	-
A	883,118	-	-	-	-	-
A-	1,347,052	-	356,183	-	-	-
BBB+	2,541,778	-	244,418	-	-	-
BBB	4,320,238	-	63,977	-	-	-
BBB-	4,069,948	-	337,797	-	-	-
BB+	2,414,767	-	140,508	-	-	-
BB	410,774	-	605,034	-	-	-
BB-	135,289	-	128,531	-	-	-
B+	37,110	-	91,089	-	-	-
B	373,000	-	271,849	-	-	-
B-	35,970	-	-	-	-	-
CCC and below	-	-	1,723,893	-	-	-
A-1+	-	-	-	-	-	30,240,289
A-1	-	-	-	-	-	71,504,347
Unrated	-	-	382,805	-	-	2,499,824
Total	\$18,199,613	\$123,000	\$6,888,895	\$15,122,138	\$15,022,629	\$104,447,419

Derivative instruments held by the GAA Portfolios, to the extent of diversification among counterparties, are presented below, at fair value, as of June 30, 2016 (the table excludes CC Interest Rate Swap Contracts and CC Credit Default Contracts totaling \$335,543. Centrally cleared contracts are not considered brokered contracts and have mitigated risk, see note 5).

Counterparty	Purchased Options	OTC Total Return Swap Contracts	OTC Credit Default Contracts	Futures Contracts	Forward Currency Contracts
Bank of America, N.A.	\$-	\$-	\$(798)	\$-	\$29,678
Barclays Bank PLC	-	648	710	-	31,926
Citibank, N.A.	10,080	(6,999)	-	-	27,518
Credit Suisse International	-	(2,322)	(26,901)	-	61,050
Deutsche Bank AG	-	-	-	-	(11,392)
Goldman Sachs International	-	-	(9,199)	-	37,860
HSBC Bank USA, National Association	-	-	-	-	4,580
JPMorgan Chase Bank, N.A.	-	-	338	-	1,272
Merrill, Lynch, Pierce Fenner & Smith, Inc.	-	-	-	(62,596)	-
Royal Bank of Scotland PLC (The)	-	-	-	-	(20,153)
State Street Bank and Trust Co.	-	-	-	-	(17,585)
UBS AG	-	-	-	-	(15,976)
Westpac Banking Corp.	-	-	-	-	7,735
Total	\$10,080	\$(8,673)	\$(35,850)	\$(62,596)	\$136,513

As of June 30, 2016, OTC derivative counterparties had ratings that were either greater than or equivalent to long-term ratings of Baa1/BBB and short-term ratings of P-2/A-2.

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 Assets.

OTC Credit Default Contracts Outstanding as of June 30, 2016			
Referenced Debt	Notional amount	Payments received (paid) by	
		Underlying funds per annum	Fair value
CMBX NA BB Index	\$205,000	(500 bp)	\$25,071
CMBX NA BBB- Index	2,747,000	300 bp	(60,921)
Total			\$(35,850)

CC Credit Default Contracts Outstanding as of June 30, 2016			
Referenced Debt	Notional amount	Payments received (paid) by	
		Underlying funds per annum	Fair value
NA HY Series 25 Index	\$8,285,310	500 bp	\$362,205
NA HY Series 26 Index	843,000	(500 bp)	7,693
Total			\$369,898

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 Trust, 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, 2016, is as follows.

	Average Effective Maturity	Average Effective Duration
Putnam High Yield Trust	5.15	3.84
Putnam Income Fund	12.19	5.41
Putnam GAA Conservative Portfolio	8.23	4.55
Putnam GAA Balanced Portfolio	7.58	3.64
Federated U.S. Government Securities Fund 2-5 years	3.60	3.80

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, 2016 (the table excludes equity investments totaling \$129,665,887 and Purchased options totaling \$10,080).

	Maturities in Years				Total
	Less than 1	1-5	6-10	Greater than 10	
Underlying Investments at Fair Value					
Corporate bonds and notes	\$-	\$2,061,724	\$5,112,811	\$11,025,078	\$18,199,613
Asset-backed securities	123,000	-	-	-	123,000
Mortgage-backed securities	-	-	241,981	6,646,914	6,888,895
U.S. government and agency mortgage obligations	-	-	-	15,122,138	15,122,138
U.S. treasury obligations	2,314,223	6,263,599	3,261,270	3,183,537	15,022,629
Short-term investments	104,447,419	-	-	-	104,447,419
Total Underlying Investments at Fair Value	\$106,884,642	\$8,325,323	\$8,616,062	\$35,977,667	\$159,803,694
Underlying Derivatives at Fair Value					
Forward currency contracts	\$136,513	\$-	\$-	\$-	\$136,513
CC interest rate swap contracts	-	13,375	15,145	(62,875)	(34,355)
OTC total return swap contracts	(6,999)	-	-	(1,674)	(8,673)
OTC credit default contracts	-	-	-	(35,850)	(35,850)
CC credit default contracts	-	369,898	-	-	369,898
Futures contracts	(62,596)	-	-	-	(62,596)
Total Underlying Derivatives at Fair Value	\$66,918	\$383,273	\$15,145	\$(100,399)	\$364,937

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, 2016	Total Value
Australian Dollar	\$14
British Pound	1,800
Euro	(11,278)
Hong Kong Dollar	166,962
Indonesian Rupiah	238
Japanese Yen	(16,496)
Mexican Peso	205
New Taiwan Dollar	21,450
South Korean Won	27
Swedish Krona	1,162
Swiss Franc	1,689
Total	\$165,773

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, 2016.

