

# Product Alert

February 20, 2015

## Changes to the principal investment strategy for the Index Asset Allocation Fund and the VT Index Asset Allocation Fund

Effective April 1, 2015, the principal investment strategy of the *Wells Fargo Advantage Index Asset Allocation Fund* and the *Wells Fargo Advantage VT Index Asset Allocation Fund* will be changed in the following ways:

- The underlying fixed-income index that the fixed-income sleeve seeks to replicate will change from the Barclays 20+ Year U.S. Treasury Index to the Barclays U.S. Treasury Index, a broad Treasury index with exposure across the maturity spectrum.
- The potential use of futures contracts will be expanded to allow the portfolio managers to make adjustments to the duration of the fixed-income sleeve, in addition to changes in the target allocation between stocks and bonds.

Each fund's investment objective has not changed and will continue to seek long-term total return consisting of capital appreciation and current income.

Current language	Revised language, effective 4-1-15 (changes in bold)
<p>The Fund invests in equity and fixed income securities with an emphasis on equity securities. Under normal circumstances, we invest at least 80% of the Fund's net assets in equity and fixed income securities designed to replicate the holdings and weightings of the securities comprising the S&amp;P 500 Index and Barclays 20+ Treasury Index. We seek to achieve the Fund's investment objective by allocating up to 75% of its assets in equity securities and up to 55% of its assets in fixed income securities.</p>	<p>The Fund invests in equity and fixed income securities with an emphasis on equity securities. Under normal circumstances, we invest at least 80% of the Fund's net assets in equity and fixed income securities designed to replicate the holdings and weightings of the securities comprising the S&amp;P 500 Index and <b>Barclays Treasury Index</b>. We seek to achieve the Fund's investment objective by allocating up to 75% of its assets in equity securities and up to 55% of its assets in fixed income securities.</p>
<p>The Fund's "neutral" target allocation is as follows:</p> <ul style="list-style-type: none"> <li>• 60% of the Fund's total assets in equity securities; and</li> <li>• 40% of the Fund's total assets in fixed income securities.</li> </ul>	<p>The Fund's "neutral" target allocation is as follows:</p> <ul style="list-style-type: none"> <li>• 60% of the Fund's total assets in equity securities; and</li> <li>• 40% of the Fund's total assets in fixed income securities.</li> </ul>
<p>The Fund does not select individual securities for investment; rather, it buys substantially all of the securities of various indexes to replicate such indices. The Fund invests the equity portion of its assets in common stocks to replicate the S&amp;P 500 Index, and invests the fixed income portion of its assets in U.S. Treasury Bonds to replicate the Barclays 20+ Treasury index. Bonds in this index</p>	<p>The Fund does not select individual securities for investment; rather, it buys substantially all of the securities of various indexes to replicate such indices. The Fund invests the equity portion of its assets in common stocks to replicate the S&amp;P 500 Index, and invests the fixed income portion of its assets in U.S. Treasury <b>notes and bonds to replicate the Barclays Treasury Index</b>. We seek</p>

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have remaining maturities of 20 years or more. We seek to maintain 95% or better performance correlation with the respective indexes, before fees and expenses, regardless of market conditions.

We use futures contracts to implement target allocation changes.

to maintain 95% or better performance correlation with the respective indexes, before fees and expenses, regardless of market conditions.

**We use futures contracts to implement changes to target allocations and to make adjustments to the duration of the Fund's fixed income portion.**

### **How these changes create the potential for enhanced shareholder returns**

Each fund's new investment strategy broadens the fixed-income securities in which it may invest within the Treasury bond universe, allowing the fund to reduce its bond-segment duration and associated interest-rate risk while maintaining its Treasury-only exposure. The revised strategy also allows the portfolio managers to use futures contracts to make adjustments to duration to reflect their market views.

Balanced funds may invest in stocks and bonds. Stock values fluctuate in response to the activities of individual companies and general market and economic conditions. Bond values fluctuate in response to the financial condition of individual issuers, general market and economic conditions, and changes in interest rates. Changes in market conditions and government policies may lead to periods of heightened volatility in the bond market and reduced liquidity for certain bonds held by the fund. In general, when interest rates rise, bond values fall and investors may lose principal value. Interest-rate changes and their impact on the fund and its share price can be sudden and unpredictable. The use of derivatives may reduce returns and/or increase volatility. Consult the fund's prospectus for additional information on these and other risks.

*Carefully consider a fund's investment objectives, risks, charges, and expenses before investing. For a current prospectus and, if available, a summary prospectus, containing this and other information, visit [wellsfargoadvantagefunds.com](http://wellsfargoadvantagefunds.com). Read it carefully before investing.*

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