

# INVESTING YOUR HSA

Convenient investment options



**MAXIMIZE**  
*your* earning  
**POTENTIAL**

Health**Equity**<sup>®</sup>

# MAXIMIZE YOUR TAX-FREE<sup>1</sup> EARNING POTENTIAL

Just like a traditional savings account, your HSA earns interest which is not taxed. This makes your HSA an effective component of your retirement strategy. Once your account meets a certain threshold, you can invest in mutual funds to maximize your HSA earning potential.

## Options to fit your needs

A wide range of investment and savings options are offered, designed to suit your individual needs and financial goals:

### No-risk, FDIC-insured cash account

HealthEquity's standard, low-interest, FDIC-insured cash account. This is the default option when opening an HSA.

### Low-risk Yield Plus

Yield Plus<sup>2</sup> allows you to increase earning potential with minimal risk. Interest rates vary based on your HSA balance, but are higher than FDIC-insured interest rates. Funds invested in Yield Plus are not FDIC-insured, but remain liquid in your HSA for spending or investing as desired.

### Varying risk mutual funds<sup>3</sup>

A diverse lineup of mutual funds are selected by HealthEquity Advisors, LLC, HealthEquity's SEC-registered investment adviser subsidiary. Investor Choice (details on page 5, fees may apply) allows members to choose the strategy that best fits their needs:

The investment spectrum provides an option for every member, regardless of age, HSA balance, or investment experience. HealthEquity meets you where you are most comfortable, and provides web-based tools and resources to make investing simpler.

## Requirements to invest

There is no minimum balance to participate in our FDIC-insured account, or to enroll in Yield Plus. In order to invest in mutual funds, your HSA cash balance must meet a minimum threshold. Contact HealthEquity member services at 866.346.5800 or visit the Investments section of your HealthEquity member portal to confirm your plan's threshold.

<sup>1</sup> HSAs are never taxed at a federal income tax level when used appropriately for qualified medical expenses. Also, most states recognize HSA funds as tax-free with very few exceptions. Please consult a tax advisor regarding your state's specific rules.

<sup>2</sup> Yield Plus is a non-FDIC insured group funded annuity agreement. Current interest rates, terms and conditions are available on the member portal.

<sup>3</sup> Investments available to HSA holders are subject to risk, including the possible loss of the principal invested and are not FDIC insured or guaranteed by HealthEquity, Inc.. HealthEquity, Inc. does not provide financial advice. HealthEquity Advisors, LLC™, a wholly owned subsidiary of HealthEquity, Inc. and an SEC-registered investment adviser, does provide web-based investment advice to HSA holders that subscribe for its services (minimum thresholds and additional fees apply). HealthEquity Advisors, LLC also selects the mutual funds offered to HSA holders through the HealthEquity, Inc. platform. Registration does not imply endorsement by any state or agency and does not imply a level of skill, education, or training. HSA holders making investments should review the applicable fund's prospectus. Investment options and thresholds may vary and are subject to change. Consult your advisor or the IRS with any questions regarding investments or on filing your tax return. Before making any investments, review the fund's prospectus.

## Advice

Advice is dependent upon your personal risk profile. You are able to edit your risk profile settings at any time and Advisor will adjust your advice based upon your changes.





## Take the guesswork out of investing with Advisor™ (Powered by: HealthEquity ADVISORS, LLC)

HealthEquity is one of the first HSA administrators to provide access to individualized, web-based investment advisory services. Advisor is a web-based automated investment advisor tool offered by HealthEquity Advisors, LLC and is accessible through the HealthEquity member portal. With Advisor you receive professional online investment guidance and access to convenient online tools designed to help you maximize your earnings. When you sign up for Advisor, you complete a simple profile that identifies your risk preferences and retirement goals. Based on this profile, Advisor provides guidance and management on:

- How much cash to keep in your HSA.
- How much to invest.
- How to optimally diversify among the available mutual funds to minimize risk and maximize growth.

## 3 options for investing

HealthEquity offers access to three service options for investing in mutual funds. Depending on your preference for managing the funds on your own, or letting Advisor do all of the work, you can choose from Auto-pilot, GPS or Self-driven. All mutual funds available for investment are selected by HealthEquity Advisors, LLC.