Forward Currency Contracts as of June 30, 2016:

	Buy	Fair value	Sell	Fair value	Total
Australian Dollar	\$4,842,817	\$(42,337)	\$3,119,651	\$1,944	\$(40,393)
British Pound	949,293	(74,483)	3,039,824	120,736	46,253
Canadian Dollar	2,864,339	(10,131)	3,753,509	14,352	4,221
Danish Krone	-	-	94,421	546	546
Euro	4,032,272	(33,801)	2,657,618	28,365	(5,436)
Hong Kong Dollar	97,142	127	843,335	(74)	53
Indonesian Rupiah	379,316	1,872	-	-	1,872
Japanese Yen	2,814,248	98,022	3,435,015	(103,171)	(5,149)
Malaysian Ringgit	195,138	765	-	-	765
New Zealand Dollar	5,349,048	179,642	3,054,710	(98,939)	80,703
Norwegian Krone	419,382	(5,734)	980,019	(628)	(6,362)
Polish Zloty	188,159	3,180	191,359	(1,613)	1,567
Russian Ruble	191,876	4,868	-	-	4,868
Singapore Dollar	138,154	(159)	197,353	(1,609)	(1,768)
South African Rand	191,755	4,716	-	-	4,716
South Korean Won	199,324	2,396	199,212	(5,483)	(3,087)
Swedish Krona	421,614	(4,299)	2,849,711	52,273	47,974
Swiss Franc	462,840	6,258	77,536	(1,088)	5,170
Total	\$23,736,717	\$130,902	\$24,493,273	\$5,611	\$136,513

Note 7 – New Accounting Pronouncement

GASB Statement No. 72, Fair Value Measurement and Application, which primarily applies to investments made by state and local governments, defines fair value and describes how fair value should be measured, what assets and liabilities should be measured at fair value, and what information about fair value should be disclosed in the notes to the financial statements.

Under the new Statement, fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Investments, which generally are measured at fair value, are defined as a security or other asset that governments hold primarily for the purpose of income or profit and the present service capacity of which are based solely on their ability to generate cash or to be sold to generate cash.

Prior to the issuance of Statement 72, state and local governments have been required to disclose how they arrived at their measures of fair value if not based on quoted market prices. Under the new guidance, those disclosures have been expanded to categorize fair values according to their relative reliability and to describe positions held in many alternative investments.

The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2015. Upon review of GASB Statement No. 72, the Plan has applied updates to the security valuation disclosure as presented in Note 2.

Note 8 – Subsequent Events, Changes to the Plan’s Investment Guidelines

Effective July 11, 2016, the Putnam Voyager Fund Investment Option will be discontinued and all assets will be transferred to the newly established Putnam Growth Opportunities Fund Investment Option, which will invest in shares of the Putnam Growth Opportunities Fund.

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

Subsequent to June 30, 2016, the Board approved changes to the Plan’s investment guidelines that affect the Plan’s Putnam Money Market Fund Investment Option.

Effective September 1, 2016, the Putnam Money Market Fund Investment Option will be discontinued and all assets will be transferred to the newly established Putnam Government Money Market Fund Investment Option which launched on August 18, 2016. The Putnam Government Money Market Fund Investment Option will invest in shares of the Putnam Government Money Market Fund.

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, 2016.

Age-Based Asset Allocation Investment Option

Statement of Fiduciary Net Position

June 30, 2016	Age-Based 2016*	Age-Based 2015	Age-Based 2014	Age-Based 2013
Assets				
Underlying investments, at fair value	\$103,251	\$1,070,403	\$2,246,987	\$3,347,279
Receivable for Participant contributions	--	344	618	13,560
Receivable for securities sold	--	--	4,190	--
Dividends and interest receivable	--	--	--	--
Total assets	103,251	1,070,747	2,251,795	3,360,839
Liabilities				
Payable for Participant redemptions	--	--	4,190	--
Payable for securities purchased	--	344	618	13,560
Accrued administration and board fees	60	469	1,074	1,588
Audit and other accrued fees	9	163	567	892
Total liabilities	69	976	6,449	16,040
Net position	\$103,182	\$1,069,771	\$2,245,346	\$3,344,799
Computation of net position value and offering price - A**				
Net Position	\$49,488	\$796,944	\$1,536,329	\$2,307,990
Number of units outstanding	4,990	80,473	141,719	169,972
Net position value	9.92	9.90	10.84	13.58
Offering price Fee Structure A	10.53	10.50	11.50	14.41
Computation of net position value - B				
Net Position	\$12,091	\$150,371	\$305,341	\$392,026
Number of units outstanding	1,223	15,354	28,703	29,637
Net position value	9.89	9.79	10.64	13.23
Computation of net position value - C				
Net Position	\$41,603	\$122,456	\$403,676	\$644,783
Number of units outstanding	4,209	12,504	37,940	48,746
Net position value	9.88	9.79	10.64	13.23
Cost of Investments (Note 2)	\$102,174	\$1,060,564	\$2,245,461	\$3,314,426

* Inception date January 2, 2016.

