

Supplement to IRA Custodial Agreements



Effective December 31, 2014, the update below will be made to the American Century Custodial agreements for the following retirement accounts: Traditional IRAs, Roth IRAs, Rollover IRAs, SEP IRAs, SARSEP IRAs and SIMPLE IRAs.

Disclosure Statement and Custodial Agreement: Traditional, Rollover, Roth, SEP and SARSEP IRA, Rollover Guidelines section, page 10, change to bullet 2.

Disclosure Statement and Custodial Agreement: SIMPLE IRA, Rollover Guidelines section, page 8, change to bullet 2.

- The IRS limits rollovers to one time every 365 days (measured from the date of distribution) regardless of how many IRAs you own at the same or different financial institutions.

Effective February 1, 2014, the updates below will be made to the American Century Investments® custodial agreements for the following retirement accounts: Traditional IRAs, Roth IRAs, Rollover IRAs, SEP IRAs, SARSEP IRAs and SIMPLE IRAs.

Summary of change

American Century Investments® will add a target-date fund as the investment default fund. Assets may be invested in the target-date fund if client instructions are unclear, in the absence of investment instructions, or if a fund is no longer available for the account. The target-date fund will be based on the client's year of birth and an assumed retirement age of 65.

Disclosure Statement and Custodial Agreement: Traditional, Rollover, Roth, SEP and SARSEP IRA, Investing in an IRA section, page 12, changes to paragraph 3.

Disclosure Statement and Custodial Agreement: SIMPLE IRA, Investing in a SIMPLE IRA section, page 9, changes to paragraph 2.

If no investment instructions are received from you, or if the instructions are unclear, you may be requested to provide instructions. In the absence of such instructions, your investments may be invested in an American Century target-date fund based on your birth date and an assumed retirement age of 65. By investing your contributions in a target-date fund, as described above, American Century is not necessarily recommending that fund or any other particular investment strategy, and American Century is not making any suitability determinations based on your individual situation. Also, please keep in mind with respect to regulated investment company shares (e.g., mutual funds), American Century Investments cannot project or guarantee a specific rate of return or growth of share values, and principal amounts invested may be subject to market risk.

Disclosure Statement and Custodial Agreement: Traditional, Rollover, Roth, SEP and SARSEP IRA, Part Three: Provisions Applicable to Both Traditional IRAs and Roth IRAs, Article VIII.1. Definitions on page 31, add new paragraph 5, additions to current paragraph 10, and delete current paragraph 11 ("Money Market Fund").

Disclosure Statement and Custodial Agreement: SIMPLE IRA, Article VIII.1. Definitions, page 21, add new paragraph 5, additions to current paragraph 9, and delete current paragraph 11 (Money Market Fund).

“Ancillary Fund” means any mutual fund or registered investment company designated by Sponsor, which is (i) advised, sponsored or distributed by a duly licensed mutual fund or registered investment company other than the Custodian, and (ii) subject to a separate agreement between the Sponsor and such mutual fund or registered investment company, to which neither the Custodian nor the Service Company is a party; provided, however, that such mutual fund or registered investment company must be legally offered for sale in the state of the Depositor’s residence.

“Fund” means any mutual fund or investment company registered under the Investment Company Act of 1940, as amended, which is advised, sponsored or distributed by Sponsor; provided, however, that such a mutual fund or registered investment company must be legally offered for sale in the state of the Depositor's residence. Subject to the provisions of Section 3 below, the term “Fund” includes an Ancillary Fund.

Disclosure Statement and Custodial Agreement: Traditional, Rollover, Roth, SEP and SARSEP IRA, Part Three: Provisions Applicable to Both Traditional IRAs and Roth IRAs, Article VIII. 3. Investments on page 32, new paragraph 2 and addition to current paragraph 2; and page 33, additions to paragraph 2.

Disclosure Statement and Custodial Agreement: SIMPLE IRA, Article VIII.3. Investments, page 22, new paragraph 2 and addition to current paragraph 2; and page 23, additions to paragraph 4.

The parties to this Agreement recognize and agree that the Sponsor may from time-to-time designate an Ancillary Fund in which all or a portion of the contributions to a Custodial Account may be invested and reinvested. Despite any contrary provision of this Agreement, neither the Custodian nor the Service Company has any discretion with respect to the designation of an Ancillary Fund.

The Service Company shall be responsible for promptly transmitting all investment directions by the Depositor for the purchase or sale of shares of one or more Funds hereunder to the Funds' transfer agent for execution. However, if investment directions with respect to the investment of any contribution hereunder are not received from the Depositor as required or, if received, are unclear or incomplete in the opinion of the Service Company, the contribution will be invested in an Ancillary Fund if available pending clarification or completion by the Depositor without liability for interest or for loss of income or appreciation. Contributions shall continue to be invested in such Ancillary Fund if available unless subsequent contrary instructions, in a form acceptable to Service Company, to invest in another Fund are received by Service Company. If any other directions or other orders by the Depositor with respect to the sale or purchase of shares of one or more Funds are unclear or incomplete in the opinion of the Service Company, the Service Company will refrain from carrying out such investment directions or from executing any such sale or purchase, without liability for loss of income or for appreciation or depreciation of any asset, pending receipt of clarification or completion from the Depositor.

If any Fund held in the Custodial Account is liquidated or is otherwise made unavailable by the Sponsor as a permissible investment for a Custodial Account hereunder, the liquidation or other proceeds of such Fund shall be invested in accordance with the instructions of the Depositor. If the Depositor does not give such instructions, or if such instructions are unclear or incomplete in the opinion of the Service Company, the Service Company may invest such liquidation or other proceeds in such other Fund (including an Ancillary Fund if available) as the Sponsor designates, and provided that the Sponsor gives at least thirty (30) days advance written notice to the Depositor and the Service Company. In such case, neither the Service Company, Sponsor, nor the Custodian will have any responsibility for such investment.