TABLE 8

Allocation Funds

Index Fund	Closed	Fund Name (Ticker)	Total Return (%) 2019	2018	2017	2016	2015	3-Year Annual Return (%) Fund	Grade	Cat +/-	5-Year Annual Return (%) Fund	Grade	Cat +/-	10-Year Annual Return (%) Fund	Grade	Cat +/-
		Allocation—15% to 30% Equity	**11.4**	**(3.0)**	**6.8**	**6.3**	**(1.9)**	**4.9**	**—**	**0.0**	**3.8**	**—**	**0.0**	**5.2**	**—**	**0.0**
		Fidelity Asset Manager 20% (FASIX)	10.6	(1.6)	7.0	4.7	(0.3)	5.2	C	0.3	4.0	C	0.1	4.7	C	(0.5)
		Allocation—30% to 50% Equity	**15.0**	**(5.0)**	**10.2**	**7.1**	**(2.2)**	**6.4**	**—**	**0.0**	**4.8**	**—**	**0.0**	**6.3**	**—**	**0.0**
		Fidelity Asset Manager 50% (FASMX)	18.3	(5.4)	14.1	6.4	(0.4)	8.5	A	2.1	6.2	A	1.5	7.4	A	1.1
		Vanguard LifeStrategy Cnsrv Gr Inv (VSCGX)	15.7	(3.0)	10.9	6.0	(0.2)	7.6	A	1.2	5.7	A	0.9	6.6	B	0.4
		Vanguard Tax-Mgd Balanced Adm (VTMFX)	18.0	(1.4)	12.6	5.9	2.3	9.4	A	3.0	7.3	A	2.5	8.6	A	2.3
		Vanguard Wellesley Income Adml (VWIAX)	16.5	(2.5)	10.3	8.2	1.3	7.8	A	1.4	6.5	A	1.8	8.1	A	1.8
		Allocation—50% to 70% Equity	**19.2**	**(5.7)**	**13.7**	**7.5**	**(1.6)**	**8.5**	**—**	**0.0**	**6.2**	**—**	**0.0**	**7.9**	**—**	**0.0**
		Dodge & Cox Balanced (DODBX)	19.6	(4.6)	12.6	16.6	(2.9)	8.7	C	0.2	7.8	A	1.5	10.3	A	2.3
		Fidelity Asset Manager 70% (FASGX)	22.8	(7.7)	18.7	7.1	(0.5)	10.4	A	1.9	7.5	A	1.2	8.7	B	0.8
		Fidelity Balanced (FBALX)	24.4	(4.0)	16.5	7.0	0.4	11.6	A	3.1	8.4	A	2.1	10.0	A	2.1
		Fidelity Puritan (FPURX)	21.3	(4.2)	18.7	5.0	1.8	11.3	A	2.8	8.1	A	1.8	9.9	A	1.9
		FPA Crescent (FPACX)	20.0	(7.4)	10.4	10.3	(2.1)	7.0	F	(1.5)	5.8	D	(0.5)	8.2	C	0.2
		Invesco Equity and Income Y (ACETX)	20.4	(9.4)	11.2	15.1	(2.1)	6.6	F	(1.9)	6.4	C	0.2	9.0	B	1.0
	✔	Janus Henderson Balanced D (JANBX)	22.5	0.6	18.5	4.5	0.6	13.5	A	4.9	9.0	A	2.7	9.5	A	1.5
		Oakmark Equity & Income Investor (OAKBX)	19.3	(8.3)	14.5	11.0	(4.6)	7.8	D	(0.8)	5.8	D	(0.4)	7.8	C	(0.2)
	✔	T. Rowe Price Capital Appreciation (PRWCX)	24.6	0.6	15.4	8.2	5.4	13.1	A	4.6	10.5	A	4.3	11.8	A	3.9
✔		Vanguard Balanced Index Adm (VBIAX)	21.8	(2.9)	13.9	8.8	0.5	10.5	A	1.9	8.1	A	1.8	9.7	A	1.7
		Vanguard STAR Inv (VGSTX)	22.2	(5.3)	18.3	6.6	(0.2)	11.0	A	2.5	7.8	A	1.6	9.0	B	1.0
		Vanguard LifeStrategy Moder Gr Inv (VSMGX)	19.4	(4.9)	15.0	7.1	(0.6)	9.3	B	0.8	6.8	B	0.6	8.1	C	0.1
	✔	Vanguard Wellington Adml (VWENX)	22.6	(3.3)	14.8	11.1	0.1	10.8	A	2.3	8.6	A	2.4	10.0	A	2.0
