

Objective

The fund seeks total return.

Portfolio Managers

Robert J. Schoen
(industry since 1990)

James A. Fetch
(industry since 1994)

Robert J. Kea, CFA
(industry since 1988)

Jason R. Vaillancourt, CFA
(industry since 1993)

Morningstar category

Allocation—50% to 70% Equity

Lipper category

Mixed-Asset Target Allocation Moderate

Fund symbols

Class A	PABAX
Class B	PABBX
Class C	AABCX
Class M	PABMX
Class R	PAARX
Class Y	PABYX

Number of holdings

1,976

Net assets

\$2,467.98M

Dividend frequency

Quarterly

Putnam Dynamic Asset Allocation Balanced Fund

A globally diversified fund pursuing a balance of growth and income

More than 10 asset classes

The fund holds a variety of investments in all market conditions to be positioned to benefit from a wide range of opportunities.

Individual securities

The managers select individual stocks and bonds, not other funds, to finely tune the portfolio and avoid overlap in holdings.

Active rebalancing

The managers proactively pursue opportunities and regularly rebalance the portfolio to maintain a consistent risk profile.

A flexible stock-bond mix

Stocks	
U.S. large-cap equity	33.0%
U.S. small- and mid-cap equity	14.7%
International equity	12.4%
Bonds	
U.S. investment-grade bonds	31.1%
U.S. high-yield bonds	6.1%
U.S. money markets	2.8%

Allocations will vary over time. Due to rounding, percentages may not equal 100%.



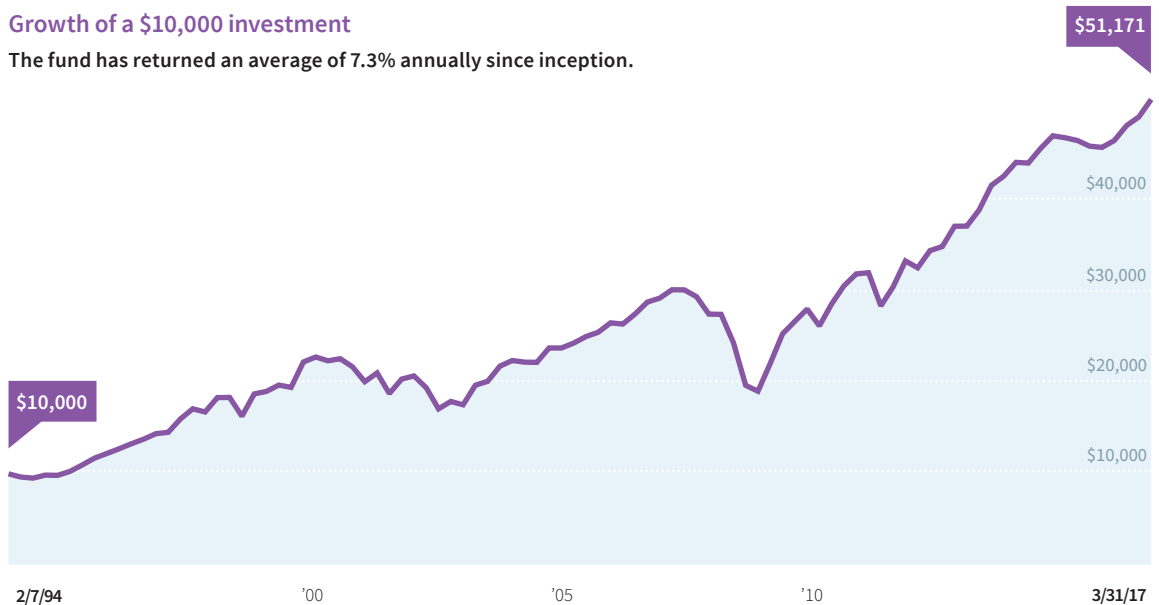
Top ten holdings

GNMA TBA 3.50% 07/20/2046
Apple
Microsoft
Alphabet
FNMA TBA 3.50% 01/01/2047
FNMA TBA 6.00% 04/01/2047
JPMorgan Chase
Johnson & Johnson
FNMA TBA 3.00% 12/01/2031
FHLMC 4.00% 11/01/2045

Holdings represent 14.1% of the portfolio and will vary over time.

Growth of a \$10,000 investment

The fund has returned an average of 7.3% annually since inception.



Current performance may be lower or higher than the quoted past performance, which cannot guarantee future results. Share price, principal value, and return will vary, and you may have a gain or a loss when you sell your shares. Performance assumes reinvestment of distributions and does not account for taxes. Class Y shares, available to investors through an asset-based fee program or for institutional clients, are sold without an initial sales charge and have no CDSC. Performance for Class Y shares before their inception are derived from the historical performance of class A shares (inception 2/7/94), which have not been adjusted for the lower expenses; had they, returns would have been higher. For the most recent month-end performance, please visit putnam.com.

