

Dear Plan Participant

Re: Change to your Deferred Compensation Plan investment options

New Mexico Public Employees Retirement Association (PERA), in early 2024, completed an investment fund structure study that included analysis of current fund offerings and Plan investment trends of the voluntary **PERA SmartSave 457(b) Deferred Compensation Plan** (the “Plan”). Based on the study, the PERA Board approved a fund restructure in efforts to remove duplicative fund strategies; and provide investment options with competitive long-term performance, consistent investment management, and reasonable fees. As a result, the following investment option changes will take effect after the close of the New York Stock Exchange (NYSE) on the following dates:

**Effective February 28, 2025 - New Investment Options Added to Replace Current Options**

All future contributions and/or account balances will transfer automatically into the new investment option through a process called “mapping.” No action is required.

If you do not wish to have your future contributions and/or account balance directed into the new investment option, you must allocate your future contributions and/or account balance into one or more of the other available Plan investment options prior to 2:00pm Mountain Time on **February 28, 2025**.

The table below depicts the change to the Plan’s investment option:

Investment Options being Replaced		New Investment Option
Fidelity Small Cap Index Fund (FSSNX) <i>(net expense ratio 0.03%)</i>	→	State Street Russell Small/Mid Cap Index Fund - Class II <i>(net expense ratio 0.02%)</i>
Principal Mid-Cap Fund (PCBIX) <i>(net expense ratio 0.67%)</i>	→	
T. Rowe Price Mid-Cap Growth Fund (PMEGX) <i>(net expense ratio 0.61%)</i>	→	
Fidelity Low-Priced Stock Fund (FLPKX) <i>(net expense ratio 0.74%)</i>	→	

**Effective February 28, 2025 - Discontinued Investment Options redirected to Existing Investment Options**

All future contributions and/or account balances will transfer **automatically** into the existing investment options, on the following page, through a process called “mapping.” **No action is required.**

If you do not wish to have your future contributions and/or account balances directed into the existing investment option, you must allocate your future contributions and/or account balances into one or more of the other available Plan investment options prior to 2:00pm Mountain Time on **February 28, 2025**.

The table below depicts the changes to the Plan's investment options:

Discontinued Investment Options		Existing Investment Options
Dodge & Cox Stock Fund (DODGX) <i>(net expense ratio 0.51%)</i>	→	Vanguard Institutional Index Fund (VIXX). <i>(net expense ratio 0.02%)</i>
Fidelity Emerging Markets Index Fund (FPADX) <i>(net expense ratio 0.08%)</i>	→	Vanguard Total International Stock Index (VTSNX) <i>(net expense ratio 0.09%)</i>
Fidelity Diversified International Fund (FCIKX) <i>(net expense ratio 0.54%)</i>	→	
American Fund EuroPacific Growth Fund (REGX) <i>(net expense ratio 0.47%)</i>	→	
Wellington CIF II Opportunistic Emerging Markets Debt –Series 1 <i>(net expense ratio 0.57%)</i>	→	Vanguard Total Bond Market Index (VBTIX) <i>(net expense ratio 0.04%)</i>
Principal Diversified Real Asset Fund (PDRDX) <i>(net expense ratio 0.84%)</i>	→	New Mexico LifeCycle Portfolio Fund <sup>1</sup> based on your date of birth <i>(net expense ratio ranges 0.34% - 0.41%)</i>

### Additional Information and How to Make Changes

If you are not currently invested in these funds, this change does not affect you at this time. You received this letter because the Plan is required to communicate all fund changes to all Plan participants.

If you wish to make changes to your investment elections or learn about the Plan's investment options, go to the Plan website at **PERASmartSave.voya.com** and log into your online account. For details on all the investment options offered in the Plan, click Investments > Fund Information. Here you can access the fund fact sheets which include the investment option's objectives, investment style, expense ratios, and historical returns.

### About Investment Fees

Investment options can charge fees, which are expressed as an expense ratio, that cover:

- Administrative costs and services.
- An investment option's operating cost, including management fees and other expenses.
- Published investment results are always net of each fund's expense ratio, meaning after expenses are deducted.
- An investment option's total return is automatically reduced by the expense ratio and, as a result, lower fees can help improve investment returns over time.

Please refer to the individual fund prospectus/contract prospectus summary/informational booklet for more information. Information about fees associated with the Plan can also be found on your Plan website.

### Questions?

Voya Customer Service Associates are here to help with account questions, call **833-424-SAVE (7283)**, (Hearing Impaired Number: 800-579-5708), Monday to Friday, from 7:00 a.m. to 7:00 p.m. MT., excluding stock market holidays. For questions about the fund changes, email [PERA-SmartSave@state.nm.us](mailto:PERA-SmartSave@state.nm.us) or contact the PERA Deferred Compensation Plan Manager at (866) 678-0670.

<sup>1</sup> The LifeCycle Portfolios are comprised of underlying investment strategies available in the Plan on a stand-alone basis. The Portfolios themselves are not registered investment options. The information contained herein has been provided by Meketa Investing Group or the representative investment managers. Loss of principal can occur at any time, including before, at or after the target date. There is no guarantee that target date funds will provide enough income for retirement.