		Allocation—70% to 85% Equity	**21.6**	**(8.0)**	**16.8**	**8.0**	**(2.6)**	**9.3**	**—**	**0.0**	**6.5**	**—**	**0.0**	**8.4**	**—**	**0.0**
		Fidelity Four-in-One Index (FFNOX)	25.1	(6.6)	19.3	8.3	0.1	11.7	A	2.4	8.6	A	2.1	10.0	A	1.6
		Fidelity Advisor Strateg Div & Inc Z (FIQWX)	22.6	(4.5)	12.2	12.7	(1.2)	9.5	C	0.2	7.9	A	1.4	10.6	A	2.1
		Fidelity Strategic Dividend & Income (FSDIX)	22.5	(4.5)	12.2	12.7	(1.1)	9.5	C	0.2	7.9	A	1.4	10.6	A	2.1
		Vanguard LifeStrategy Growth Inv (VASGX)	23.1	(6.9)	19.2	8.3	(1.2)	11.0	A	1.7	7.9	A	1.4	9.3	A	0.9
		Target-Date 2015	**15.4**	**(4.0)**	**11.6**	**6.4**	**(1.1)**	**7.3**	**—**	**0.0**	**5.4**	**—**	**0.0**	**6.8**	**—**	**0.0**
		Fidelity Freedom 2015 (FFVFX)	16.3	(4.4)	14.3	7.0	(0.3)	8.3	A	1.0	6.3	A	0.9	7.0	C	0.2
		T. Rowe Price Retirement 2015 (TRRGX)	17.4	(4.2)	13.3	7.3	(0.6)	8.4	A	1.2	6.4	A	1.0	7.9	A	1.0
		Vanguard Target Retire 2015 Inv (VTXVX)	14.8	(3.0)	11.5	6.2	(0.5)	7.5	B	0.2	5.6	C	0.2	7.2	B	0.4
		Target-Date 2020	**15.7**	**(4.5)**	**12.1**	**6.3**	**(1.2)**	**7.3**	**—**	**0.0**	**5.3**	**—**	**0.0**	**6.9**	**—**	**0.0**
		Fidelity Freedom 2020 (FFFDX)	18.0	(5.2)	15.6	7.3	(0.2)	9.0	A	1.6	6.7	A	1.4	7.5	B	0.6
		T. Rowe Price Retirement 2020 (TRRBX)	19.4	(4.9)	15.7	7.4	(0.3)	9.5	A	2.2	7.1	A	1.7	8.6	A	1.8
		Vanguard Target Retire 2020 Inv (VTWNX)	17.6	(4.2)	14.1	6.9	(0.7)	8.7	A	1.4	6.4	A	1.1	8.0	A	1.2
		Target-Date 2025	**18.0**	**(5.3)**	**14.5**	**6.7**	**(1.2)**	**8.5**	**—**	**0.0**	**6.1**	**—**	**0.0**	**7.8**	**—**	**0.0**
		Fidelity Freedom 2025 (FFTWX)	19.5	(5.9)	16.8	7.5	(0.2)	9.5	A	1.0	7.1	A	1.0	8.1	C	0.3
		T. Rowe Price Retirement 2025 (TRRHX)	20.9	(5.6)	17.7	7.5	(0.2)	10.3	A	1.8	7.6	A	1.5	9.2	A	1.5
		Vanguard Target Retire 2025 Inv (VTTVX)	19.6	(5.2)	15.9	7.5	(0.8)	9.6	A	1.1	7.0	A	0.9	8.6	A	0.8
		Target-Date 2030	**19.8**	**(6.3)**	**16.4**	**7.4**	**(1.4)**	**9.3**	**—**	**0.0**	**6.7**	**—**	**0.0**	**8.1**	**—**	**0.0**
		Fidelity Freedom 2030 (FFFEX)	21.8	(7.0)	19.8	8.1	(0.2)	10.7	A	1.4	7.9	A	1.3	8.6	B	0.5
		T. Rowe Price Retirement 2030 (TRRCX)	22.5	(6.3)	19.4	7.7	(0.0)	11.1	A	1.8	8.1	A	1.4	9.8	A	1.6
		Vanguard Target Retire 2030 Inv (VTHRX)	21.1	(5.9)	17.5	7.9	(1.0)	10.2	A	1.0	7.4	B	0.7	9.1	A	0.9
		Target-Date 2035	**22.0**	**(7.2)**	**18.5**	**7.6**	**(1.4)**	**10.3**	**—**	**0.0**	**7.3**	**—**	**0.0**	**8.8**	**—**	**0.0**
		Fidelity Freedom 2035 (FFTHX)	24.5	(8.4)	22.0	8.6	(0.2)	11.6	A	1.4	8.6	A	1.3	9.2	B	0.4

