








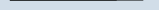

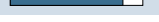

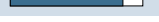









## Performance &amp; Fees –

Defined Contribution Plan, Hybrid Plan (Part II), Health Care Savings Program, 457 Program, and IRA











 Online users can click on any fund name below for more detailed information.

Fund Name	Proportion of Stocks 	Returns						Total Annual Operating Expense	
		Quarter-to-date	Year-to-date	1 yr.	3 yr.	5 yr.	10 yr.	As a %	Per \$1,000
<b>1 Retirement Strategies: "Do it for me"</b>									
2005 Retirement Strategy		5.32%	5.32%	3.33%	4.21%	2.96%	-	0.41%	\$4.10
2010 Retirement Strategy		6.04%	6.04%	3.45%	5.14%	3.48%	-	0.42%	\$4.20
2015 Retirement Strategy		7.24%	7.24%	3.49%	6.19%	4.02%	-	0.42%	\$4.20
2020 Retirement Strategy		8.28%	8.28%	3.43%	7.02%	4.45%	-	0.42%	\$4.20
2025 Retirement Strategy		8.90%	8.90%	3.24%	7.68%	4.87%	-	0.43%	\$4.30
2030 Retirement Strategy		9.68%	9.68%	3.31%	8.41%	5.30%	-	0.43%	\$4.30
2035 Retirement Strategy		10.46%	10.46%	3.32%	9.16%	5.68%	-	0.43%	\$4.30
2040 Retirement Strategy		11.18%	11.18%	2.99%	9.72%	6.03%	-	0.43%	\$4.30
2045 Retirement Strategy		11.64%	11.64%	2.72%	9.95%	6.15%	-	0.43%	\$4.30
2050 Retirement Strategy		11.69%	11.69%	2.79%	9.94%	6.15%	-	0.43%	\$4.30
2055 Retirement Strategy		11.68%	11.68%	2.77%	9.97%	6.17%	-	0.43%	\$4.30
2060 Retirement Strategy		11.71%	11.71%	2.79%	9.99%	-	-	0.43%	\$4.30

**2 Premium Select Options: "Help me do it"****Portfolios Built for You (Stocks/Bonds)**

MERS Total Market Portfolio		5.41%	5.41%	0.76%	7.72%	5.33%	9.08%	0.56%	\$5.60
<i>Note: 2.00% charge from amounts withdrawn/transferred within 90 days of each contribution</i>									
MERS Global Stock Portfolio (100/0)		12.21%	12.21%	1.63%	11.44%	7.16%	-	0.59%	\$5.90
MERS Capital Appreciation Portfolio (80/20)		10.49%	10.49%	1.86%	9.76%	6.34%	-	0.51%	\$5.10
MERS Established Market Portfolio (60/40)		8.77%	8.77%	2.48%	8.49%	5.55%	9.96%	0.52%	\$5.20
MERS Balanced Income Portfolio (40/60)		6.98%	6.98%	3.01%	6.45%	4.62%	-	0.53%	\$5.30
MERS Capital Preservation Portfolio (20/80)		5.51%	5.51%	3.95%	4.77%	3.95%	-	0.52%	\$5.20
MERS Diversified Bond Portfolio (0/100)		3.65%	3.65%	3.66%	2.57%	2.47%	4.82%	0.55%	\$5.50

**Funds to Build Your Own Portfolio**

Large Cap Stock Index		13.68%	13.68%	9.33%	13.13%	10.47%	15.52%	0.33%	\$3.30
Mid Cap Stock Index		14.32%	14.32%	2.49%	11.10%	8.10%	16.13%	0.33%	\$3.30
Small Cap Stock Index		11.34%	11.34%	1.06%	12.33%	8.23%	-	0.33%	\$3.30
International Stock Index		9.39%	9.39%	-4.11%	7.11%	1.99%	-	0.36%	\$3.60
Emerging Market Stock		9.19%	9.19%	-12.09%	9.13%	3.18%	-	0.57%	\$5.70
Real Estate Stock		16.56%	16.56%	20.17%	6.94%	9.47%	-	0.82%	\$8.20
Bond Index		3.02%	3.02%	4.07%	1.48%	2.20%	-	0.45%	\$4.50
High Yield Bond		7.57%	7.57%	5.93%	6.80%	4.22%	-	0.85%	\$8.50
Short-Term Income		0.82%	0.82%	2.31%	0.96%	0.67%	0.91%	0.33%	\$3.30
Stable Value (not available for HCSP or IRA)		0.53%	0.53%	2.03%	1.91%	1.91%	-	0.58%	\$5.80

