



MoneyTalks

Wisconsin Deferred Compensation Program

Excessive Trading Restrictions

Keep a Long-Term Investing Strategy

At a time when the financial markets seem more volatile than ever, it's easy to lose one's long-term investing focus and make hasty trading decisions. The WDC Board has an excessive trading policy, which states that all WDC accounts are subject to the trading limitations and restrictions imposed by fund companies. The Board and the WDC's recordkeeping firm, Great-West, updated the WDC's excessive trading procedures in May 2006. If Great-West is contacted by a fund company that suspects a WDC participant is engaging in excessive trading, Great-West will provide the fund company with the recent trading activity of the participant. Such information is kept confidential. If the fund company determines the participant is engaging in excessive trading, the WDC will request that the participant cease the excessive trading. If trading does not cease, the participant may be barred from investing in the investment option.

As an example, Fidelity's excessive trading policy states the following:

The fund may reject for any reason, or cancel as permitted or required by law, any purchase or exchange, including transactions deemed to represent excessive trading, at any time.

Excessive trading of fund shares can harm shareholders in various ways, including reducing the returns to long-term shareholders by increasing costs to the fund (such as brokerage commissions), disrupting portfolio management strategies, and diluting the value of the shares in cases in which fluctuations in markets are not fully priced into the fund's net asset value.

The Board of Trustees has adopted policies designed to discourage excessive trading of fund shares. Excessive trading activity in the fund is measured by the number of round-trip transactions in a shareholder's account. A round-trip transaction occurs when a shareholder sells fund shares (including exchanges) within 30 days of the purchase date.

Shareholders with two or more round-trip transactions in a single fund within a rolling 90-day period will be blocked from making additional purchases or exchange purchases of the fund for 85 days. Shareholders with four or more round-trip transactions across all Fidelity funds within any rolling 12-month period will be blocked for at least 85 days from additional purchases or exchange purchases across all Fidelity funds. Any round-trip within 12 months of the expiration of a multi-fund block will initiate another multi-fund block. Repeat offenders may be subject to long-term or permanent blocks on purchase or exchange purchase transactions in any account under the shareholder's control at any time.

For more information on the excessive trading policies for all of the WDC investment options, visit the WDC Web site at www.wdc457.org and click on the *Investments* tab and then *Online Prospectus*. Please consider the investment objectives, risks, fees and expenses carefully before investing. For this and other important information, you may obtain mutual fund prospectuses and disclosure documents from your registered representative. Read them carefully before investing. For prospectuses related to investments in your Self-Directed Brokerage Account (SDBA), contact Charles Schwab at (888) 393-7272. ■

*FDIC Insured Bank Option:
M&I Bank has declared
an annualized interest rate
of 3.90% for the fourth
quarter 2008.*

Please note: This newsletter does not constitute investment or financial advice.

Securities (except the self-directed brokerage option), when offered, are offered through GWFS Equities, Inc., a wholly owned subsidiary of Great-West Life & Annuity Insurance Company.

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