Yield (%)	Tax-Cost Ratio (%)	Risk: Cat	Risk: Grade	Risk: Total	Beta	R-Squared (%)	Total Assets ($ Mil)	Portfolio (%): Stock	Portfolio (%): Bond	Portfolio (%): Other	Portfolio (%): Cash	% of Port in Foreign Issues	Portfolio Turnover Ratio (%)	Number of Holdings	% of Port in Top 10 Holdings	Expense Ratio (%)	12b-1 Fee (%)
2.5	**1.3**	**1.00**	**—**	**0.36**	**0.46**	**81**	**1,033**	**20.5**	**65.3**	**5.1**	**9.1**	**14.4**	**57**	**404**	**72.5**	**1.02**	**—**
2.1	1.0	0.83	A	0.30	0.39	82	5,423	21.4	47.9	1.3	29.4	11.3	41	3,551	12.2	0.53	—
2.7	**1.4**	**1.00**	**—**	**0.56**	**0.76**	**88**	**2,398**	**38.0**	**51.6**	**5.2**	**5.3**	**20.0**	**76**	**489**	**61.5**	**1.09**	**—**
1.8	1.2	1.18	F	0.66	0.94	97	9,845	53.1	37.2	1.7	8.0	21.2	37	3,552	13.1	0.66	—
2.6	0.8	0.84	B	0.47	0.66	94	10,648	40.0	58.2	0.0	1.8	35.4	9	5	100.0	0.12	—
2.1	0.6	1.04	D	0.60	0.83	93	5,809	48.7	51.2	0.0	0.2	0.7	11	2,991	10.0	0.09	—
2.9	1.2	0.79	A	0.44	0.56	76	59,785	36.1	60.2	0.0	3.7	16.1	28	1,331	11.5	0.16	—
1.8	**1.5**	**1.00**	**—**	**0.77**	**1.07**	**92**	**7,025**	**58.6**	**33.6**	**2.2**	**5.6**	**16.0**	**56**	**499**	**53.5**	**1.10**	**—**
2.3	2.2	1.13	F	0.88	1.17	85	15,608	64.8	31.9	0.0	3.3	11.9	24	429	21.6	0.53	—
1.5	1.3	1.18	F	0.92	1.31	97	5,678	71.1	22.9	1.8	4.3	24.7	41	3,551	14.0	0.72	—
1.7	1.3	1.17	F	0.91	1.27	94	35,749	64.8	32.4	0.2	2.7	7.8	60	1,969	16.2	0.53	—
1.5	1.1	1.16	F	0.89	1.23	91	27,601	66.0	29.7	1.8	2.6	8.4	132	1,864	19.9	0.53	—
2.3	1.3	1.31	F	1.02	1.36	86	13,930	63.5	5.0	(3.0)	34.5	20.4	64	172	27.2	1.18	—
2.0	1.7	1.31	F	1.01	1.36	87	13,605	61.6	31.0	0.0	7.4	10.5	138	375	22.0	0.54	—
1.8	0.9	0.95	B	0.73	0.98	86	18,919	61.6	35.5	0.0	2.9	1.4	81	607	22.2	0.71	—
1.6	2.0	1.27	F	0.98	1.34	89	11,813	60.2	29.5	0.0	10.4	6.5	11	309	35.0	0.78	—
1.5	1.6	0.99	C	0.76	1.05	91	37,924	62.1	23.0	0.0	14.9	2.2	65	286	29.1	0.71	—
2.1	0.7	0.97	C	0.75	1.05	94	45,124	59.6	38.7	0.0	1.8	3.4	44	13,651	11.0	0.07	—
2.0	1.4	1.06	D	0.82	1.17	98	23,045	59.2	35.0	0.3	5.5	22.5	14	11	100.0	0.31	—
2.5	0.7	0.90	A	0.70	1.00	99	17,864	59.8	38.6	0.0	1.6	36.7	9	5	99.9	0.13	—
2.6	1.1	0.94	B	0.73	1.00	91	112,555	64.0	33.3	0.0	2.7	16.7	34	1,182	19.7	0.17	—
