Once you make your initial Portfolio selection, you may change it only one time annually, during open enrollment. Portfolio selection applies to all existing assets and future contributions credited to your Employee Account.

**Portfolio Options:**
*(Participant should check one box and initial on the line.)*

<table>
<thead>
<tr>
<th>Portfolio Options</th>
<th>Portfolio Allocations</th>
</tr>
</thead>
<tbody>
<tr>
<td>Money Market Portfolio*</td>
<td>Money Market</td>
</tr>
<tr>
<td>Bond Portfolio **</td>
<td>Bonds</td>
</tr>
<tr>
<td>Pooled Stock/Bond Portfolio**</td>
<td>Stocks</td>
</tr>
</tbody>
</table>

This Selection Form is due at the Trust Office **no later than 30 days from the day this notice was mailed.** (See page 2 of this document for the address of the Trust Office.) If you do not return this Selection Form by the due date, your Employee Account will be invested in the Money Market Portfolio. After making your initial selection, you will have an opportunity to change your selection once a year, during open enrollment (June 1 – June 30th). Please refer to the accompanying Informational Bulletin for an explanation of the investment options and a description of the default investments.

*None of the Portfolios, including the Money Market Portfolio, are covered by FDIC Insurance.*  
**The Bond and Pooled Stock/Bond Portfolios may experience fluctuations in investment returns and principal value. The investment may be worth more or less than their original cost when sold.*

*No guarantee is made regarding future performance of these investments.*
The PORAC Retiree Medical Trust program provides three investment Portfolio selections, allowing members to select a Portfolio that best suits their investment time horizon and personal risk tolerance.

**Money Market Portfolio:**
This Portfolio invests in very short maturity debt instruments, the majority being U.S. government issues. The Portfolio seeks to earn competitive money market interest rates while offering high credit quality and liquidity. This selection would be appropriate for an individual drawing down an account in a short time frame or who does not wish to experience principal fluctuations.

**Bond Portfolio:**
This Portfolio invests in several bond funds to earn competitive yields with a low level of price fluctuations. The Portfolio invests in securities with high credit quality, the majority being U.S. government issues. This selection would be appropriate for an individual drawing down an account in a short time frame or who is seeking a low level of principal fluctuations.

**Pooled Stock/Bond Portfolio:**
The remaining choice is a “balanced” stock and bond combination. If an investor has a longer time to retirement, the inclusion of stocks can be appropriate as an investment tool.

The rationale for stocks is to seek higher multi-year returns than those available in the Money Market or Bond Portfolios. While stocks offer the potential for higher returns, stocks are more volatile than bonds in their price movements. The greater the stock proportion in a portfolio, the greater the principal fluctuation due to market conditions. The stock investments are focused on large, established U.S. companies and, from time-to-time, may also include allocations to other stock sectors, such as smaller companies and non-U.S. companies. There can be no guarantee that investing in stocks over a multi-year period will indeed generate higher returns than bonds or money market funds. Approximately 60% of the investments in this Portfolio will be allocated to stocks.

The bond investments consist of a diversified selection of income-producing bonds and may include money market assets. The bonds are focused on high-grade, intermediate-maturity U.S. issues, including Treasuries, corporate and mortgage-backed bonds. Other sectors may be included for diversification and potential yield enhancement. Approximately 40% of the investments in this Portfolio will be allocated to bonds.

**Trust Office Address:**
PORAC Retiree Medical Trust
c/o Vimly Benefit Solutions
PO Box 6
Mukilteo, WA 98275