

Health Savings Account (HSA) Investment Service

The Benefits of Long-Term Investing

The HSA investment service offers the opportunity to invest for long-term savings when you do not plan to spend the money in your CIGNA Choice Fund® HSA on eligible health expenses in the near future. It's an easy and convenient way to start – or add to – your investment portfolio.

A \$2,000 minimum balance gets you on your way

HSA investment account options provide:

- **Opportunities for long-term investments.** If you are interested in investing for the future, the HSA investment account complements your interest-earning HSA cash account. Investments in mutual funds roll over from year-to-year, accumulate in a tax-deferred manner and are portable.
- **Low investment thresholds.** To open the HSA investment account you need to transfer a minimum of \$2,000 from your cash account to the investment account. After the initial transfer of \$2,000, this threshold does not need to be maintained in the investment account. In addition there is no minimum that needs to be maintained in your cash account.
- **A wide variety of fund options.** You have access to a number of mutual fund options that, collectively, can satisfy varied investment objectives and investment time horizons. While mutual funds expose investors to the risk of loss of principal, they also provide the opportunity to earn higher returns than might be available in the HSA cash account.

JPMorgan Chase

A Trusted Leader

- For more than a century, clients worldwide have placed their trust in JPMorgan Chase for their investment and banking needs.
- JPMorgan Chase is a leader in consumer-driven health care and HSAs, maintaining relationships with leading health plans and benefits administrators.

Selection and Ease of Use

- Diverse selection of asset classes supports a range of investment objectives and time horizons.
- All funds are available to HSA investors at net asset value with no front- or back-end load.¹
- Automatic Investing – Select one of two types of automatic transfers from your HSA cash account to your HSA investment account:
 - Auto-Sweep – Automatically transfer funds to your HSA investment account when your HSA cash account exceeds a specified balance.
 - Recurring Transfer – Designate an amount and a schedule for automatic transfers from your HSA cash account to your HSA investment account.
- Elections – Designate fund purchase percentages for future transfers from your HSA cash account to your HSA investment account.

¹ Early redemption fees may apply.



The HSA investment service offers a range of investment options. You may invest in as many of the following funds as you choose.

Fixed income funds provide investors with low investment risk.

Fixed Income Funds	Target Investor
<ul style="list-style-type: none"> JPMorgan Prime Money Market Fund – Morgan Shares (Ticker: VMVXX) 	<ul style="list-style-type: none"> For short-term investors who seek to preserve capital and maintain liquidity.
<ul style="list-style-type: none"> Federated Government Ultrashort Duration Fund – A Shares¹ (Ticker: FGUAX) 	<ul style="list-style-type: none"> For investors seeking current income. To pursue its objective, the fund invests in short-term U.S. government securities.

Asset allocation funds invest in a diverse set of other mutual funds to support specific investment objectives. These funds have low to medium investment risk.

Asset Allocation Fund	Target Investor
<ul style="list-style-type: none"> JPMorgan Investor Balanced Fund – A Shares (Ticker: OGIAX) 	<ul style="list-style-type: none"> For investors seeking high total return consistent with capital preservation. Approximately half of the fund’s assets are invested in JPMorgan equity funds and half are invested in JPMorgan bond funds.

Equity funds focus investments in specific stock asset classes with targeted investment preferences. These funds have medium to high investment risk.

Equity Funds	Target Investor
<ul style="list-style-type: none"> JPMorgan Equity Index Fund – Select Shares (Ticker: HLEIX) 	<ul style="list-style-type: none"> For long-term investors seeking exposure to large cap U.S. companies in a fund that invests mainly in companies that are in the S&P 500 Index.²
<ul style="list-style-type: none"> Royce Premier Fund – Investment Class³ (Ticker: RYPRX) 	<ul style="list-style-type: none"> For long-term investors seeking growth of capital through the small cap segment of the market. This fund generally invests in a limited number of equity securities issued by small companies with stock market capitalization between \$500 million and \$2.5 billion.³
<ul style="list-style-type: none"> BlackRock Small Cap Growth Equity Fund – A Shares (Ticker: CSGEX) 	<ul style="list-style-type: none"> For investors who seek long-term capital appreciation. This fund invests primarily in U.S. small capitalization companies whose market capitalizations are within the range of market capitalizations of companies in the Russell 2000 Growth Index.⁴
<ul style="list-style-type: none"> T. Rowe Price International Growth & Income Fund⁵ (Ticker: TRIGX) 	<ul style="list-style-type: none"> For long-term investors seeking growth of capital and reasonable income through investments primarily in common stocks of mature, dividend-paying, non-U.S. companies. The stock selection reflects large capitalization companies and a value orientation.
<ul style="list-style-type: none"> DWS Global Thematic Fund – A Shares⁵ (Ticker: SGQAX) 	<ul style="list-style-type: none"> For investors seeking long-term growth of capital through U.S. and foreign investments, while reducing downside risk as compared with other global growth funds. This fund invests at least a 65% allotment of assets to U.S. and foreign equity securities.