1.8	**1.5**	**1.00**	**—**	**0.99**	**1.36**	**92**	**7,952**	**75.1**	**15.6**	**2.1**	**7.2**	**22.5**	**45**	**323**	**66.5**	**1.16**	**—**
2.2	1.0	1.02	D	1.00	1.43	97	6,854	84.9	14.2	0.0	0.9	25.7	12	4	100.0	0.11	—
2.2	1.7	0.84	A	0.83	1.12	87	5,150	70.9	22.8	0.0	6.2	4.3	49	544	19.1	0.65	—
2.1	1.7	0.84	A	0.83	1.11	87	5,150	70.9	22.8	0.0	6.2	4.3	49	544	19.1	0.72	—
2.3	0.6	0.95	C	0.94	1.35	99	16,622	79.5	19.0	0.0	1.4	37.6	6	5	100.0	0.14	—
2.1	**1.6**	**1.00**	**—**	**0.52**	**0.74**	**95**	**1,323**	**40.2**	**51.7**	**1.7**	**6.4**	**21.4**	**33**	**26**	**80.8**	**0.67**	**—**
1.8	1.7	1.10	F	0.57	0.82	97	8,685	42.5	41.7	0.1	15.7	25.2	19	36	69.1	0.56	—
2.1	1.5	1.12	F	0.59	0.84	98	6,227	46.5	50.1	0.0	3.5	31.0	16	22	77.7	0.56	—
2.4	1.2	0.89	A	0.47	0.66	96	15,836	37.0	60.9	0.0	2.1	31.2	10	6	100.0	0.13	—
2.3	**1.5**	**1.00**	**—**	**0.56**	**0.78**	**92**	**2,535**	**41.3**	**50.6**	**2.5**	**5.7**	**21.4**	**38**	**23**	**81.0**	**0.75**	**—**
1.8	1.7	1.18	F	0.66	0.94	98	27,608	50.2	36.6	0.1	13.1	28.2	19	37	69.8	0.60	—
2.1	1.5	1.25	F	0.70	1.00	98	17,893	55.7	41.2	0.0	3.1	32.3	16	22	75.2	0.59	—
2.4	0.9	1.10	D	0.61	0.88	99	33,719	50.8	47.4	0.0	1.8	34.0	13	6	100.0	0.13	—
2.0	**1.6**	**1.0**	**—**	**0.68**	**0.96**	**97**	**3,276**	**51.8**	**41.4**	**1.4**	**5.3**	**23.4**	**34**	**24**	**81.3**	**0.73**	**—**
1.7	1.6	1.07	D	0.73	1.04	98	29,204	56.4	32.7	0.2	10.7	30.4	19	37	70.8	0.65	—
2.0	1.3	1.16	F	0.79	1.13	98	17,254	64.2	32.6	0.0	3.1	33.4	19	22	74.9	0.63	—
2.4	0.7	1.07	D	0.72	1.04	99	46,628	60.4	38.0	0.0	1.6	36.6	11	5	100.0	0.13	—
2.1	**1.5**	**1.00**	**—**	**0.79**	**1.12**	**96**	**3,584**	**60.5**	**34.7**	**2.1**	**2.8**	**26.9**	**31**	**23**	**81.6**	**0.77**	**—**
1.6	1.7	1.10	F	0.87	1.24	98	34,812	65.9	26.3	0.2	7.6	34.0	18	35	71.4	0.69	—
1.8	1.4	1.11	F	0.88	1.26	98	21,990	71.8	25.3	0.0	2.8	34.2	18	22	76.6	0.66	—
2.4	0.6	1.02	C	0.81	1.17	99	41,571	67.8	30.6	0.0	1.5	37.1	8	5	100.0	0.14	—
1.9	**1.6**	**1.00**	**—**	**0.91**	**1.30**	**98**	**2,965**	**72.3**	**22.3**	**1.1**	**4.3**	**28.3**	**32**	**23**	**82.4**	**0.76**	**—**
1.5	1.7	1.13	F	1.03	1.47	97	24,601	79.4	12.7	0.4	7.5	38.6	18	35	68.9	0.73	—

