



State of Hawaii Deferred Compensation Plan
**VANGUARD INSTITUTIONAL TARGET
RETIREMENT FUNDS**

**A diversified portfolio through one investment,
tailored for your planned retirement journey.**

Your State of Hawaii Deferred Compensation Plan allows you to customize your ideal portfolio by selecting from an array of investment types and funds. Among your fund options are the Vanguard Target Retirement Funds. The Vanguard Target Retirement Funds offer the simplicity of a complete portfolio through a single investment. Each target-date investment comprises four to five of Vanguard's broad-based index funds that, together, cover all major worldwide asset classes to deliver a diversified portfolio that automatically rebalances as you approach retirement.



Diversify your investments through one single fund.

About the Vanguard Target Retirement Funds

Vanguard Target Retirement Funds incorporate four to five available broad-based index funds into one of 12 unified investment selections. The comprised funds will cover all major worldwide asset classes to ensure diversification. As the year in the fund's name draws near, its investment mix becomes more conservative so that a single target-date investment can serve you throughout both your career and retirement.

This investment solution offers:

- The opportunity to invest in a wider range of diverse investment funds that are not currently offered in the Plan
- Less risk through broad diversification, including exposure to major market sectors (e.g., healthcare, technology, etc.) and segments (e.g., the kinds of characteristics that a company is looking for)
- A professionally managed asset mix
- Automatic rebalancing so the fund becomes more conservative as you approach retirement
- Low cost of nine (9) basis points (0.09%)

Selecting the appropriate fund

Each fund is named with your target retirement year in mind. If you are not sure, add '65' to the year that you were born or refer to the chart. Once you have your target retirement year and fund, review the mix of the fund's stocks and bonds, and consider whether the asset allocation mix suits your current savings progress, investment objective and risk profile. If you prefer a mix that is more conservative or with more risk, then consider another target retirement fund or complement your target retirement fund with other funds from the Plan's core investment lineup. Remember that you should consider the investment objectives, risks, charges and expenses of any fund before investing. Remember, the principal value of a target-date fund is not guaranteed at any time, including the target date.

Birth Year Range Investment

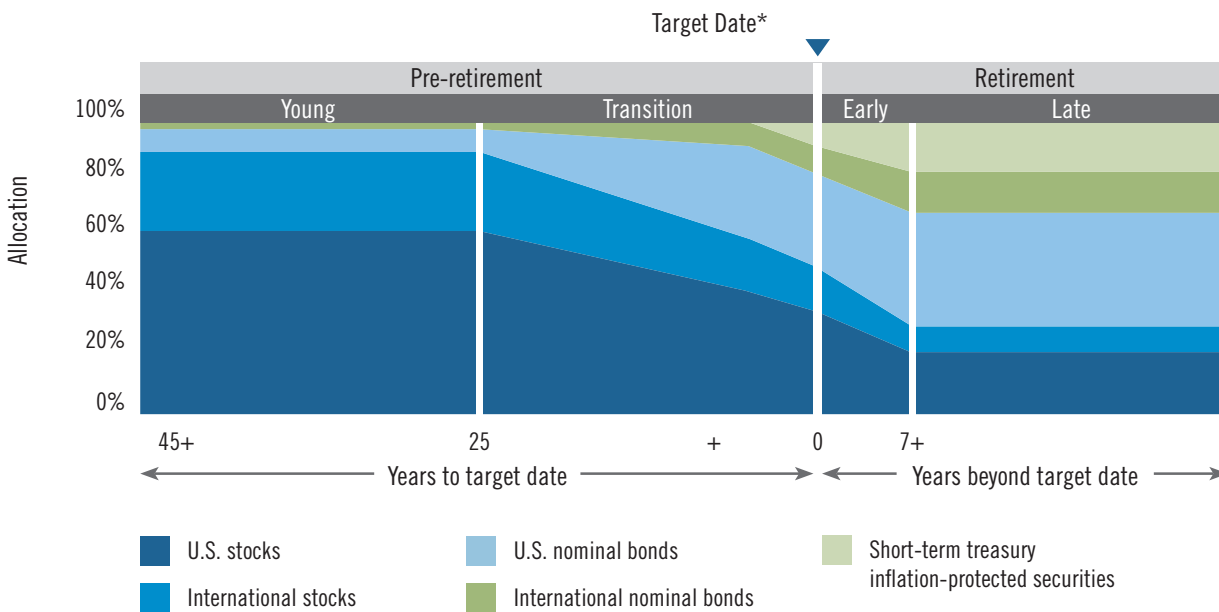
Earlier than 1950	Vanguard Institutional Target Retirement Income Fund*
1950–1954	Vanguard Institutional Target Retirement 2015 Fund*
1955–1959	Vanguard Institutional Target Retirement 2020 Fund*
1960–1964	Vanguard Institutional Target Retirement 2025 Fund*
1965–1969	Vanguard Institutional Target Retirement 2030 Fund*
1970–1974	Vanguard Institutional Target Retirement 2035 Fund*
1975–1979	Vanguard Institutional Target Retirement 2040 Fund*
1980–1984	Vanguard Institutional Target Retirement 2045 Fund*
1985–1989	Vanguard Institutional Target Retirement 2050 Fund*
1990–1994	Vanguard Institutional Target Retirement 2055 Fund*
1995–1999	Vanguard Institutional Target Retirement 2060 Fund*
2000–2019	Vanguard Institutional Target Retirement 2065 Fund*