** 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, 2016	Age-Based 2012	Age-Based 2011	Age-Based 2010	Age-Based 2009
Assets				
Underlying investments, at fair value	\$4,374,517	\$6,400,996	\$5,146,880	\$6,792,975
Receivable for Participant contributions	1,577	846	1,522	3,815
Receivable for securities sold	--	27,120	--	--
Dividends and interest receivable	--	1	1	2
Total assets	4,376,094	6,428,963	5,148,403	6,796,792
Liabilities				
Payable for Participant redemptions	--	27,120	--	--
Payable for securities purchased	1,577	847	1,524	3,817
Accrued administration and board fees	2,189	3,204	2,392	3,015
Audit and other accrued fees	1,267	1,803	1,466	1,939
Total liabilities	5,033	32,974	5,382	8,771
Net position	\$4,371,061	\$6,395,989	\$5,143,021	\$6,788,021
Computation of net position value and offering price - A**				
Net Position	\$2,933,224	\$4,211,597	\$3,637,231	\$5,081,075
Number of units outstanding	187,479	280,179	226,232	317,411
Net position value	15.65	15.03	16.08	16.01
Offering price Fee Structure A	16.60	15.95	17.06	16.99
Computation of net position value - B				
Net Position	\$644,052	\$1,105,908	\$764,708	\$478,682
Number of units outstanding	42,583	76,696	49,639	31,218
Net position value	15.12	14.42	15.41	15.33
Computation of net position value - C				
Net Position	\$793,785	\$1,078,484	\$741,082	\$1,228,264
Number of units outstanding	52,480	74,777	48,115	80,106
Net position value	15.13	14.42	15.40	15.33
Cost of Investments (Note 2)	\$4,315,140	\$6,223,287	\$5,055,035	\$6,570,151

** 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, 2016	Age-Based 2008	Age-Based 2007	Age-Based 2006	Age-Based 2005
Assets				
Underlying investments, at fair value	\$6,814,776	\$7,335,123	\$7,680,750	\$10,501,298
Receivable for Participant contributions	1,846	275	1,230	1,609
Receivable for securities sold	--	--	--	--
Dividends and interest receivable	3	5	7	13
Total assets	6,816,625	7,335,403	7,681,987	10,502,920
Liabilities				
Payable for Participant redemptions	--	--	--	--
Payable for securities purchased	1,850	281	1,239	1,625
Accrued administration and board fees	2,996	2,963	3,130	4,336
Audit and other accrued fees	2,020	2,077	2,170	2,964
Total liabilities	6,866	5,321	6,539	8,925
Net position	\$6,809,759	\$7,330,082	\$7,675,448	\$10,493,995
Computation of net position value and offering price - A**				
Net Position	\$5,157,424	\$5,928,522	\$6,162,649	\$8,292,515
Number of units outstanding	324,036	374,992	392,425	532,838
Net position value	15.92	15.81	15.70	15.56
Offering price Fee Structure A	16.89	16.77	16.66	16.51
Computation of net position value - B				
Net Position	\$542,943	\$558,494	\$679,539	\$1,037,472
Number of units outstanding	35,613	36,881	45,195	69,593
Net position value	15.25	15.14	15.04	14.91
Computation of net position value - C				
Net Position	\$1,109,392	\$843,066	\$833,260	\$1,164,008
Number of units outstanding	72,769	55,670	55,414	78,088
Net position value	15.25	15.14	15.04	14.91
Cost of Investments (Note 2)	\$6,622,198	\$7,037,714	\$7,173,710	\$9,649,112

** 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, 2016	Age-Based 2004	Age-Based 2003	Age-Based 2002	Age-Based 2001
Assets				
Underlying investments, at fair value	\$13,218,909	\$18,317,027	\$16,817,117	\$18,989,328
Receivable for Participant contributions	1,092	1,474	10,280	74,592
Receivable for securities sold	--	--	3,111	--
Dividends and interest receivable	27	58	74	109
Total assets	13,220,028	18,318,559	16,830,582	19,064,029
Liabilities				
Payable for Participant redemptions	--	--	3,111	--
Payable for securities purchased	1,124	1,542	10,365	74,716
Accrued administration and board fees	5,429	7,444	6,488	7,406
Audit and other accrued fees	3,906	5,291	4,814	5,484
Total liabilities	10,459	14,277	24,778	87,606
Net position	\$13,209,569	\$18,304,282	\$16,805,804	\$18,976,423
Computation of net position value and offering price - A**				
Net Position	\$10,531,303	\$14,256,089	\$11,845,200	\$13,877,475
Number of units outstanding	683,579	939,436	794,566	949,750
Net position value	15.41	15.18	14.91	14.61
Offering price Fee Structure A	16.35	16.11	15.82	15.50
Computation of net position value - B				
Net Position	\$1,272,869	\$1,728,367	\$986,108	\$1,119,601
Number of units outstanding	86,244	118,897	69,076	80,012
Net position value	14.76	14.54	14.28	13.99
Computation of net position value - C				
Net Position	\$1,405,397	\$1,872,812	\$1,802,790	\$2,161,895
Number of units outstanding	95,215	128,829	126,272	154,503
Net position value	14.76	14.54	14.28	13.99
Computation of net position value - D				
Net Position	--	\$447,014	\$2,171,706	\$1,817,452
Number of units outstanding	--	29,455	145,700	124,413
Net position value	--	15.18	14.91	14.61
Cost of Investments (Note 2)	\$11,958,905	\$16,869,436	\$15,706,070	\$17,964,388

** 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, 2016	Age-Based 2000	Age-Based 1999	Age-Based 1998	Age-Based 1997
Assets				
Underlying investments, at fair value	\$15,182,524	\$15,786,893	\$14,903,538	\$10,213,390
Receivable for Participant contributions	54,069	990	1,233	1,477
Receivable for securities sold	--	--	8,175	18,010
Dividends and interest receivable	105	128	139	110
Total assets	15,236,698	15,788,011	14,913,085	10,232,987
Liabilities				
Payable for Participant redemptions	--	--	8,175	18,010
Payable for securities purchased	54,190	1,136	1,392	1,602
Accrued administration and board fees	5,835	5,991	6,170	4,229
Audit and other accrued fees	4,385	4,618	4,515	3,205
Total liabilities	64,410	11,745	20,252	27,046
Net position	\$15,172,288	\$15,776,266	\$14,892,833	\$10,205,941
Computation of net position value and offering price - A**				
Net Position	\$11,400,724	\$11,601,422	\$10,563,458	\$6,475,032
Number of units outstanding	798,875	834,038	780,564	492,530
Net position value	14.27	13.91	13.53	13.15
Offering price Fee Structure A	15.14	14.76	14.36	13.95
Computation of net position value - B				
Net Position	\$995,038	\$907,834	\$713,023	\$481,582
Number of units outstanding	72,801	68,140	55,001	38,239
Net position value	13.67	13.32	12.96	12.59
Computation of net position value - C				
Net Position	\$1,460,661	\$1,575,905	\$2,300,267	\$1,579,484
Number of units outstanding	106,863	118,261	177,448	125,400
Net position value	13.67	13.33	12.96	12.60
Computation of net position value - D				
Net Position	\$1,315,865	\$1,691,105	\$1,316,085	\$1,669,843
Number of units outstanding	92,195	121,586	97,240	126,987
Net position value	14.27	13.91	13.53	13.15
Cost of Investments (Note 2)	\$14,456,909	\$15,053,583	\$14,362,692	\$10,006,858

