

State of Hawaii Lifecycle Income Portfolio

A Custom Plan Investment Option - Fund of Funds

Fourth Quarter 2018
Fund Fact Sheet

Key Facts - Fund

PLAN SPONSOR: State of Hawaii Deferred Compensation Plan Board of Trustees

FUND CATEGORY: Other-Lifecycle

PRIMARY BENCHMARK: State of Hawaii Lifecycle Income Index

NET ASSETS: \$12.8 Million

INCEPTION DATE: 06/01/2004

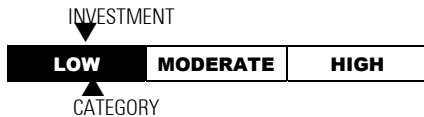
NET EXPENSE RATIO (After Contract Charges): 0.34%

OVERALL MORNINGSTAR RATING™: ★★★★★

OVERALL # OF FUNDS IN MORNINGSTAR CATEGORY: 164

Overall Morningstar Rating as of quarter ending 12/31/2018. The Morningstar Rating shown is for this expense ratio only and assumes no contract charges are imposed. Other expense ratios may have different performance characteristics. ©2018 Morningstar, Inc. All Rights Reserved. Additional Morningstar information is available in the User Guide.

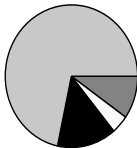
Morningstar Volatility Rank As of 12/31/2018



In the past, this investment has shown a relatively small range of price fluctuations relative to other investments. Based on this measure, currently more than two thirds of all investments have shown higher levels of risk. Consequently, this investment may appeal to investors looking for a conservative investment strategy.

Portfolio Allocation As of 12/31/2018

27% Stocks/22% Bonds/51% Other



- LARGE CAP STOCK 9.40%
 - BlackRock US Large Cap Index 4.70%
 - Mainstay Large Cap Growth Fund 2.35%
 - WellingtonCIFI Trust Research 2.35%
- SMALL CAP STOCK 4.10%
 - Harbor Small Cap Value Instl 2.05%
 - William Blair Small Mid Cap Growth 2.05%
- INTERNATIONAL STOCK 13.27%
 - American Funds EuroPacific R6 5.40%
 - MFS Intl Value Equity Fund R5 5.40%
 - Hartford Shroders Emerging Mkts Eq 2.70%
- FIXED INCOME 22.20%
 - BlackRock Total Return Bond Fund Class F 22.20%
- OTHER 50.80%
 - SSGA Real Asset CIT 8.00%
 - STABLE VALUE FUND 42.80%

DESCRIPTION/OBJECTIVE

The State of Hawaii Lifecycle Income Portfolio (the "Fund") is a "fund of funds." Each dollar invested in this fund of funds flows directly through to the underlying funds. The balances in the underlying funds are automatically rebalanced monthly to maintain the predetermined allocation.

Multiple managers are utilized to manage the Lifecycle Income Portfolio. These managers are currently offered in the State of Hawaii Island Savings Plan on a standalone basis. Because the portfolio invests in several asset classes and uses multiple managers, it provides broad diversification.

The Lifecycle Income Portfolio is managed to stay within the target allocation as outlined above. However, on an annual basis, the target allocation will systematically become more conservative (lower stock exposure) until the Lifecycle Income Portfolio's allocation will eventually match the allocation and be merged into the Income Portfolio. At any given point in time, actual allocations may vary somewhat from those stated in this fact sheet due to market movements and cash flows.

The Fund is a pre-mixed investment option that seeks income, with a minor investment in stocks for potential appreciation. There is no assurance the objectives will be met.

State of Hawaii Deferred Compensation Plan Board of Trustees is solely responsible for: (1) the selection of the Fund and its underlying funds (including the selection of the asset allocation percentages for each underlying fund); (2) decisions to allocate plan assets to the Fund; and (3) the selection, monitoring and replacement of the Fund and its underlying funds, and if applicable, the Fund's investment advisor(s).

Performance(%)

As of 12/31/2018

	Cumulative Returns		Average Annual Total Returns				
	QTD	YTD	1 Year	3 Year	5 Year	10 Year	Since Inception
Fund	-3.76	-1.75	-1.75	4.25	3.63	5.27	NA
Primary Benchmark	-2.93	-1.91	-1.91	3.01	2.24	4.09	---
Morningstar Rating™				★★★★★	★★★★★	★★	
# of Funds in Category				164	129	93	

Fund Fees Reflected in Performance. All performance results are net of the total expense ratio for this Fund of 0.34%.

Fund Structure. Your retirement plan makes available certain plan investments structured as "Fund of funds" (investments that invest in one or more underlying funds). These investments are neither mutual funds nor separate accounts offered by Prudential Retirement Insurance and Annuity Company ("PRIAC"). Rather, PRIAC acts solely as a record keeper in providing administrative and valuation services in connection with these plan investments. Management of these plan investments is the sole responsibility of your plan sponsor and/or a third party whom the plan sponsor has hired to provide investment management services.

Possibility of Contract Charges. Your retirement plan may have agreed to contract charges. If so, these would reduce the performance shown above. Any contract charges are included in the expense ratio shown in your statement and in the performance shown in your statement. The Fund fees and contract charges compensate us for the distribution and servicing associated with your plan. Other plan investment options may generate more or less revenue for us than the fees associated with this Fund. If the aggregate revenue from your plan exceeds our associated costs, we earn a profit. Otherwise, we incur a loss.

Performance Risks. Before investing, investors should carefully consider the investment objectives, risks, charges and expenses of this Fund and other plan investment options. The performance quoted represents past performance. The investment value and return will fluctuate so that an investment, when redeemed, may be worth more or less than original cost. Past performance does not guarantee future results. Current performance may be lower or higher than the performance data quoted. For performance data current to the most recent month end, please call 1-888-71-ALOHA (1-888-712-5642) or go to www.prudential.com/islandsavings. It is possible to lose money investing in securities.

Miscellaneous. Frequent exchanging of investment options may harm long-term investors. Your plan and/or the Fund may have policies to detect and deter potentially abusive exchanges. The policies may require us to modify or terminate investment exchange privileges. Benchmarks are unmanaged and cannot be invested in directly. See User Guide for benchmark definitions and refer to the section entitled "Separate Account or Custom Plan Investment Options" for a description of PRIAC's role related to the type of fund described in this Fact Sheet.

Prudential Retirement's Role. This fund is not part of Prudential Retirement's Manager of Managers Program and Prudential Retirement does not assume any responsibility for the plan's decision to invest in the funds, to monitor their performance or to provide information regarding the funds. Each of those is the sole responsibility of the plan. To the extent Prudential Retirement provides such information, it makes no warranty as to the accuracy of such information and makes no undertaking to continue to provide such information unless Prudential Retirement agrees to continue to provide such information in writing.

For more information, go to www.prudential.com/islandsavings or call toll-free 1-888-71-ALOHA (1-888-712-5642).

© 2018 Prudential Financial, Inc. and its related entities. Prudential, the Prudential logo, the Rock symbol and Bring Your Challenges are service marks of Prudential Financial, Inc., and its related entities, registered in many jurisdictions worldwide.

Annual Performance

	Fund	Primary Benchmark
2018	-1.75%	-1.91%
2017	10.20%	7.53%
2016	4.64%	3.64%
2015	1.36%	-0.45%
2014	4.06%	2.64%