TABLE 8 (CONTINUED)

Allocation Funds

Index Fund	Closed		Total Return (%)					3-Year Annual Return (%)			5-Year Annual Return (%)			10-Year Annual Return (%)		
		Fund Name (Ticker)	2019	2018	2017	2016	2015	Fund	Grade	Cat +/-	Fund	Grade	Cat +/-	Fund	Grade	Cat +/-
		T. Rowe Price Retirement 2035 (TRRJX)	23.7	(6.9)	20.9	7.6	0.1	11.7	A	1.4	8.5	A	1.2	10.1	A	1.3
		Vanguard Target Retire 2035 Inv (VTTHX)	22.4	(6.6)	19.1	8.3	(1.3)	10.9	B	0.6	7.8	B	0.5	9.5	A	0.7
		Target-Date 2040	**23.1**	**(7.8)**	**19.4**	**8.0**	**(1.6)**	**10.6**	**—**	**0.0**	**7.5**	**—**	**0.0**	**8.9**	**—**	**0.0**
		Fidelity Freedom 2040 (FFFFX)	25.4	(9.0)	22.3	8.6	(0.2)	11.7	A	1.2	8.6	A	1.1	9.3	B	0.4
		T. Rowe Price Retirement 2040 (TRRDX)	24.7	(7.3)	22.0	7.6	0.2	12.1	A	1.6	8.7	A	1.2	10.4	A	1.5
		Vanguard Target Retire 2040 Inv (VFORX)	23.9	(7.3)	20.7	8.7	(1.6)	11.5	B	0.9	8.2	B	0.7	9.9	A	1.0
		Target-Date 2045	**24.2**	**(8.2)**	**20.4**	**7.9**	**(1.5)**	**11.1**	**—**	**0.0**	**7.8**	**—**	**0.0**	**9.3**	**—**	**0.0**
		Fidelity Freedom 2045 (FFFGX)	25.4	(8.9)	22.2	8.6	(0.2)	11.8	B	0.7	8.6	A	0.8	9.3	C	0.0
		T. Rowe Price Retirement 2045 (TRRKX)	25.4	(7.6)	22.4	7.7	0.2	12.4	A	1.3	8.9	A	1.1	10.5	A	1.2
		Vanguard Target Retire 2045 Inv (VTIVX)	24.9	(7.9)	21.4	8.9	(1.6)	11.8	B	0.7	8.4	B	0.6	10.0	A	0.7
		Target-Date 2050	**24.3**	**(8.5)**	**20.4**	**8.3**	**(1.6)**	**11.0**	**—**	**0.0**	**7.8**	**—**	**0.0**	**9.1**	**—**	**0.0**
		Fidelity Freedom 2050 (FFFHX)	25.3	(8.9)	22.3	8.6	(0.2)	11.8	B	0.8	8.6	A	0.8	9.3	C	0.2
		T. Rowe Price Retirement 2050 (TRRMX)	25.3	(7.6)	22.4	7.7	0.2	12.3	A	1.3	8.9	A	1.1	10.5	A	1.4
		Vanguard Target Retire 2050 Inv (VFIFX)	25.0	(7.9)	21.4	8.9	(1.6)	11.8	B	0.8	8.4	B	0.6	10.0	A	0.9
		Target-Date 2055	**24.7**	**(8.5)**	**20.9**	**8.0**	**(1.5)**	**11.3**	**—**	**0.0**	**8.0**	**—**	**0.0**	**9.2**	**—**	**0.0**
		Fidelity Freedom 2055 (FDEEX)	25.3	(8.9)	22.3	8.6	(0.2)	11.8	B	0.5	8.6	B	0.6	—	—	—
		T. Rowe Price Retirement 2055 (TRRNX)	25.4	(7.6)	22.3	7.7	0.2	12.3	A	1.0	8.9	A	0.9	10.5	A	1.2
		Vanguard Target Retire 2055 Inv (VFFVX)	25.0	(7.9)	21.4	8.9	(1.7)	11.8	B	0.5	8.4	B	0.4	—	—	—
		Target-Date 2060+	**25.0**	**(8.6)**	**21.1**	**7.8**	**(0.8)**	**11.4**	**—**	**0.0**	**8.4**	**—**	**0.0**	**—**	**—**	**0.0**
		Fidelity Freedom 2060 (FDKVX)	25.4	(8.9)	22.1	8.6	(0.2)	11.7	B	0.3	8.6	C	0.2	—	—	—
		T. Rowe Price Retirement 2060 (TRRLX)	25.4	(7.6)	22.3	7.6	0.2	12.3	A	0.9	8.9	A	0.4	—	—	—
		Target-Date Retirement	**12.8**	**(3.4)**	**8.5**	**5.1**	**(1.3)**	**5.8**	**—**	**0.0**	**4.1**	**—**	**0.0**	**5.0**	**—**	**0.0**
		Fidelity Freedom Income (FFFAX)	10.7	(1.9)	8.2	5.2	(0.4)	5.5	D	(0.2)	4.3	C	0.1	4.6	D	(0.5)
		Vanguard Target Retire Inc Inv (VTINX)	13.2	(2.0)	8.5	5.3	(0.2)	6.4	B	0.6	4.8	B	0.6	5.8	A	0.8