** 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, 2016	Age-Based 1996	Age-Based 1995	Age-Based Graduate
Assets			
Underlying investments, at fair value	\$7,216,278	\$2,096,774	\$10,581,362
Receivable for Participant contributions	1,181	166	200
Receivable for securities sold	4,139	--	12,120
Dividends and interest receivable	87	26	136
Total assets	7,221,685	2,096,966	10,593,818
Liabilities			
Payable for Participant redemptions	4,139	--	12,120
Payable for securities purchased	1,279	203	297
Accrued administration and board fees	2,779	967	4,272
Audit and other accrued fees	2,360	1,287	2,877
Total liabilities	10,557	2,457	19,566
Net position	\$7,211,128	\$2,094,509	\$10,574,252
Computation of net position value and offering price - A**			
Net Position	\$5,293,277	\$1,273,961	\$7,123,881
Number of units outstanding	414,760	102,946	632,069
Net position value	12.76	12.38	11.27
Offering price Fee Structure A	13.54	13.14	11.96
Computation of net position value - B			
Net Position	\$274,911	\$101,704	\$352,561
Number of units outstanding	22,491	8,580	32,677
Net position value	12.22	11.85	10.79
Computation of net position value - C			
Net Position	\$845,874	\$258,380	\$1,845,149
Number of units outstanding	69,188	21,803	170,915
Net position value	12.23	11.85	10.80
Computation of net position value - D			
Net Position	\$797,066	\$460,464	\$1,252,661
Number of units outstanding	62,452	37,202	111,214
Net position value	12.76	12.38	11.26
Cost of Investments (Note 2)	\$7,132,100	\$2,086,004	\$10,542,630

** 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 year ended June 30, 2016

	Age-Based 2016*	Age-Based 2015	Age-Based 2014	Age-Based 2013
ADDITIONS				
Results from Investment Operations:				
Income from underlying fund shares	\$--	\$1	\$1	\$1
Net appreciation (depreciation) in fair value of investments **	1,074	5,521	(42,094)	(75,050)
Total additions & net investment income	1,074	5,522	(42,093)	(75,049)
DEDUCTIONS				
Expenses (Note 3)				
Administration Fees				
Class A	29	1,015	3,283	5,293
Class B	52	918	2,550	3,628
Class C	161	648	3,625	5,561
Board Fees				
Class A	--	353	1,166	1,884
Class B	4	82	233	332
Class C	--	58	329	501
Audit and other fees	9	165	567	892
Total expenses	255	3,239	11,753	18,091
Participant Transactions				
Contributions	92,363	950,525	840,886	936,684
Exchanges in	10,000	43,348	23,388	61,371
Redemptions	--	(17,579)	(38,513)	(119,013)
Exchanges out	--	(34,337)	(73,713)	(111,642)
Net increase (decrease) from transactions	102,363	941,957	752,048	767,400
Total increase (decrease) in net position	103,182	944,240	698,202	674,260
Net position				
Beginning of period	--	125,531	1,547,144	2,670,539
End of period	\$103,182	\$1,069,771	\$2,245,346	\$3,344,799

* Inception date January 2, 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.

Age-Based Asset Allocation Investment Option

Statement of Changes in Fiduciary Net Position (continued)

For the year ended June 30, 2016

	Age-Based 2012	Age-Based 2011	Age-Based 2010	Age-Based 2009
ADDITIONS				
Results from Investment Operations:				
Income from underlying fund shares	\$--	\$4	\$5	\$13
Net appreciation (depreciation) in fair value of investments **	(119,782)	(152,246)	(123,399)	(140,349)
Total additions & net investment income	(119,782)	(152,242)	(123,394)	(140,336)
DEDUCTIONS				
Expenses (Note 3)				
Administration Fees				
Class A	7,561	10,254	8,937	12,497
Class B	6,050	10,452	7,282	4,443
Class C	6,873	9,856	6,881	11,667
Board Fees				
Class A	2,689	3,654	3,182	4,445
Class B	551	952	663	404
Class C	619	897	626	1,062
Audit and other fees	1,267	1,803	1,466	1,939
Total expenses	25,610	37,868	29,037	36,457
Participant Transactions				
Contributions	1,119,420	1,142,186	762,183	1,030,391
Exchanges in	95,732	32,332	38,832	41,604
Redemptions	(432,929)	(278,887)	(176,344)	(288,883)
Exchanges out	(85,804)	(34,095)	(92,430)	(26,454)
Net increase (decrease) from transactions	696,419	861,536	532,241	756,658
Total increase (decrease) in net position	551,027	671,426	379,810	579,865
Net position				
Beginning of year	3,820,034	5,724,563	4,763,211	6,208,156
End of year	\$4,371,061	\$6,395,989	\$5,143,021	\$6,788,021