*Note: Amounts withdrawn may not be transferred to the MERS Short-Term Managed Income Fund for 90 days*

**Disclaimer**

**Returns:** Returns are presented After the Total Annual Operating Expense. Returns for the MERS Retirement Strategies are provided by AllianceBernstein, all other fund return information is provided by State Street Bank and Trust, custodian for the MERS Funds. Returns for periods greater than one year are annualized. Past performance is no guarantee of future results. Current performance may be higher or lower. Funds are subject to investment risk from a number of sources, including the management style of the fund and market volatility. Markets are volatile and can rise or decline significantly in response to company, political, regulatory, market, or economic developments. A fund's total return, like securities prices generally, will fluctuate within a wide range. As a result, you could lose money over short or even long periods. Funds are also subject to investment-related risk, which is the chance that returns from companies invested in by the fund will trail returns from other asset classes or the overall market.

## Other Fees and Expenses

Description of Fees/ Expenses	Service Charges	Applicable Products	Shareholder-Type Fees and Other Restrictions
			As a %
Self Directed Brokerage Account (SDBA)	\$50.00 (annual)	Defined Contribution Plan, Hybrid Plan (DC portion), and 457 Program	0.28% annualized administrative fee is charged against the assets within SDBA and pro-rated monthly. Based on avg. daily balance, charge is deducted from amount in MERS standard line-up.
Loan (if loans are allowed by employer)	\$150.00 (one time)	Defined Contribution Plan, Hybrid Plan (DC portion), and 457 Program	-
Terminated participants with \$1,000 or less account balance (also applicable to Health Care Savings Program)	\$15.00 (annual)	Defined Contribution Plan, Hybrid Plan (DC portion) 457 Program, and Health Care Savings Program	-

## Disclaimer

**Fees:** The Total Annual Operating Expense consists of MERS operating costs, custody and recordkeeping costs, and investment management expenses.

\*The Total Annual Operating Expense includes a Fund Company Rebate, which is a reimbursement from the fund company for services provided by MERS recordkeeper.

For MERS IRA, see the MERS IRA Disclosure Statement available on the MERS web site for additional information.

**Diversification:** To help achieve a long-term security, you should give careful consideration to the benefits of a well-balanced investment portfolio. Spreading your assets among different types of investment categories can help you achieve a favorable rate of return while minimizing your overall risk of losing money. This is because market or other economic conditions that cause one category of assets – or particular security – to perform very well often causes another asset category – or another particular security – to perform poorly. If you invest more than 20% of your retirement savings in any one company or industry, your savings may not be properly diversified. This concern does not apply to the MERS Retirement Strategy options which are already comprised of a diversified mix of fund types that automatically adjust over time as you near retirement. Diversification is not a guarantee against loss, however, it is an effective strategy to help you manage risk.

This summary is designed to provide descriptive information only. You should research all possible investment choices by reading each fund's prospectus and fund summary sheet. MERS, as a governmental plan, is exempted by state and federal law from registration from the SEC. The MERS Funds consist of a portfolio of assets in a separate account in a collective trust, specifically for MERS Plans. Unlike a mutual fund, only the participants in a MERS Plan can invest in the MERS Funds. Because the MERS Funds are not mutual funds, a prospectus is not available, however, a fund summary sheet is.

It is important to periodically review your investment portfolio, your investment objectives, and the investment options under the Plan to help ensure that your retirement savings will meet your retirement goals. In deciding how to invest your retirement savings, you should take into account all your assets, including any retirement savings outside the Plan. No single approach is right for everyone because among other factors, individuals have different financial goals, different time horizons for meeting their goals, and different tolerances for risk. Please make independent investment decisions carefully and seek the assistance of independent experts where appropriate.

MERS has made every effort to ensure that the information provided is accurate and up to date. Please see MERS website at [www.mersofmich.com](http://www.mersofmich.com) for recent information, or contact MERS at 800.767.MERS (6377).