



## FEE DISCLOSURE 404(a)(5) STATEMENT

TARGET CW

CASE NUMBER: 361-80417

Dear Plan Participant,

You are receiving this disclosure because you are a participant or beneficiary in your company's retirement plan or you are eligible for participation. Federal law requires that Plan and investment-related information be given to you.

We have selected Nationwide® as the retirement plan provider. As part of their services, they have made the necessary information available in these documents.

Inside you'll find:

- General information about the operation of the Plan
- Information about administrative charges and expenses
- Information about individual expenses you may be charged as a participant or beneficiary
- A Comparative Chart of Plan Investment Options

You should review these materials carefully. Although no action is required, this information is valuable when monitoring your Plan account. To access your account information or to make any changes to your account, visit [www.nationwide.com/login](http://www.nationwide.com/login).

Sincerely,

TARGET CW

# PLAN AND ANNUAL FEE DISCLOSURE

This document includes important information about the expenses you pay for participating in your company's retirement plan. It's important to review this information annually. It is divided into three sections:

- Part I provides general information about the operation of the Plan
- Part II provides information about the charges for administrative expenses the Plan may be charged
- Part III provides information about individual expenses you may be charged as a Plan Participant or Beneficiary

Later in this document, you'll find what's referred to as the "Comparative Chart of Plan Investment Options" ("Comparative Chart"), which will give you information about the Plan's investment options. You can get both of these documents, plus a glossary of investment terms, on Nationwide's web site:

- If you are currently participating in the Plan and have an account balance, you should log in at [nationwide.com/login](http://nationwide.com/login)
- If you are an employee who is eligible to participate in the Plan but have not yet enrolled, you should log in at [nationwide.com/decide-to-enroll-in-401k.jsp](http://nationwide.com/decide-to-enroll-in-401k.jsp). In the "Understand Plan fees" section, click on "look up fees for your Plan" and enter your Plan number. 361-80417

# PLAN AND ANNUAL FEE DISCLOSURE

## Part I - General Plan Information

1. **Giving Investment Instructions.** If you're eligible but not yet enrolled, please contact your employer for an enrollment packet. After you are enrolled in the Plan, in order to manage your Plan investments, you can call the Nationwide participant call center at 1-800-772-2182 or make your election online at [nationwide.com/login](http://nationwide.com/login). You may direct your investments according to the provision of your Plan. For more information, please see your Summary Plan Description.
2. **Limitations on instructions.** You may give investment instructions on any day the New York Stock Exchange is open for business.
3. **Voting and other rights.** Your rights under the Plan, and any restrictions, are subject to the terms of the Plan. Please refer to your Summary Plan Description.
4. **Designated investment alternatives.** The Plan provides designated investment alternatives into which you can direct the investment of your Plan funds. The Comparative Chart lists the designated investment alternatives and provides information regarding the alternatives.
5. **Designated plan investment manager.** KORNERSTONE, INC. is the Plan's designated investment manager. The plan investment manager assists the appropriate plan fiduciary in making investment decisions for the Plan.

# PLAN AND ANNUAL FEE DISCLOSURE

## Part II - Administrative Expenses

The Plan pays outside service providers for Plan administrative services, such as legal, accounting and recordkeeping services, unless the Plan Sponsor elects, at its own discretion, to pay some or all of the Plan administrative expenses. The cost for these services fluctuates each year based on a variety of factors. To the extent these expenses are not charged against forfeitures or paid by the employer, or reimbursed by a third party, the Plan charges these expenses pro rata (i.e., based on the relative size of each account), at a flat rate per participant, or based on asset size against participants' accounts.

Please note that should your sponsor choose to move or terminate a plan a Contingent Deferred Sales Charge (CDSC) of 0% based on the number of years a plan has been under contract may be assessed against the plan's assets. If a CDSC is assessed, this reduces the value of your individual account. For more information, please contact your Plan Sponsor.

Some of your Plan's operating expenses are paid from the total annual operating expenses of one or more of the designated investment alternatives. For more information, please see the Comparative Chart of Investment Options.

Please note that administrative service fees are subject to change.

### Fees that may be charged by Nationwide, your retirement plan provider

#### **Per Participant Recordkeeping Fee – taken as a flat rate per participant**

Per Participant Fee - NW	\$4.00 per year
--------------------------	-----------------

### Fees that may be charged by NATIONAL BENEFIT SERVICES LLC

Please refer to your Third Party Administrator's Annual Disclosure for additional fees.

### Fees that may be charged by KORNERSTONE, INC.

#### **Advisory/Service Provider Fee - taken from participant account balance**

Advisory/Srvr Prvdr Fee	0.25% per year
-------------------------	----------------

# PLAN AND ANNUAL FEE DISCLOSURE

## Part III - Individual Expenses

The Plan imposes certain charges against individual participants' accounts, rather than against the Plan as a whole, when individual participants incur the charges. These charges may arise based on your use of a feature available under the Plan (e.g., participant loans), or based on the application of applicable law (e.g., processing a domestic relations order in case of a divorce). In addition, buying or selling some investments may result in charges to your individual account, such as commissions or redemption fees. The Comparative Chart provides information about these expenses. The Plan charges the following:

### Fees that may be charged by Nationwide, your retirement plan provider

#### Exchange Fees

Hardcopy Exchange fee	\$6.00 per transaction, per "from" fund
-----------------------	---

#### Loan Maintenance Fees

Loan maintenance fee	\$12.00 per year
----------------------	------------------

### Fees that may be charged by NATIONAL BENEFIT SERVICES LLC

#### Withdrawal Fees

DISTRIBUTION FEE	\$125.00 per transaction
HARDSHIP DISTRIBUTION	\$125.00 per transaction
IN-SERVICE DISTRIBUTION	\$125.00 per transaction
QDRO DISTRIBUTION FEE	\$750.00 per transaction
RMD DISTRIBUTION FEE	\$100.00 per transaction