*Registered Mutual Fund

How the Vanguard Target Funds work

The funds are designed to help simplify diversification, asset reallocation and manual management.

- The year in the investment name is the approximate year in which an investor expects to retire and leave the workforce.
- A target-date investment will hold a higher proportion of stocks the further it is from its target date.
- As the target date approaches, Vanguard will automatically rebalance your fund portfolio to help manage risk. This generally involves decreasing its stock holdings and increasing its bond holdings. Bonds usually have a lower risk of loss, though they also have lower potential gains than stocks.
- When the investment reaches its target date, you don't need to take your money out; the gradual move from stocks to bonds simply continues automatically. Target-date investments are designed to keep your money invested appropriately throughout your retirement years.



*Target allocations as of June 30, 2017

Source: Vanguard Center for Retirement Research.

The target date is the approximate date when investors plan to retire and may begin withdrawing their money. The asset allocation of the target-date funds will become more conservative as the target date approaches by lessening the equity exposure and increasing the exposure in fixed income-type investments. The principal value of an investment in a target-date fund is not guaranteed at any time, including the target-date. There is no guarantee that the fund will provide adequate retirement income. A target-date fund should not be selected based solely on age or retirement date. Participants should carefully consider the investment objectives, risks, charges and expenses of any Fund before investing. Funds are not guaranteed investments and the stated asset allocation may be subject to change. **It is possible to lose money by investing in securities, including losses near and following retirement.**

QUESTIONS?

The Vanguard Fact Sheets are available on your plan's website at www.prudential.com/islandsavings. If you have questions about these target-date funds, please speak with a local Plan Retirement Education Counselor by calling **888-71-ALOHA** (888-712-5642) and Pressing "2." Retirement Education Counselors are available weekdays, from 8:00 a.m. to 5:00 p.m. HST (except on stock market holidays), and on Saturdays from 8:00 a.m. to 12:00 p.m. HST to answer your questions.



All investing is subject to risk, including the possible loss of the money you invest. Investments in Target Retirement Funds are subject to the risks of their underlying funds. An investment in a Target Retirement Fund is not guaranteed at any time, including on or after the target-date. Bond funds are subject to the risk that an issuer will fail to make payments on time, and that bond prices will decline because of rising interest rates or negative perceptions of an issuer's ability to make payments. Diversification does not ensure a profit or protect against a loss.

Investors should carefully consider the fund investment objectives, risks, charges and expenses before investing. The prospectus and (if available) summary prospectus contain complete information about the investment options available through your plan. Please call 888-712-5642 for a free prospectus and (if available) a summary prospectus containing this and other information about our mutual funds. You should read the prospectus and summary prospectus (if available) carefully before investing. It is possible to lose money by investing in securities.

Shares of registered mutual funds are offered through Prudential Investment Management Services LLC (PIMS), Newark, NJ, a Prudential Financial company.

The stated asset allocation may be subject to change. It is possible to lose money in a target-date fund, including losses near and following retirement. Investments in the funds are not deposits or obligations of any bank and are not insured or guaranteed by any governmental agency or instrumentality.

Retirement Counselors are registered representatives of Prudential Investment Management Services LLC (PIMS), Newark, NJ, a Prudential Financial company.

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