ABOUT THE TERM SERIES PRODUCT

The 4M Fund’s Term Series Investment Pools are a short-term investment option that allows cities to lock into a fixed rate and a specific date to meet investment needs.

**Fixed Rates:** Each term series is comprised of statute-allowable investments with a fixed rate of return.

**Fixed Dates:** Each term series has a fixed maturity date between 30 and 397 days. For example, you can place your future bond payments for 3 months, or invest reserves for a year—convenient maturity dates meet your city’s specific needs.

**Higher Yields.** Investments may earn more because each term series seeks to provide attractive rates that are typically higher than what a local bank account or other investment options might offer.

PORTFOLIO COMPOSITION OF A TERM SERIES POOL

Investment shares in a term series represent a beneficial interest in the underlying instruments in the pool. The eligible investments in each pool may include bank deposit products, government securities, repurchase agreements and municipal securities. With respect to bank deposits that may be included in a term series pool, the deposit amounts will be collateralized or insured. Each term series is unique and independent of all other term series, thus Participants should make sure that the specific term series they are considering meets their individual investment criteria and objectives.

MAKING INVESTMENTS IN TERM SERIES POOLS

These term series pools are available only to 4M Fund participants. There is no minimum to buy in to the pools, and shares can be purchased at any dollar amount. New pools with varying rates and maturity dates will be offered on a regular basis, with a limited time frame of approximately 2-4 days to buy into each new series. Participants may purchase term series pool shares by redeeming shares in their 4M Fund accounts or by depositing additional funds.

Contact the Minnesota office of PMA Financial Network, Inc. for information about the rates and availability of the Term Series Investment Pools:

**Kent Johnson,** Senior Vice President
(866) 922-2849 or (763) 497-1490

**Steve Pumper,** Vice President
(866) 922-2849 or (763) 497-1490

PMA Financial Network, Inc., sub-administrator for the 4M Fund, serves as Investment Advisor to the term series investment pools.

More information about the 4M Fund and the Term Series Investment Pools (including the Information Statement) is available at www.4mfund.com.
Each Term Series is a separate series of shares of beneficial interest in a fixed term investment with a maturity of no less than 30 days and no more than 397 days. A Term Series’ portfolio may consist of CDs, obligations of the U.S. government or its agencies and instrumentalities, municipal obligations, repurchase agreements and other investments described under the “Fund Investments” section for the Term Series. Participants who have invested in the 4M Funds and who wish to invest in a Term Series may do so by transferring funds from their 4M Funds account to the Term Series of their choice. When that particular Term Series matures, the Participant’s funds in that Series will then be transferred back to the Participant’s 4M Funds account.

Term Series are designed for each investment to be held for the full term of that Series. If an investment made in a Term Series is withdrawn prior to the maturity date of that Series, seven days’ notice of redemption is required and a penalty will likely be assessed. The penalty, which may be substantial, could include the amount necessary to recoup for the Series any penalty charges, losses and other costs attributable to the early redemption. Each Term Series may have a weighted average maturity equal to the term of that Series. Normally, the Term Series will have a higher yield than the 4M Liquid Asset Fund and the 4M PLUS Fund. However, there can be no assurance that this result will occur. Term Series are expected to have fewer holdings than the 4M Funds, and will therefore be less diversified.

Each Term Series is independent from all other Term Series. This means that any assets, expenses, profits or losses are attributable solely to that particular Term Series portfolio and does not impact any other Term Series portfolio.

The CDs held by any Term Series will either be insured by the FDIC up to the maximum amount of such insurance or fully collateralized by pledged securities or letters of credit provided by Federal Home Loan Banks for amounts in excess of FDIC insurance. The U.S. government obligations held by a Term Series will be backed by the full faith and credit of the U.S. government or by the agency or instrumentality issuing or guaranteeing the obligation. The municipal obligations held by a Term Series may be backed only by the taxing power of the issuer of such securities or may be secured by specific revenues received by the issuer. Information regarding a Term Series’ portfolio will be provided to the Participants in that Series by the Term Series Investment Advisor.

While securities purchased by a Term Series are generally intended to be held to maturity, the Investment Advisor maintains discretion to dispose of, or substitute, a security held by a Term Series if doing so is in the best interests of the Participants. In that event, a disposition or substitution of portfolio securities may affect a Term Series’ net rate of return.

Dividends from net investment income are declared daily and paid at maturity.

Participants who wish to invest in a Term Series may do so by transferring funds from their 4M Funds account to any available Term Series. To invest in a Term Series, contact the Term Series Investment Advisor at (763) 497-1490 or toll free at (800) 783-4273. Prudent Man Advisors, Inc. (the “Term Series Investment Advisor”), a corporation organized under the laws of the State of Illinois and an investment advisor registered with the Securities and Exchange Commission, serves as the Investment Advisor of the Term Series. The Investment Advisor is an affiliate of PMA Financial Network, Inc., the Term Series’ Administrator, the 4M Funds’ sub-administrator and a Fixed Rate Program Provider, and PMA Securities, Inc., a registered securities broker-dealer serving as the Term Series’ Distributor and a Fixed Rate Program Provider. PMA Financial Network, Inc. and PMA Securities, Inc. are collectively referred to as “PMA”.

The Investment Advisor’s primary responsibility is to manage the assets of the Term Series in accordance with the Term Series’ investment objective and policies.

In connection with investments in a Term Series, Participants pay to the Term Series Investment Advisor an annualized advisory and management fee of up to 0.25%. An additional fee, not to exceed 0.10% on an annualized basis, is charged for assets that require management and administration of collateral, letters of credit or other third-party guarantees. PMA has agreed to pay a royalty in an amount of between .01% and .02% to the League of Minnesota Cities of the investment balances in the Term Series. The fee shall be accrued daily and paid monthly.

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Securities, investment banking and institutional brokerage services are offered through PMA Securities, Inc. PMA Securities, Inc. is a broker-dealer and municipal advisor registered with the SEC and MSRB, and is a member of FINRA and SIPC. Prudent Man Advisors, Inc., an SEC registered investment adviser, provides investment advisory services to local government investment pools. All other products and services are provided by PMA Financial Network, Inc. PMA Financial Network, Inc., PMA Securities, Inc. and Prudent Man Advisors (collectively “PMA”) are under common ownership.

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PMA and its employees do not offer tax or legal advice. Individuals and organizations should consult with their personal tax and/or legal advisors before making any tax- or legal related investments decisions.

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