(continued from page 23)

determined by their objectives and their managers. They are designed for a broad audience of investors. Investors desiring customization and/or control over their allocation decisions should opt for individual stock and bond funds instead. A diversified portfolio can also potentially be created and maintained at a lower annual cost if individual funds are prudently selected.

We've put these funds in a separate section in our guide on page 24 for a few reasons. Target-date funds have become a common default option in 401(k) and other workplace retirement plans with an auto-allocation feature. As the name implies, auto-allocation automatically allocates participants to an age-appropriate target-date fund when they enroll in the plan. It is typically combined with auto-enrollment, which makes participating in the workplace retirement plan the default option for employees. AAII members who are working may have employers offering 401(k) plans with these options. Members who are retired may have children or grandchildren who invest in these funds. (If you are in this latter category, share this guide with them.)

Balanced funds are an option for AAII members who desire to follow a certain allocation but prefer the simplicity of single fund. They typically combine stocks and bonds, though other asset classes may also be included. As such, balanced funds are a separate category from stock and bond funds. In our listing, balanced funds fall into Morningstar "allocation" categories, based on the percentage held in equities.

How Balanced and Target-Date Funds Differ

Though balanced and target-date funds are both

Yield (%)	Tax-Cost Ratio (%)	Risk Cat	Risk Grade	Risk Total	Beta	R-Squared (%)	Total Assets ($ Mil)	Portfolio (%) Stock	Portfolio (%) Bond	Portfolio (%) Other	Portfolio (%) Cash	% of Port in Foreign Issues	Portfolio Turnover Ratio (%)	Number of Holdings	% of Port in Top 10 Holdings	Expense Ratio (%)	12b-1 Fee (%)
1.7	1.4	0.87	D	0.95	1.36	98	13,635	78.5	18.7	0.0	2.9	34.8	19	21	79.9	0.68	—
2.3	0.6	0.99	B	0.90	1.29	99	39,752	75.3	23.2	0.0	1.5	37.6	7	5	100.0	0.14	—
1.9	**1.6**	**1.00**	**—**	**0.98**	**1.39**	**96**	**2,728**	**78.1**	**18.7**	**2.1**	**1.1**	**31.2**	**29**	**22**	**84.5**	**0.79**	**—**
1.4	1.7	1.11	F	1.09	1.55	97	24,704	85.8	6.4	0.4	7.4	40.7	17	36	71.4	0.75	—
1.6	1.4	1.03	D	1.01	1.44	97	15,609	83.9	13.6	0.0	2.5	34.9	19	21	82.6	0.70	—
2.3	0.6	1.01	C	0.99	1.42	99	31,328	82.3	16.2	0.0	1.4	38.0	5	5	100.0	0.14	—
1.7	**1.6**	**1.00**	**—**	**1.04**	**1.49**	**98**	**1,997**	**84.5**	**10.6**	**1.1**	**3.9**	**32.8**	**31**	**22**	**85.5**	**0.76**	**—**
1.4	1.6	1.05	F	1.09	1.56	97	15,624	85.8	6.4	0.4	7.4	40.7	18	36	71.4	0.75	—
1.5	1.4	1.01	C	1.05	1.49	97	9,060	87.5	9.8	0.0	2.8	34.9	22	21	84.1	0.71	—
2.2	0.5	1.01	C	1.06	1.51	98	28,962	88.8	9.8	0.0	1.3	38.3	4	5	100.0	0.15	—