** 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, 2016

	Age-Based 2008	Age-Based 2007	Age-Based 2006	Age-Based 2005
ADDITIONS				
Results from Investment Operations:				
Income from underlying fund shares	\$20	\$32	\$47	\$84
Net appreciation (depreciation) in fair value of investments **	(136,225)	(113,118)	(92,967)	(108,962)
Total additions & net investment income	(136,205)	(113,086)	(92,920)	(108,878)
DEDUCTIONS				
Expenses (Note 3)				
Administration Fees				
Class A	13,333	14,266	14,908	20,134
Class B	5,123	5,271	6,722	10,377
Class C	10,473	8,549	7,737	10,250
Board Fees				
Class A	4,740	5,074	5,301	7,160
Class B	465	480	612	946
Class C	954	780	704	933
Audit and other fees	2,020	2,077	2,170	2,964
Total expenses	37,108	36,497	38,154	52,764
Participant Transactions				
Contributions	929,707	1,054,334	1,078,436	1,344,342
Exchanges in	22,129	277,010	157,145	169,260
Redemptions	(374,457)	(137,027)	(202,652)	(135,030)
Exchanges out	(164,683)	(306,806)	(146,945)	(126,817)
Net increase (decrease) from transactions	412,696	887,511	885,984	1,251,755
Total increase (decrease) in net position	239,383	737,928	754,910	1,090,113
Net position				
Beginning of year	6,570,376	6,592,154	6,920,538	9,403,882
End of year	\$6,809,759	\$7,330,082	\$7,675,448	\$10,493,995

** 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, 2016

	Age-Based 2004	Age-Based 2003	Age-Based 2002	Age-Based 2001
ADDITIONS				
Results from Investment Operations:				
Income from underlying fund shares	\$169	\$358	\$461	\$694
Net appreciation (depreciation) in fair value of investments **	(123,597)	(104,510)	(56,514)	(34,184)
Total additions & net investment income	(123,428)	(104,152)	(56,053)	(33,490)
DEDUCTIONS				
Expenses (Note 3)				
Administration Fees				
Class A	26,667	35,162	28,695	34,353
Class B	12,746	17,678	10,208	11,485
Class C	13,943	17,810	17,323	19,926
Class D	--	1,132	5,554	4,652
Board Fees				
Class A	9,478	12,492	10,189	12,201
Class B	1,161	1,610	929	1,046
Class C	1,269	1,621	1,574	1,813
Class D	--	403	1,972	1,653
Audit and other fees	3,906	5,291	4,814	5,484
Total expenses	69,170	93,199	81,258	92,613
Participant Transactions				
Contributions	1,057,806	1,697,112	1,427,029	1,550,691
Exchanges in	317,752	425,891	323,387	372,706
Redemptions	(323,577)	(345,783)	(93,064)	(107,698)
Exchanges out	(625,403)	(439,203)	(194,163)	(701,701)
Net increase (decrease) from transactions	426,578	1,338,017	1,463,189	1,113,998
Total increase (decrease) in net position	233,980	1,140,666	1,325,878	987,895
Net position				
Beginning of year	12,975,589	17,163,616	15,479,926	17,988,528
End of year	\$13,209,569	\$18,304,282	\$16,805,804	\$18,976,423

** 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, 2016

	Age-Based 2000	Age-Based 1999	Age-Based 1998	Age-Based 1997
ADDITIONS				
Results from Investment Operations:				
Income from underlying fund shares	\$687	\$856	\$927	\$776
Net appreciation (depreciation) in fair value of investments **	(2,590)	17,150	28,849	15,950
Total additions & net investment income	(1,903)	18,006	29,776	16,726
DEDUCTIONS				
Expenses (Note 3)				
Administration Fees				
Class A	27,923	29,059	27,197	17,255
Class B	10,430	9,335	7,571	5,580
Class C	14,588	15,164	23,839	16,316
Class D	3,302	4,305	3,509	4,596
Board Fees				
Class A	9,908	10,301	9,647	6,164
Class B	949	850	689	511
Class C	1,327	1,379	2,163	1,489
Class D	1,171	1,526	1,247	1,637
Audit and other fees	4,385	4,618	4,515	3,205
Total expenses	73,983	76,537	80,377	56,753
Participant Transactions				
Contributions	998,317	1,402,066	860,971	646,083
Exchanges in	418,101	365,725	364,109	757,417
Redemptions	(357,163)	(556,460)	(914,298)	(2,936,603)
Exchanges out	(276,583)	(489,549)	(536,199)	(760,275)
Net increase (decrease) from transactions	782,672	721,782	(225,417)	(2,293,378)
Total increase (decrease) in net position	706,786	663,251	(276,018)	(2,333,405)
Net position				
Beginning of year	14,465,502	15,113,015	15,168,851	12,539,346
End of year	\$15,172,288	\$15,776,266	\$14,892,833	\$10,205,941

** 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, 2016

	Age-Based 1996	Age-Based 1995	Age-Based Graduate
ADDITIONS			
Results from Investment Operations:			
Income from underlying fund shares	\$641	\$366	\$853
Net appreciation (depreciation) in fair value of investments **	7,889	(4,968)	22,247
Total additions & net investment income	8,530	(4,602)	23,100
DEDUCTIONS			
Expenses (Note 3)			
Administration Fees			
Class A	14,684	6,977	16,667
Class B	3,302	2,483	3,263
Class C	9,653	5,120	17,601
Class D	2,223	2,174	2,656
Board Fees			
Class A	5,237	2,453	5,922
Class B	302	226	298
Class C	884	464	1,601
Class D	791	763	950
Audit and other fees	2,360	1,287	2,877
Total expenses	39,436	21,947	51,835
Participant Transactions			
Contributions	587,859	136,621	319,298
Exchanges in	210,493	71,642	4,058,798
Redemptions	(2,881,304)	(1,660,593)	(2,414,088)
Exchanges out	(226,057)	(2,215,413)	(687,878)
Net increase (decrease) from transactions	(2,309,009)	(3,667,743)	1,276,130
Total increase (decrease) in net position	(2,339,915)	(3,694,292)	1,247,395
Net position			
Beginning of year	9,551,043	5,788,801	9,326,857
End of year	\$7,211,128	\$2,094,509	\$10,574,252

