

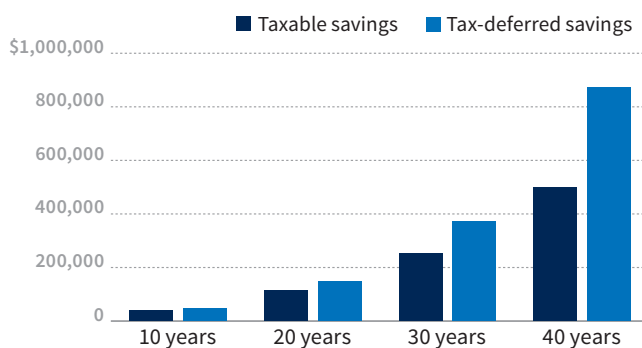
# Putnam SEP IRA

Saving for retirement is one of life's most important goals. That's why your employer has established a SEP IRA account on your behalf. Your company is providing you with this valuable benefit, and we encourage you to take an active role in your retirement savings by reviewing the investment options available to you.

## The benefits of a SEP IRA

**Contributions are automatic** Your SEP IRA account is funded through a discretionary annual contribution made by your employer on your behalf. Contributions are based on a percentage of your annual salary, and for 2020 are limited to 25% of your salary\* or \$57,000, whichever is less. You are immediately 100% vested in the contributions made to your account.

## The power of tax-deferred compounding†



\* Individuals who are self-employed are generally limited to 20% of net earnings from self employment.

† Before-tax and after-tax saving assumes a hypothetical investment of \$250 a month, with annual returns of 8% compounded monthly and earnings reinvested. The before-tax illustration does not reflect the effect of taxes, which are due upon withdrawal. The after-tax illustration reflects the effects of an annual 25% effective tax rate. The value of the tax-deferred account upon withdrawal will depend on the investor's tax rate. Depending on an investor's tax rate, the value of the taxable account upon withdrawal may be higher or lower than what is shown. Lower minimum tax rates on capital gains and dividends would make the investment return for the taxable investment more favorable, thereby reducing the difference in performance between the accounts shown. Investors should consider their personal investment horizons and income tax brackets, both current and anticipated, when making an investment decision; these may further affect the results of the comparison. The return is shown for illustrative purposes only and is not intended to predict the return of any investment in your plan, which will fluctuate. Regular investing does not ensure a profit or protect against loss in declining markets. Withdrawals are subject to income tax, and those made before age 59½ may be subject to an additional 10% tax.

**Savings compound tax deferred** All of the money contributed to your SEP IRA — as well as earnings — grow tax deferred, which means that you pay no taxes on your account until you begin withdrawing money during retirement. And, as the chart that follows illustrates, tax-deferred investment growth can make a significant difference in how fast your retirement savings grow over time.

**You decide how to invest your account** You decide how your contributions are allocated among the available Putnam funds so you can create a portfolio that will help you pursue your individual goals.

## A broad range of investment options

You can choose from a variety of Putnam mutual funds that invest across multiple asset classes:

**Growth funds** invest in stocks of companies believed to have above-average growth potential.

**Blend funds** can invest in both growth and value stocks seeking companies believed to be worth more than their current stock prices indicate.

**Value funds** look for stocks that have been overlooked by other investors and that may be selling for less than their true worth.

**Income funds** invest in bonds and other securities with the goal of providing a steady stream of income over time.

**Global sector funds** invest worldwide in stocks of companies from a single economic sector.

**Absolute return funds** invest in a variety of securities with tools to reduce specific risks, and can help to diversify portfolios.

**Asset allocation funds** invest in a mix of stocks, bonds, and capital preservation instruments, and provide global diversification.

Not FDIC insured | May lose value | No bank guarantee

**Putnam RetirementReady® Funds** invest in a mix of stocks, bonds, and capital preservation instruments, and allocations automatically adjust over time as shareholders advance toward their retirement.

**Putnam PanAgora Funds** invest in a variety of asset classes and securities and can help to diversify portfolios.

## Award-winning service and support

You'll receive top-quality service and support from a team of dedicated Putnam representatives.

