

Portfolio Managers

D. William Kohli
(industry since 1988)

Michael J. Atkin
(industry since 1988)

Robert L. Davis, CFA
(industry since 1999)

Brett S. Kozlowski, CFA
(industry since 1997)

Michael V. Salm
(industry since 1989)

Paul D. Scanlon, CFA
(industry since 1986)

Fund symbol

PPT

Lipper rankings

| | |
|----------|-------------|
| 1 year | 20% (7/35) |
| 3 years | 65% (22/33) |
| 5 years | 75% (21/27) |
| 10 years | 79% (15/18) |

Lipper category

Closed End General Bond

Number of holdings

1,620

Net assets

\$596.49M

Dividend frequency

Monthly

Average effective maturity

6.58

Average effective duration without leverage

1.21

Current NAV as of 6/30/18

\$5.59

Current market price as of 6/30/18

\$5.23

Putnam Premier Income Trust

Objective

The fund seeks to provide high current income. The fund's shares trade on a stock exchange at market prices, which may be lower than the fund's net asset value.

Portfolio structure

| | |
|----------------------------------|-------|
| Commercial MBS | 24.7% |
| High-yield corporate bonds | 22.4 |
| Agency CMO | 21.4 |
| Agency pass-through | 16.2 |
| Residential MBS (non-agency) | 12.1 |
| Emerging-market bonds | 10.2 |
| International Treasury/agency | 3.0 |
| Investment-grade corporate bonds | 2.0 |
| Bank loans | 1.8 |
| Convertible securities | 1.1 |
| Equity investments | 0.2 |
| Asset-backed securities (ABS) | 0.1 |
| Net cash | 14.1 |

Allocations will vary over time.

Allocations may not total 100% of net assets because the table includes the notional value of derivatives (the economic value for purposes of calculating periodic payment obligations), in addition to the market value of securities.

Maturity breakdown

| | |
|----------------|------|
| 0 to 1 year | 3.6% |
| 1 to 5 years | 28.3 |
| 5 to 10 years | 63.0 |
| 10 to 15 years | 2.7 |
| Over 15 years | 2.4 |

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

Portfolio quality

| | |
|---------------|-------|
| AAA | 42.6% |
| A | 0.6 |
| BBB | 7.5 |
| BB | 19.5 |
| B | 21.8 |
| CCC and below | 9.7 |
| Not rated | -1.7 |

Holdings represent 100% of the portfolio and will vary over time.

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

Credit qualities are shown as a percentage of the fund's net assets. A bond rated BBB or higher (A-3 or higher, for short-term debt) is considered investment grade. This chart reflects the highest security rating provided by one or more of Standard & Poor's, Moody's, and Fitch. To-be-announced (TBA) mortgage commitments, if any, are included based on their issuer ratings. Ratings may vary over time. Cash, derivative instruments, and net other assets are shown in the not-rated category. Payables and receivables for TBA mortgage commitments are included in the not-rated category and may result in negative weights. **The fund itself has not been rated by an independent rating agency.**

Annual performance at net asset value (all distributions reinvested)

| | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 YTD |
|-------------------------------------|-------|-------|-------|-------|------|------|-------|------|------|----------|
| Premier Income Trust | 62.6% | 13.3% | -2.8% | 11.9% | 9.3% | 1.8% | -1.7% | 6.3% | 7.3% | 3.0% |
| ICE BofAML U.S. Treasury Bill Index | 0.3 | 0.2 | 0.1 | 0.1 | 0.1 | 0.1 | 0.1 | 0.4 | 0.8 | 0.8 |

Annualized total return performance

| | NAV Inception 2/29/88 | Market price | ICE BofAML U.S. Treasury Bill Index |
|--------------|-----------------------------|-----------------|---|
| 1 year | 6.70% | 2.10% | 1.31% |
| 3 years | 4.87 | 7.19 | 0.67 |
| 5 years | 4.41 | 5.67 | 0.43 |
| 10 years | 5.90 | 6.66 | 0.41 |
| Life of fund | 6.74 | 6.76 | — |

Data is historical. Past performance is not a guarantee of future results. More recent returns may be less or more than those shown. Investment return, net asset value, and market price will fluctuate and you may have a gain or a loss when you sell your shares. Performance does not reflect any sales charges or 12b-1 (distribution) fees as they are not applicable to this fund. Performance does not reflect taxes on reinvested distributions

The ICE BofAML U.S. Treasury Bill Index is an unmanaged index that tracks the performance of U.S.-dollar-denominated U.S. Treasury bills publicly issued in the U.S. domestic market. Qualifying securities must have a remaining term of at least one month to final maturity and a minimum amount outstanding of \$1 billion. ICE Data Indices, LLC (ICE BofAML), used with permission. ICE BofAML permits use of the ICE BofAML indices and related data on an "as is" basis; makes no warranties regarding same; does not guarantee the suitability, quality, accuracy, timeliness, and/or completeness of the ICE BofAML indices or any data included in, related to, or derived therefrom; assumes no liability in connection with the use of the foregoing; and does not sponsor, endorse, or recommend Putnam Investments, or any of its products or services. You cannot invest directly in an index.

Lipper rankings are based on total return without sales charge relative to all share classes of funds with similar objectives as determined by Lipper.

Average effective maturity depends on the maturity of the underlying bonds within each fund. The longer the maturity, the greater the interest-rate risk. **Average effective duration** provides a measure of a fund's interest-rate sensitivity. The longer a fund's duration, the more sensitive the fund is to shifts in interest rates.

Consider these risks before investing: International investing involves currency, economic, and political risks. Emerging-market securities carry illiquidity and volatility risks. Lower-rated bonds may offer higher yields in return for more risk. 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 when interest rates decline and decline in value 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). Interest-rate risk is greater for longer-term bonds, and credit risk is greater for below-investment-grade bonds. Risks associated with derivatives include increased investment exposure (which may be considered leverage) and, in the case of over-the-counter instruments, the potential inability to terminate or sell derivatives positions and the potential failure of the other party to the instrument to meet its obligations. Unlike bonds, funds that invest in bonds have fees and expenses. Bond prices may fall or fail to rise over extended periods of time for a variety of reasons, including general financial market conditions, changing market perceptions (including perceptions about the risk of default and expectations about monetary policy or interest rates), changes in government intervention in the financial markets, and factors related to a specific sector, issuer or industry. These and other factors may also lead to increased volatility and reduced liquidity in the fund's portfolio holdings. You can lose money by investing in the fund. The fund's shares trade on a stock exchange at market prices, which may be lower than the fund's net asset value.

For more information about the risks, fees, and expenses of investing in a closed-end fund, talk to your financial representative.

Putnam Investments | One Post Office Square | Boston, MA 02109 | 1-800-225-1581 | putnam.com