



Utah Retirement Systems
 PO Box 1590
 Salt Lake City, Utah 84110-1590
 (801) 366-7720 or (800) 688-401k
 FAX (801) 366-7445

INVESTMENT CONTRACT 401(k) or 457 PLAN

- TRUCTIONS:**
1. Read the information on the reverse side before completing this form.
 2. Please type or print clearly in black ink.
 3. Complete the applicable sections, sign, and return to Utah Retirement Systems.
 4. If you fax this form, do not mail the original.

SECTION A - MEMBER INFORMATION			
Name (First, Middle, Last)	Daytime Phone	Social Security Number	
Mailing Address	City	State	Zip
			Employer

SECTION B - PLAN SELECTION
Check Only One

401(k) Plan
or
 457 Plan

SECTION C - FUTURE DEFERRALS FROM MY SALARY

No change

Total amount to be withheld per pay period \$ _____ or _____% beginning the next possible pay period.
 My employer's payroll schedule has: (circle one) 9, 10, 12, 24, or 26 pay periods per year.

Cancel future deferrals to my salary.

Deferrals to the 457 Plan cannot begin until the month following the date this form is signed.

SECTION D - INVESTMENT OF FUTURE DEFERRALS

No change Use this section if you wish to change how your future deferrals are to be invested. This decision will not affect your current account balance.

_____ % Income Fund
 _____ % Bond Fund
 _____ % Balanced Fund
 _____ % Value Stock Fund
 _____ % Large Cap Stock Index Fund
 _____ % Large Cap Stock Growth Fund
 _____ % International Fund
 _____ % Small Cap Stock Fund

 _____ % Short Horizon Fund
 _____ % Medium Horizon Fund
 _____ % Long Horizon Fund

100 % Total (must equal 100%)

SECTION E - TRANSFER CURRENT ACCOUNT BALANCE

No change Use this section if you wish to change how your current account balance is invested. This reallocation will not change how your future deferrals are invested.

_____ % Income Fund
 _____ % Bond Fund
 _____ % Balanced Fund
 _____ % Value Stock Fund
 _____ % Large Cap Stock Index Fund
 _____ % Large Cap Stock Growth Fund
 _____ % International Fund
 _____ % Small Cap Stock Fund

 _____ % Short Horizon Fund
 _____ % Medium Horizon Fund
 _____ % Long Horizon Fund

100 % Total (must equal 100%)

Group Annuity Fund transfers may be subject to a transfer penalty

Transfer 100% of my Group Annuity Fund regardless of the penalty.
 Only transfer the portion of my Group Annuity Fund that is not subject to penalty.
 Do not transfer my Group Annuity Fund.

SECTION F - PARTICIPANT SIGNATURE	Date
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EMPLOYER USE ONLY	
Date Processed _____	Employer # _____
Initials _____	

FOR URS USE ONLY	
Processed By _____	Employer # _____
Date _____	

DESCRIPTION OF INVESTMENT OPTIONS

The **Income Fund** invests in a diversified portfolio consisting of U.S. government securities, mortgages, corporate bonds, guaranteed investment contracts, and short-term funds. This Fund is the most conservative of the investment options, and offers the most stable return.

The **Bond Fund** invests in a diversified portfolio consisting of U.S. government securities, mortgages, corporate bonds, and short-term funds. This Fund's return is affected by changes in interest rates and other economic factors.

The **Balanced Fund** invests in a portfolio consisting of approximately 60% stocks, 35% bonds, and 5% short-term funds. This Fund is considered less risky than most stock investments but has higher risk than most fixed income investments.

The **Value Stock Fund** invests primarily in common stocks of companies that appear to be temporarily undervalued by the stock market, but have a favorable outlook for long-term growth. This Fund has the potential for higher returns than fixed income investments over long periods of time.

The **Large Cap Stock Index Fund** invests in all 500 stocks of the Standard & Poor's 500 Index and is similarly weighted. This Fund has the potential for higher returns than fixed income investments over long periods of time.

The **Large Cap Stock Growth Fund** invests in 60 to 100 companies with market caps above \$10 billion. The Fund's objective is to achieve greater earnings than the S&P 500 Index. This Fund may have greater volatility and risk than the Large Cap Stock Index Fund.

The **International Fund** invests primarily in stocks of companies outside of the United States. This Fund offers international diversification, but adds currency risk and country risk not found in a U.S. fund. Accordingly, the risk and return potential of this Fund is considered greater than a large cap U.S. fund.

The **Small Cap Stock Fund** invests in U.S. small companies listed on the New York Stock Exchange, the American Stock Exchange, and the NASDAQ national market system. Small company stocks have the potential for greater returns than large company stocks, and conversely have a greater risk of loss. Significant price fluctuations are more likely than in the other investment options.

HORIZON FUNDS - A Horizon Fund asset allocation is designed to help those who want to diversify their investment. If you select one of the three Horizon Funds, your contributions will be allocated to the investment options according to the following table. The Horizon Funds will be reviewed and rebalanced each quarter when target ranges are exceeded. Utah Retirement Systems reserves the right to change these percentages as needed.

	Short Horizon Fund	Medium Horizon Fund	Long Horizon Fund
Income Fund	20%	0%	0%
Bond Fund	65%	45%	20%
Value Stock Fund	0%	10%	10%
Large Cap Stock Index Fund	10%	15%	25%
Large Cap Stock Growth Fund	0%	10%	10%
International Fund	5%	15%	25%
Small Cap Stock Fund	<u>0%</u>	<u>5%</u>	<u>10%</u>
Total	100%	100%	100%

The **Short Horizon Fund** is designed for investors expecting to withdraw their funds in approximately 5 years. This Fund provides a relatively conservative investment with a more stable rate of return. However, with reduced market risk there is usually a lower rate of return.

The **Medium Horizon Fund** is designed for investors planning to withdraw their funds in 5 to 10 years. This Fund emphasizes moderate risk and moderate earnings potential. It has more risk than the Short Horizon Fund, but less than the Long Horizon Fund.

The **Long Horizon Fund** is designed for investors with 10 or more years to invest before withdrawing their funds. The Fund offers the potential for higher returns over a long period of time. There is a higher market risk with this horizon fund, along with higher potential returns.

TRANSFERS

You may transfer funds between investment options daily. The transfer cutoff time is 2:00 p.m. Mountain Time. Investment Contracts received at Utah Retirement Systems (URS) before 2:00 p.m. will receive that day's closing market value. Contracts received at 2:00 p.m. or after will receive the next day's closing market values. On days of unusually heavy transfer activity, computer system failure, early close of stock markets, or other unforeseen circumstances, URS reserves the right to process transfers on the next business day using the next business day's closing market value.

The **Interactive Voice Response system** allows you to check your balances, to change your deferral rate and to change how your money is invested via the telephone at (801) 366-7720 or (800) 688-4015. Or you may submit a Form DCCT-2 Investment Contract to make changes to your 401(k) or 457 plan.