**Not FDIC insured
May lose value
No bank guarantee**



The fund received a 4-star Overall Morningstar Rating™ as of 3/31/17 among 721 funds in the Allocation—50% to 70% Equity category (Y shares, based on risk-adjusted returns)

Lipper rankings

(Y shares, based on total return)

1 year	17% (95/587)
3 years	8% (37/523)
5 years	5% (18/448)
10 years	11% (36/351)

Total expense ratio

(Y shares)
0.75%

Beta

0.64

Standard deviation

6.96

30-day SEC yield

1.56%

Annual performance at net asset value (all distributions reinvested)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017 YTD
Y shares	2.1%	-33.1%	35.7%	14.6%	-0.4%	14.5%	19.2%	9.7%	0.6%	7.0%	3.9%
Russell 3000 Index	5.1	-37.3	28.3	16.9	1.0	16.4	33.6	12.6	0.5	12.7	5.7

Annualized total return performance

Inception 7/5/94	Class Y shares	Russell 3000 Index
1 year	11.49%	18.07%
3 years	6.17	9.76
5 years	8.90	13.18
10 years	5.73	7.54
Life of fund	7.31	9.36

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Highlights of five-year performance periods (2/7/94–3/31/17)*

Best 5-year return	Best period end date	Worst 5-year return	Worst period end date	Average 5-year return	% of 5-year periods with positive returns	Number of positive 5-year periods	Number of negative 5-year periods
17.79%	12/31/99	-3.21%	3/31/09	6.68%	93%	68	5

* Based on annualized returns for quarterly rolling periods.

The Russell 3000 Index is an unmanaged index of the 3,000 largest U.S. companies. Frank Russell Company is the source and owner of the trademarks, service marks and copyrights related to the Russell Indexes. Russell® is a trademark of Frank Russell Company. You cannot invest directly in an index.

Lipper rankings for class Y shares are based on total return without sales charge relative to all share classes of funds with similar objectives as determined by Lipper. **Beta** measures volatility in relation to the fund's benchmark. A beta of less than 1.0 indicates lower volatility; a beta of more than 1.0, higher volatility than the benchmark. **Standard deviation** measures how widely a set of values varies from the mean. It is a historical measure of the variability of return earned by an investment portfolio over a 3-year period. Price to book is a ratio of a fund's capitalization divided by its book value.

For each fund with at least a three-year history, Morningstar calculates a Morningstar Rating based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a fund's monthly performance (including the effects of sales charges, loads, and redemption fees, if applicable), placing more emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars and the bottom 10% receive 1 star. (Each share class is counted as a fraction of one fund within this scale and rated separately, which may cause slight variations in the distribution percentages.) The Overall Morningstar Rating for a fund is derived from a weighted average of the performance figures associated with its 3-, 5-, and 10-year (if applicable) Morningstar Rating metrics. Morningstar Ratings shown are for class Y shares only; other classes may have different performance characteristics.

Putnam Dynamic Asset Allocation Balanced Fund received 4, 4, and 3 stars for the 3-, 5-, and 10-year periods among 721, 616, and 424 Allocation—50% to 70% Equity funds, respectively.

Not all share classes available on all platforms.

Consider these risks before investing: Allocation of assets among asset classes may hurt performance. Stock and bond prices may fall or fail to rise over time for several reasons, including general financial market conditions, factors related to a specific issuer or industry and, with respect to bond prices, changing market perceptions of the risk of default and changes in government intervention. These factors may also lead to increased volatility and reduced liquidity in the bond markets. International investing involves currency, economic, and political risks. Emerging-market securities carry illiquidity and volatility risks. Investments in small and/or midsize companies increase the risk of greater price fluctuations. Growth stocks may be more susceptible to earnings disappointments, and value stocks may fail to rebound. Funds that invest in government securities are not guaranteed. Mortgage-backed securities are subject to prepayment risk and the risk that they may increase in value less when interest rates decline and decline in value more when interest rates rise. Bond investments are subject to interest-rate risk (the risk of bond prices falling if interest rates rise) and credit risk (the risk of an issuer defaulting on interest or principal payments). Default risk is generally higher for non-qualified mortgages. Interest-rate risk is greater for longer-term bonds, and credit risk is greater for below-investment-grade bonds. Unlike bonds, funds that invest in bonds have fees and expenses. The use of derivatives may increase these risks by increasing investment exposure (which may be considered leverage) or, in the case of over-the-counter instruments, because of the potential inability to terminate or sell derivatives positions and the potential failure of the other party to the instrument to meet its obligations. You can lose money by investing in the fund.

Request a prospectus or a summary prospectus, if available, from your financial representative or by calling Putnam at 1-800-225-1581. These prospectuses include investment objectives, risks, fees, expenses, and other information that you should read and consider carefully before investing.