1.9	**1.6**	**1.00**	**—**	**1.05**	**1.49**	**96**	**1,610**	**85.0**	**13.1**	**1.7**	**0.2**	**35.0**	**31**	**20**	**86.7**	**0.80**	**—**
1.4	1.6	1.03	D	1.09	1.55	97	13,543	85.8	6.4	0.4	7.4	40.7	18	36	71.4	0.75	—
1.5	1.4	1.00	B	1.05	1.49	97	7,805	87.6	9.8	0.0	2.7	35.0	26	21	84.2	0.71	—
2.2	0.5	1.01	C	1.06	1.52	98	21,305	88.8	9.8	0.0	1.3	38.3	3	5	99.9	0.15	—
1.7	**1.4**	**1.00**	**—**	**1.07**	**1.53**	**98**	**855**	**87.4**	**8.1**	**0.8**	**3.7**	**34.0**	**33**	**21**	**86.7**	**0.77**	**—**
1.4	1.5	1.01	C	1.08	1.54	97	6,356	85.8	6.3	0.4	7.5	40.7	18	36	71.3	0.75	—
1.5	1.3	0.98	B	1.05	1.49	97	4,163	87.7	9.8	0.0	2.5	35.0	25	21	84.4	0.72	—
2.2	0.5	0.99	C	1.06	1.51	98	11,351	88.8	9.8	0.0	1.4	38.4	3	5	99.9	0.15	—
1.6	**1.1**	**1.00**	**—**	**1.08**	**1.54**	**97**	**227**	**88.3**	**7.4**	**0.5**	**3.8**	**34.4**	**40**	**20**	**85.9**	**0.76**	**—**
1.4	1.5	1.01	C	1.09	1.55	97	1,849	85.8	6.3	0.4	7.6	40.6	16	36	71.3	0.75	—
1.5	1.1	0.97	B	1.05	1.49	97	948	87.5	9.8	0.0	2.8	34.9	24	21	84.1	0.72	—
2.5	**1.3**	**1.00**	**—**	**0.41**	**0.55**	**85**	**680**	**26.8**	**63.1**	**1.8**	**8.3**	**17.1**	**43**	**20**	**84.1**	**0.76**	**—**
1.9	1.1	0.69	A	0.28	0.36	76	3,377	18.2	57.6	(0.1)	24.3	16.1	22	34	71.7	0.47	—
2.5	0.9	0.89	B	0.36	0.50	90	17,261	30.0	67.8	0.0	2.2	29.6	10	6	100.0	0.12	—

designed to provide investors with diversified portfolios, they do differ from one other. Balanced funds tend to follow a preset diversification, whereas target-date funds evolve their allocations over time.

Vanguard's Wellington fund (VWENX) provides a good example of a balanced fund. It maintains an allocation of approximately two-thirds to stocks and one-third to bonds. It would appeal to investors who desire such an allocation but prefer to leave the responsibility of maintaining it to a portfolio manager.

Allocations vary by balanced fund, making it important to read the prospectus. The Fidelity Balanced fund (FBALX) has a 65% allocation to stocks and a 35% allocation to bonds and cash. The Fidelity Asset Manager 20% fund (FASIX) is far more conservative, with just an approximate 20% weighting to stocks. Before choosing a balanced fund, give thought to the allocation you desire and then choose the best fund to achieve that allocation.

Target-date funds' allocations are designed to evolve over time. Their purpose is to help a person invest for a projected retirement date, as well as for a period afterward. The targeted

Key

Return grades:

A = highest (best) percentile rank
B = above average percentile rank
C = average percentile rank
D = below average percentile rank
F = lowest percentile rank

Risk grade:

A = lowest (best) percentile rank
B = below average percentile rank
C = average percentile rank
D = above average percentile rank
F = highest percentile rank

Interest Rate Sensitivity:

Lim = Limited
Mod = Moderate
Ext = Extensive