How to get started

When you have at least \$2,000 in your HSA cash account, the HSA website accessed through myCIGNA.com® via the account tab will include an option for you to open an HSA investment account online in six easy steps.

- Step 1:** ► Read and accept the Electronic Disclosure and Consent Agreement (“eConsent”) to begin the account opening process.
- Step 2:** ► Select how you want to be contacted: email, telephone, or mail.
- Step 3:** ► Read and agree to the legal agreements and disclaimers of the HSA investment account.
- Step 4:** ► Make an initial transfer of at least \$2,000 from your HSA cash account into the JPMorgan Prime Money Market Fund. Once your investment account is open, usually the next business day, money will be debited from your HSA cash account and invested in the mutual fund selection(s) you choose.

Step 5: ► Verify that the initial transfer amount entered in Step 4 is correct.

Step 6: ► Print the confirmation for your request to open an account. It will take at least 1 business day to process your transfer request and open your account.

Once your account is open, you can either manage your account online or through a registered representative.

Online: Make transfers to other available mutual funds and direct future investments to the mutual fund(s) of your choice through the HSA site accessed through myCIGNA.com via the account tab.

Phone: Transfer funds and place mutual fund orders. Refer to the customer service information on the back of your ID or HSA debit card. There is a \$10 charge for phone-assisted transactions.

Frequently Asked Questions

Is there an ongoing minimum balance required for the HSA cash account and HSA investment account?

You must have a minimum of \$2,000 in your HSA cash account before you can open an HSA investment account. The required minimum initial transfer amount is also \$2,000. You can invest the initial \$2,000 in any of the available mutual funds you choose, as soon as your investment account is open.

Once your HSA investment account is opened, there is no minimum balance required in either the HSA cash account or investment account. As a general guideline, we recommend you maintain a \$100 minimum balance in the HSA cash account to pay for anticipated medical expenses and account fees.

After I make the initial \$2,000 investment, are there minimum amounts required for future contributions to the HSA investment account?

No. After the initial \$2,000 investment, there are no minimum investment amounts required for future contributions, nor are there minimum investment requirements for the mutual fund options.

What fees should I expect to pay for the HSA investment account?

There is a monthly bank administrative fee to maintain the account and a fee for phone-assisted transactions; online mutual fund trading is free. These charges are automatically deducted from your HSA cash account.

How long does it take to transfer funds or make a trade?

All transfers and trades requested and accepted prior to 3:30 pm EST during normal trading days will be processed at the close of that day. The transfers/trades will generally be reflected the next business day.

How were the various investment choices selected?

The investment choices for the HSA include a selection of diversified funds that allow account holders access to a variety of asset allocation, fixed income and equity mutual fund options, supporting a range of investment objectives and time horizons. These funds were chosen for performance, management, style and fees.

How often can I change my investment option elections?

You may select a different investment option each time you invest and change your investment elections as often as you like. Please note that most mutual funds have rules to prevent excessive trading. Refer to the fund's prospectus for the short-term trading rules.

Can I make deposits directly into my HSA investment account?

No. You can only make deposits to the HSA cash account. Once funds are available in your HSA cash account, you can transfer funds to the investment account on the HSA website accessed through myCIGNA.com. You can also call the customer service phone number on the back of your ID card or HSA debit card. There is a \$10 charge for phone-assisted transactions.

Can I use funds in my HSA investment account to pay for eligible medical expenses?

To use HSA investment account assets to pay for medical expenses, you must first redeem mutual fund holdings and transfer them to the HSA cash account. HSA investment account funds cannot be accessed using your HSA debit card or HSA checks.

How often will I receive statements and transaction confirmations?

If there is transaction activity, you will receive a confirmation of the transaction and a monthly statement. Otherwise, you will receive a quarterly statement.

How do I check my investment account balance, review pending transactions and place trades?

To perform these activities, go to the "Manage Investments" section of the HSA site accessed through myCIGNA.com via the account tab or call customer service.

Is there a toll-free number for investment-related questions? What are the hours of operation?

After you open an investment account, you will have access to HSA registered investment representatives via a toll-free number. These representatives are available 8:30 a.m.–8:30 p.m. EST, Monday–Friday, except holidays.

Fees for an HSA Investment Account

FEE	COST
Administrative Fee	\$2.50/month
Inquiries to Registered Investment Representatives	FREE
Online Trading Fee	FREE
Phone-Assisted Transaction Fee	\$10.00/call
Mutual Fund Management Fees	See prospectus
Mutual Fund Load Fees (Front- and Back-End)/Sales Commissions	NONE
Mutual Fund Redemption Fees	See prospectus

The **administrative fee** is the monthly fee for maintaining the HSA Investment Account. This fee will be debited from your HSA cash account the following month. The fee will be waived for account balances greater than \$15,000.