** 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, 2016	Aggressive Growth Investment Option	Growth Investment Option	Balanced Investment Option
Assets			
Underlying investments, at fair value	\$18,666,545	\$25,944,493	\$23,024,489
Receivable for Participant contributions	3,349	3,125	957
Receivable for securities sold	--	--	19,725
Dividends and interest receivable	1	34	19
Total assets	18,669,895	25,947,652	23,045,190
Liabilities			
Payable for Participant redemptions	--	--	19,725
Payable for securities purchased	3,322	3,127	980
Accrued administration and board fees	7,398	10,795	9,153
Audit and other accrued fees	5,162	7,594	6,748
Total liabilities	15,882	21,516	36,606
Net position	\$18,654,013	\$25,926,136	\$23,008,584
Computation of net position value and offering price - A**			
Net Position	\$14,433,317	\$17,389,123	\$16,705,162
Number of units outstanding	847,244	1,073,723	1,096,221
Net position value	17.04	16.20	15.24
Offering price Fee Structure A	18.08	17.19	16.17
Computation of net position value - B			
Net Position	\$1,156,453	\$1,341,656	\$1,221,408
Number of units outstanding	70,879	86,491	83,699
Net position value	16.32	15.51	14.59
Computation of net position value - C			
Net Position	\$2,215,389	\$4,161,663	\$2,897,357
Number of units outstanding	135,741	268,228	198,541
Net position value	16.32	15.52	14.59
Computation of net position value - D			
Net Position	\$848,854	\$3,033,694	\$2,184,657
Number of units outstanding	49,808	187,321	143,394
Net position value	17.04	16.20	15.24
Cost of Investments (Note 2)	\$15,872,975	\$21,827,082	\$20,406,582

** 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, 2016

	Aggressive Growth Investment Option	Growth Investment Option	Balanced Investment Option
ADDITIONS			
Results from Investment Operations:			
Income from underlying fund shares	\$7	\$42	\$144
Net appreciation (depreciation) in fair value of investments **	(812,293)	(889,803)	(406,332)
Total additions & net investment income	(812,286)	(889,761)	(406,188)
DEDUCTIONS			
Expenses (Note 3)			
Administration Fees			
Class A	34,007	43,232	40,672
Class B	11,059	13,036	12,570
Class C	20,319	39,766	29,882
Class D	2,158	8,407	6,334
Board Fees			
Class A	12,155	15,414	14,439
Class B	1,010	1,189	1,145
Class C	1,854	3,631	2,714
Class D	767	2,999	2,276
Audit and other fees	5,162	7,594	6,748
Total expenses	88,491	135,268	116,780
Participant Transactions			
Contributions	3,498,863	2,686,075	2,138,057
Exchanges in	537,554	1,283,126	2,519,801
Redemptions	(1,397,152)	(1,675,133)	(1,946,058)
Exchanges out	(367,730)	(1,227,420)	(2,025,332)
Net increase (decrease) from transactions	2,271,535	1,066,648	686,468
Total increase (decrease) in net position	1,370,758	41,619	163,500
Net position			
Beginning of year	17,283,255	25,884,517	22,845,084
End of year	\$18,654,013	\$25,926,136	\$23,008,584

** 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, 2016	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	\$1,488,806	\$5,151,203	\$12,106,277	\$13,035,267
Receivable for Participant	--	243	1,661	1,027
Receivable for securities sold	--	--	--	--
Dividends and interest receivable	--	--	1	1
Total assets	1,488,806	5,151,446	12,107,939	13,036,295
Liabilities				
Payable for Participant redemptions	--	--	--	--
Payable for securities purchased	--	243	1,662	1,028
Accrued administration and board fees	553	1,877	4,735	6,032
Audit and other accrued fees	487	1,568	3,588	4,055
Total liabilities	1,040	3,688	9,985	11,115
Net position	\$1,487,766	\$5,147,758	\$12,097,954	\$13,025,180
Computation of net position value and offering price - A*				
Net Position	\$1,299,874	\$4,392,946	\$9,930,532	\$9,317,157
Number of units outstanding	126,254	422,444	843,530	764,578
Net position value	10.30	10.40	11.77	12.19
Offering price Fee Structure A	10.93	11.03	12.49	12.93
Computation of net position value - B				
Net Position	\$16,957	\$167,734	\$407,204	\$406,906
Number of units outstanding	1,666	16,323	36,118	34,863
Net position value	10.18	10.28	11.27	11.67
Computation of net position value - C				
Net Position	\$170,935	\$587,078	\$1,760,218	\$3,301,117
Number of units outstanding	17,337	58,968	156,122	282,837
Net position value	9.86	9.96	11.27	11.67
Cost of Investments (Note 2)	\$1,526,686	\$5,637,629	\$12,808,592	\$14,006,457