#### Loan Setup Fees

Loan setup fee	\$100.00 per transaction
----------------	--------------------------

# COMPARATIVE CHART OF PLAN INVESTMENT OPTIONS

This document includes important information to help you compare the investment options in your retirement plan. Additional information about your investment options can be found on the plan's web site:

- If you are currently participating in the plan and have an account balance, you should log in at [nationwide.com/login](http://nationwide.com/login)
- If you are an employee who is eligible to participate in the plan but have not yet enrolled, you should log in at [www.nationwide.com/decide-to-enroll-in-401k.jsp](http://www.nationwide.com/decide-to-enroll-in-401k.jsp). In the "Understand plan fees" section, click on "look up fees for your plan" and enter your plan number. 361-80417

A paper copy of this information can be obtained at no cost by contacting Nationwide at 1-800-772-2182.

## Comparative Chart of Plan Investment Options Summary

The Comparative Chart is divided into two sections:

- **Part I** consists of performance information for plan investment options
- **Part II** details the fees and expenses you'll pay for investing in a particular option

# COMPARATIVE CHART OF PLAN INVESTMENT OPTIONS

## Understanding Risks

Markets are volatile and can decline in response to adverse developments. Particular investments can react differently to these developments. For specific risks related to each investment, see the prospectus.

**Nationwide Investor Destination Funds/Fidelity Advisor Freedom Portfolios:** Designed to provide diversification and asset allocation across several types of investments and asset classes, primarily by investing in underlying funds. Therefore, in addition to the expenses of the portfolio, you are indirectly paying a proportionate share of the applicable fees and expenses of the underlying funds.

**Government funds:** While the funds invest primarily in the securities of the U.S. government and its agencies, the values are not guaranteed by these entities.

**High-yield funds:** Funds that are invested in high-yield securities are subject to greater credit risk and price fluctuations than funds that invest in higher-quality securities.

**International/emerging markets funds:** Funds that are invested internationally involve risks not associated with investing solely in the United States, such as currency fluctuation, political risk, differences in accounting and the limited availability of information.

**Money market funds:** These funds are not insured or guaranteed by the Federal Deposit Insurance Corporation or any other federal government agency. Although they seek to preserve the value of your investment at \$1.00 per share, it's possible to lose money by investing in money market funds.

**Small company funds:** Funds that are invested in stocks of small or emerging companies may have less liquidity than those investing in larger, established companies and may be subject to greater price volatility and risk than the overall stock market.

**Non-diversified funds:** Funds that are invested in a concentrated sector or focus on a relatively small number of securities may be subject to greater volatility than a more diversified investment.

**Real estate funds:** Funds that focus on real estate investing are sensitive to economic and business cycles, changing demographic patterns and government actions.

**Index funds:** For investors seeking minimum expenses, these funds invest in broad sectors of stocks and bonds for less volatility; individuals cannot invest directly in an index.

# COMPARATIVE CHART OF PLAN INVESTMENT OPTIONS

## Part II - Fee and Expense Information

Table shows fee and expense information for the investment options listed above. This table includes the Total Annual Operating Expenses of the options above. Total Annual Operating Expenses are expenses that reduce the rate of return of the investment option. It also shows Shareholder-type Fees. These fees are in addition to Total Annual Operating Expenses.

Table - Investment Option Fees and Expenses

The cumulative effect of fees and expenses can substantially reduce the growth of your retirement savings. Visit the Department of Labor's web site for an example showing the long-term effect of fees and expenses at [http://www.dol.gov/ebsa/publications/401k\\_employee.html](http://www.dol.gov/ebsa/publications/401k_employee.html). Fees and expenses are just two of many factors to consider when you decide to put money in an investment option. You may also want to think about whether investing in a particular option, along with your other investments, will help you achieve your financial goals.

**Gross Expense Ratio:** The Gross Expense Ratio (GER) is the total percentage of a mutual fund's assets that are used in the operation of the fund. The GER includes any fee waiver or expense reimbursements paid to third parties. It does not include any sales or brokerage commissions that are not charged to the fund directly.

**AMC/Net Asset Fee:** This is a fee charged by Nationwide to recover expenses that may include compensation paid to financial advisors, administrative service fee payments to authorized representatives and any expense credits issued to the Plan. Additionally, this fee pays for services provided by Nationwide including access to a wide array of investment options, record keeping platform, customer service, etc. AMC/Net Asset Fee may include an administrative fee which is charged by the third party administrator.

**Total Annual Operating Expenses:** This is the sum of Gross Expense Ratio and AMC/Net Asset Fee.



**Nationwide**<sup>®</sup>  
is on your side

Nationwide Group Retirement Series includes unregistered group fixed and variable annuities and trust programs. The unregistered group fixed and variable annuities are issued by Nationwide Life Insurance Company. Trust programs and trust services are offered by Nationwide Trust Company, FSB. Nationwide Investment Services Corporation, member FINRA. Nationwide Mutual Insurance Company and Affiliated Companies, Home Office: Columbus, OH 43215-2220.

Certain underlying investment options are not publicly traded mutual funds and are not available directly for purchase by the general public. They are only available through variable annuity/variable life insurance policies issued by life insurance companies or in some cases, through participation in certain qualified pension or retirement plans.

Nationwide, the Nationwide N and Eagle and Nationwide is on your side are service marks of Nationwide Mutual Insurance Company.

© 2016 Nationwide

PNM-2259AO.7 (05/16)