The **phone-assisted transaction fee** is the fee for investment-related transactions placed over the telephone using registered investment representatives employed by J.P. Morgan Institutional Investments Inc.

All mutual funds have **management fees** that are disclosed by prospectus. These fees include, but are not limited to, shareholder servicing fees and 12b-1 fees. Mutual funds offered were selected based on expense ratios, among other criteria.

The Royce Premier Fund has a 1% **redemption fee** for shares held fewer than 6 months. The BlackRock Small Cap Growth Equity Fund has a 2% redemption fee for sales or exchanges of shares made within 30 days of purchase. The T. Rowe Price International Growth & Income Fund has a 2% redemption fee for shares held fewer than 90 days. The DWS Global Thematic Fund has a 2% redemption fee for shares held less than 15 days. All other funds are offered without redemption fees.

In addition to early redemption fees, mutual funds have rules to prevent excessive trading, which limit investors in the number of allowed, short-term, round-trip (a purchase or exchange into a fund followed by a redemption or exchange out of the same fund) trades. Investors whose trades exceed these rules are subject to rejection of their transaction(s). Rules vary by mutual fund family.

DISCLOSURE

For more complete information about any of the mutual funds available within the HSA investment account, please visit the cardholder website or contact a J.P. Morgan Institutional Investments Inc. registered representative at 1-866-774-7129. Investors should carefully consider the investment objectives, risks, charges and expenses of the fund. Please carefully read the prospectus, which contains this and other important information, before you invest or send money.

An investment in the J.P. Morgan Prime Money Market Fund is not insured by the FDIC or any other government agency. Although money market funds strive to preserve the value of the investment at \$1.00 per share, it is possible to lose money by investing in a money market fund.

Health Savings Accounts are administered by J.P. Morgan Chase Bank, N.A. Member FDIC.

Mutual funds are introduced by, and HSA investment accounts are provided by J.P. Morgan Institutional Investments Inc., member FINRA and SIPC, and an affiliate of J.P. Morgan Chase Bank, N.A. This service is available only to U.S. persons (including U.S. citizens and U.S. resident aliens) residing in the U.S.

J.P. Morgan funds are distributed by J.P. Morgan Distribution Services, Inc. Affiliates of J.P. Morgan Chase Bank, N.A. receive fees for providing various services to the funds, including fees for investment management, shareholder servicing, administration, distribution, custody, fund accounting, securities lending and other services.

Mutual fund shares are: NOT FDIC INSURED, NOT PRODUCTS OF OR GUARANTEED BY THE BANK and MAY LOSE VALUE.

- 1 Investment in bond funds is subject to risks, especially interest rate risk. As interest rates rise, the prices of bonds will generally fall, and vice versa.
- 2 "S&P 500" is a registered service mark of Standard & Poor's Corporation, which does not sponsor and is in no way affiliated with the Fund.
- 3 Small capitalization funds typically carry more risk than stock funds investing in well-established "blue-chip" companies since smaller companies generally have a higher risk of failure. Historically, smaller companies' stock has experienced a greater degree of market volatility than the average stock.
- 4 Russell Investment Group is the owner of the trademarks, service marks and copyrights related to its indexes.
- 5 International investing involves a greater degree of risk and increased volatility. Changes in currency exchange rates and differences in accounting and taxation policies outside the U.S. can raise or lower returns. Also, some overseas markets may not be as politically and economically stable as the United States and other nations. The Fund is also subject to the additional risk of non-diversified "regional" fund investing.

"CIGNA", "myCIGNA.com", "CIGNA Choice Fund", and the "Tree of Life" logo are registered service marks of CIGNA Intellectual Property, Inc., licensed for use by CIGNA Corporation and its operating subsidiaries. All products and services are provided exclusively by such operating subsidiaries and not by CIGNA Corporation. Such operating subsidiaries include Connecticut General Life Insurance Company (CGLIC), CIGNA Health and Life Insurance Company (CHLIC), and HMO or service company subsidiaries of CIGNA Health Corporation and CIGNA Dental Health, Inc. In Arizona, HMO plans are offered by CIGNA HealthCare of Arizona, Inc. In California, HMO plans are offered by CIGNA HealthCare of California, Inc. In Connecticut, HMO plans are offered by CIGNA HealthCare of Connecticut, Inc. In North Carolina, HMO plans are offered by CIGNA HealthCare of North Carolina, Inc. All other medical plans in these states are insured or administered by CGLIC or CHLIC. All models are used for illustrative purposes only.