* 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, 2016

	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				
Income from underlying fund shares	\$29,634	\$231,771	\$688,713	\$1,065,326
Net appreciation (depreciation) in fair value of investments **	(38,841)	(382,128)	(811,821)	(1,321,807)
Total additions & net investment income	(9,207)	(150,357)	(123,108)	(256,481)
DEDUCTIONS				
Expenses (Note 3)				
Administration Fees				
Class A	3,718	11,251	25,337	25,490
Class B	79	938	4,024	3,672
Class C	1,624	6,476	17,328	32,694
Board Fees				
Class A	1,318	4,014	8,982	9,050
Class B	16	192	366	334
Class C	147	588	1,574	2,968
Audit and other fees	487	1,568	3,588	4,055
Total expenses	7,389	25,027	61,199	78,263
Participant Transactions				
Contributions	108,109	443,626	1,286,800	1,670,643
Exchanges in	260,083	584,421	947,645	175,244
Redemptions	(477,387)	(891,857)	(1,091,236)	(1,210,333)
Exchanges out	(37,885)	(481,852)	(1,137,634)	(904,352)
Net increase (decrease) from transactions	(147,080)	(345,662)	5,575	(268,798)
Total increase (decrease) in net position	(163,676)	(521,046)	(178,732)	(603,542)
Net position				
Beginning of year	1,651,442	5,668,804	12,276,686	13,628,722
End of year	\$1,487,766	\$5,147,758	\$12,097,954	\$13,025,180

** 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, 2016

	Putnam Equity Income Fund Investment Option	Putnam Voyager Fund Investment Option	Putnam Capital Opportunities Fund Investment Option	MFS Institutional International Equity Fund Investment Option
Assets				
Underlying investments, at fair value	\$17,106,874	\$12,641,225	\$5,049,037	\$4,974,714
Receivable for Participant contributions	435	1,274	143	99
Receivable for securities sold	--	1,489	--	--
Dividends and interest receivable	1	1	1	--
Total assets	17,107,310	12,643,989	5,049,181	4,974,813
Liabilities				
Payable for Participant redemptions	--	1,489	--	--
Payable for securities purchased	436	1,276	143	99
Accrued administration and board fees	6,871	5,312	2,115	2,084
Audit and other accrued fees	4,874	3,975	1,573	1,554
Total liabilities	12,181	12,052	3,831	3,737
Net position	\$17,095,129	\$12,631,937	\$5,045,350	\$4,971,076
Computation of net position value and offering price - A*				
Net Position	\$13,754,632	\$9,937,452	\$4,074,902	\$3,934,498
Number of units outstanding	710,949	682,728	364,574	310,145
Net position value	19.35	14.56	11.18	12.69
Offering price Fee Structure A	20.53	15.45	11.86	13.46
Computation of net position value - B				
Net Position	\$658,987	\$360,194	\$94,252	\$76,748
Number of units outstanding	35,566	25,844	8,808	6,317
Net position value	18.53	13.94	10.70	12.15
Computation of net position value - C				
Net Position	\$2,681,510	\$2,334,291	\$876,196	\$959,830
Number of units outstanding	144,710	167,425	81,889	79,000
Net position value	18.53	13.94	10.70	12.15
Cost of Investments (Note 2)	\$17,137,612	\$13,145,298	\$5,403,104	\$5,073,653

* 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 year ended June 30, 2016

	Putnam Equity Income Fund Investment Option	Putnam Voyager Fund Investment Option	Putnam International Capital Opportunities Fund Investment Option	MFS Institutional International Equity Fund Investment Option
ADDITIONS				
Results from Investment Operations:				
Income from underlying fund shares	\$953,511	\$735,891	\$99,389	\$87,137
Net appreciation (depreciation) in fair value of investments **	(1,079,225)	(2,540,367)	(668,774)	(637,474)
Total additions & net investment income	(125,714)	(1,804,476)	(569,385)	(550,337)
DEDUCTIONS				
Expenses (Note 3)				
Administration Fees				
Class A	33,523	27,008	10,980	10,667
Class B	6,179	3,742	958	799
Class C	25,880	22,978	8,788	9,548
Board Fees				
Class A	11,982	9,680	3,918	3,807
Class B	565	342	87	73
Class C	2,365	2,104	802	871
Audit and other fees	4,874	3,975	1,573	1,554
Total expenses	85,368	69,829	27,106	27,319
Participant Transactions				
Contributions	1,747,719	1,298,738	523,195	495,043
Exchanges in	708,596	503,823	160,508	194,213
Redemptions	(1,281,742)	(907,062)	(422,526)	(456,066)
Exchanges out	(803,400)	(1,228,457)	(248,408)	(265,330)
Net increase (decrease) from transactions	371,173	(332,958)	12,769	(32,140)
Total increase (decrease) in net position	160,091	(2,207,263)	(583,722)	(609,796)
Net position				
Beginning of year	16,935,038	14,839,200	5,629,072	5,580,872
End of year	\$17,095,129	\$12,631,937	\$5,045,350	\$4,971,076

** 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 (continued)

Statement of Fiduciary Net Position

June 30, 2016	Principal MidCap Fund Investment Option	Putnam Small Cap Value Fund Investment Option	Putnam High Yield Trust Investment Option
Assets			
Underlying investments, at fair value	\$16,902,308	\$4,829,233	\$4,757,565
Receivable for Participant contributions	155	133	--
Receivable for securities sold	99,192	--	--
Dividends and interest receivable	1	--	--
Total assets	17,001,656	4,829,366	4,757,565
Liabilities			
Payable for Participant redemptions	99,192	--	--
Payable for securities purchased	157	134	--
Accrued administration and board fees	6,739	1,881	1,787
Audit and other accrued fees	5,095	1,423	1,421
Total liabilities	111,183	3,438	3,208
Net position	\$16,890,473	\$4,825,928	\$4,754,357
Computation of net position value and offering price - A*			
Net Position	\$13,799,555	\$4,027,997	\$4,044,627
Number of units outstanding	628,032	403,604	299,307
Net position value	21.97	9.98	13.51
Offering price Fee Structure A	23.31	10.59	14.33
Computation of net position value - B			
Net Position	\$657,504	\$123,426	\$134,429
Number of units outstanding	31,246	12,535	10,389
Net position value	21.04	9.85	12.94
Computation of net position value - C			
Net Position	\$2,433,414	\$674,505	\$575,301
Number of units outstanding	115,614	68,513	44,460
Net position value	21.05	9.84	12.94
Cost of Investments (Note 2)	\$14,342,515	\$5,166,272	\$5,134,662