For the ninth consecutive year, Putnam was the sole winner of the DALBAR Total Client Experience award for providing quality, accuracy, and client security. In addition, 2019 marked the 30th consecutive year in which Putnam received a DALBAR service quality award.

## What to do next? Follow these simple steps:

- Review your Putnam SEP IRA investment options with your financial representative.
- Complete a SEP IRA account application indicating your investment elections and return it to Putnam.
- If you have questions, call Putnam Retirement Plan Services at 1-800-662-0019.

**Consider these risks before investing:** If the quantitative models or data that are used in managing an underlying fund prove to be incorrect or incomplete, investment decisions made in reliance on the models or data may not produce the desired results and the fund may realize losses. Our allocation of assets among permitted asset categories may hurt performance. The value of investments in the underlying funds' portfolios may fall or fail to rise over extended periods of time for a variety of reasons, including general economic, political, or financial market conditions; investor sentiment and market perceptions; government actions; geopolitical events or changes; and factors related to a specific issuer, asset class, geography, industry, or sector. These and other factors may lead to increased volatility and reduced liquidity in the underlying funds' portfolio holdings. Growth stocks may be more susceptible to earnings disappointments, and value stocks may fail to rebound. Investments in small and/or midsize companies increase the risk of greater price fluctuations. 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 generally greater for longer-term bonds, and credit risk is generally greater for below-investment grade bonds. 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, which means that they may increase in value less than other bonds when interest rates decline and decline in value more than other bonds when interest rates rise. The underlying funds may have to invest the proceeds from prepaid investments, including mortgage and asset backed investments, in other investments with less attractive terms and yields. International investing involves currency, economic, and political risks. Emerging-market securities carry illiquidity and volatility risks. Active trading strategies may lose money or not earn a return sufficient to cover trading and other costs. REITs are subject to the risk of economic downturns that have an adverse impact on real estate markets. Commodity-linked notes are subject to the same risks as commodities, such as weather, disease, political, tax, and other regulatory developments, and other factors affecting the value of commodities. 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. Efforts to produce lower volatility returns may not be successful and may make it more difficult at times for the funds to achieve their targeted returns. In addition, under certain market conditions, the funds may accept greater volatility than would typically be the case, in order to seek their targeted returns. There is no guarantee that the funds will provide adequate income at and through an investor's retirement. You can lose money by investing in the funds.

**For the portion invested in Putnam RetirementReady Funds' allocation to Putnam Government Money Market Fund, these risks apply:** *You can lose money by investing in the fund. Although the fund seeks to preserve the value of your investment at \$1.00 per share, it cannot guarantee it will do so. An investment in the fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. The fund's sponsor has no legal obligation to provide financial support to the fund, and you should not expect that the sponsor will provide financial support to the fund at any time.*

The values of money market investments usually rise and fall in response to changes in interest rates. Interest-rate risk is generally lowest for investments with short maturities (a significant part of the fund's investments). Changes in the financial condition of an issuer or counterparty, changes in specific economic or political conditions that affect a particular type of issuer, and changes in general economic or political conditions can increase the risk of default by an issuer or counterparty, which can affect a security's or instrument's credit quality or value. Certain securities in which the fund may invest, including securities issued by certain U.S. government agencies and U.S. government sponsored enterprises, are not guaranteed by the U.S. government or supported by the full faith and credit of the United States. 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. We may have to invest the proceeds from prepaid investments, including mortgage- and asset-backed investments, in other investments with less attractive terms and yields. The principal value of each fund is not guaranteed at any time, including at the target date.

Our investment techniques, analyses, and judgments may not produce the outcome we intend. The investments we select for the fund may not perform as well as other securities that we do not select for the fund. We, or the fund's other service providers, may experience disruptions or operating errors that could have a negative effect on the fund.

**For informational purposes only. Not an investment recommendation.**

**Investors should carefully consider the investment objectives, risks, charges, and expenses of a fund before investing. For a prospectus, or a summary prospectus if available, containing this and other information about any fund, please call Putnam at 1-800-225-2581. Read the prospectus carefully before making any investment decisions.**