* 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 (continued)

Statement of Changes in Fiduciary Net Position

For the year ended June 30, 2016

	Principal MidCap Fund Investment Option	Putnam Small Cap Value Fund Investment Option	Putnam High Yield Trust Investment Option
ADDITIONS			
Results from Investment Operations:			
Income from underlying fund shares	\$1,003,597	\$245,965	\$283,336
Net appreciation (depreciation) in fair value of investments **	(904,032)	(508,190)	(325,225)
Total additions & net investment income	99,565	(262,225)	(41,889)
DEDUCTIONS			
Expenses (Note 3)			
Administration Fees			
Class A	35,827	10,338	10,346
Class B	6,859	1,198	1,500
Class C	23,593	5,984	5,578
Board Fees			
Class A	12,816	3,702	3,710
Class B	626	110	138
Class C	2,155	546	511
Audit and other fees	5,095	1,423	1,421
Total expenses	86,971	23,301	23,204
Participant Transactions			
Contributions	1,011,467	520,980	370,942
Exchanges in	750,063	127,515	323,033
Redemptions	(1,743,819)	(454,996)	(545,574)
Exchanges out	(1,207,781)	(225,527)	(719,798)
Net increase (decrease) from transactions	(1,190,070)	(32,028)	(571,397)
Total increase (decrease) in net position	(1,177,476)	(317,554)	(636,490)
Net position			
Beginning of year	18,067,949	5,143,482	5,390,847
End of year	\$16,890,473	\$4,825,928	\$4,754,357

** 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 (continued)

Statement of Fiduciary Net Position

June 30, 2016

	Putnam Income Fund Investment Option	Federated U.S. Government Securities Fund 2 -5 years Investment Option	SSgA S&P 500 Index Option	Putnam Money Market Fund Investment Option
Assets				
Underlying investments, at fair value	\$6,777,376	\$2,078,023	\$8,288,768	\$9,831,848
Receivable for Participant contributions	118	278,348	545	56,326
Receivable for securities sold	--	--	--	--
Dividends and interest receivable	--	2,464	--	245
Total assets	6,777,494	2,358,835	8,289,313	9,888,419
Liabilities				
Payable for Participant redemptions	--	--	--	--
Payable for securities purchased	119	280,859	545	56,597
Accrued administration and board fees	2,322	676	3,540	--
Audit and other accrued fees	1,877	369	2,166	2,770
Total liabilities	4,318	281,904	6,251	59,367
Net position	\$6,773,176	\$2,076,931	\$8,283,062	\$9,829,052
Computation of net position value and offering price - A*				
Net Position	\$5,954,062	\$1,757,940	\$6,274,966	\$8,276,051
Number of units outstanding	484,840	168,589	374,185	8,276,894
Net position value	12.28	10.43	16.77	1.00
Offering price Fee Structure A	13.03	11.07	17.79	1.06
Computation of net position value - B				
Net Position	\$157,098	\$7,118	\$314,116	\$301,524
Number of units outstanding	13,360	713	19,303	301,560
Net position value	11.76	9.98	16.27	1.00
Computation of net position value - C				
Net Position	\$662,016	\$311,873	\$1,693,980	\$1,251,477
Number of units outstanding	56,276	31,217	104,091	1,250,210
Net position value	11.76	9.99	16.27	1.00
Cost of Investments (Note 2)	\$7,018,951	\$2,071,991	\$7,794,420	\$9,831,848

* 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 (continued)

Statement of Changes in Fiduciary Net Position

For the year ended June 30, 2016

	Putnam Income Fund Investment Option	Federated U.S. Government Securities Fund 2 -5 years Investment Option	SSgA S&P 500 Index Option	Putnam Money Market Fund Investment Option
ADDITIONS				
Results from Investment Operations:				
Income from underlying fund shares	\$180,182	\$16,071	\$290,652	\$1,120
Net appreciation (depreciation) in fair value of investments **	(211,567)	19,116	21,736	--
Total additions & net investment income	(31,385)	35,187	312,388	1,120
DEDUCTIONS				
Expenses (Note 3)				
Administration Fees				
Class A	13,927	2,463	14,423	12,186
Class B	1,561	76	2,043	487
Class C	6,940	2,618	14,109	3,973
Board Fees				
Class A	4,952	879	5,141	7,121
Class B	142	7	189	302
Class C	627	240	1,280	1,099
Audit and other fees	1,877	369	2,166	2,789
Expenses waived by Putnam (Note 3)	--	--	--	(27,674)
Total expenses	30,026	6,652	39,351	283
Participant Transactions				
Contributions	916,504	869,492	1,510,406	1,344,323
Exchanges in	712,781	313,277	891,196	2,755,252
Redemptions	(716,241)	(184,476)	(532,614)	(3,696,793)
Exchanges out	(684,698)	(2,012)	(620,079)	(724,165)
Net increase (decrease) from transactions	228,346	996,281	1,248,909	(321,383)
Total increase (decrease) in net position	166,935	1,024,816	1,521,946	(320,546)
Net position				
Beginning of year	6,606,241	1,052,115	6,761,116	10,149,598
End of year	\$6,773,176	\$2,076,931	\$8,283,062	\$9,829,052

** 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.