	 <small>powered by: HealthEquity ADVISORS, LLC</small>		
	 <b>Auto-pilot</b>	 <b>GPS</b>	 <b>Self-driven</b>
Advice type	Full service	Guidance	None
Implementation and timing	Automatic	Member	None
Advised portfolio rebalancing	Automatic	Member	None
Advised fund rotation	Automatic	Member	None
Advised category rotation	Automatic	Member	None
Portfolio alerts	Yes	Yes	No
Weekly performance summary	Yes	Yes	No
Monthly service fees	.08%	.05%	None
Monthly investing administration fees	.033%	.033%	.033%

All investment related fees are calculated based on the average daily investment balance. Services fees are charged to your HSA cash account on the same day each month corresponding to your subscription date, and appear on your monthly statement. If your balance is not sufficient to pay the fees, billing will postpone until more money arrives. Multiple months of unpaid Advisor fees may result in suspended access until an HSA contribution is made. Advisor will not sell investments to settle any unpaid fees, though you can initiate the sale of funds in "Edit Profile" by changing the cash setting to the amount you want available in your HSA cash balance.

Investments available to HSA holders are subject to risk, including the possible loss of the principal invested and are not FDIC insured or guaranteed by HealthEquity, Inc. HealthEquity, Inc. does not provide financial advice.

# INVESTOR CHOICE FUND OFFERINGS



HealthEquity offers the Investor Choice fund lineup of low cost mutual funds with a monthly investing administration fee. Investor Choice is a lineup of mutual funds which provides flexibility for members to reflect their investment philosophies and strategies. Other than the monthly investment administration fee and the respective mutual fund expense ratio there are no trading costs, commissions or fund minimums.

## Fund name/symbol Category

### PASSIVELY MANAGED FUNDS

Vanguard Emerging Mkts Stock Idx I (VEMIX)	Emerging
Vanguard Extended Market Idx Instlplus (VEMPX)	Mid Cap US Stocks
Vanguard Growth Index I (VIGIX)	Large Cap US Stocks
Vanguard Inflation-Protected Secs I (VIPIX)	TIPS
Vanguard Institutional Index Instl PI (VIIX)	Large Cap US Stocks
Vanguard Materials Index Adm (VMIAX)	Natural Res
Vanguard Reit Index I (VGSNX)	Real Estate
Vanguard Small Cap Index Adm (VSMAX)	Small Cap US Stocks
Vanguard Total Bond Market Idx Instlpls (VBMPX)	Agg Bonds
Vanguard Total Intl Stock Idx Instlpls (VTPSX)	Int'l Stocks
Vanguard Short-Term Bond Index Adm (VBIRX)	Agg Bonds
Vanguard Total Intl Bd Idx Admiral (VTABX)	Foreign Bonds

Mutual Funds have operating expense ratios, which are disclosed in each Fund's Prospectus. Expense ratios are fees charged by the mutual fund and are not controlled or influenced by HealthEquity or HealthEquity Advisors, LLC. Before making any investment, review the fund's prospectus. Investment options and thresholds may vary and are subject to change. The funds listed here are current as of August 18, 2017.

**Fund name/symbol**                      **Category**

**PASSIVELY MANAGED FUNDS (CONT)**

Vanguard Value Index Adm (VVIAX)	Large Cap US Stocks
Vanguard Mid-Cap Value Index Adm (VMVAX)	Mid Cap US Stocks
Vanguard Small-Cap Value Index Adm (VSIAX)	Small Cap US Stocks
Vanguard Shrt-Term Infl-Prot Sec Idx Adm (VTAPX)	TIPS

**ACTIVELY MANAGED FUNDS**

Vanguard Wellesley Income Admiral (VWIAX)	Other
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**TARGET DATE FUNDS**

Vanguard Target Retirement 2020 Inv (VTWNX)	Target Date
Vanguard Target Retirement 2030 Inv (VTHRX)	Target Date
Vanguard Target Retirement 2040 Inv (VFORX)	Target Date
Vanguard Target Retirement 2050 Inv (VFIFX)	Target Date
Vanguard Target Retirement 2060 Inv (VTTSX)	Target Date
Vanguard Target Retirement Income Inv (VTINX)	Target Date





*We'll take  
you there.*

**Helpful support for our members  
is available every hour of every day**

Our team of specialists based in Salt Lake City are available 24 hours a day, providing you with the tools and information you need to optimize your HSA. They can answer any questions you may have.

**866.346.5800**

# GET STARTED TODAY!

## 1 Access investments through the member portal

Log in to your account at [www.myHealthEquity.com](http://www.myHealthEquity.com) and access the investment desktop by selecting “Investments” from the “My Account” tab.

## 2 Select your preferred investment method

**Auto-pilot:** Automatic implementation and management of investments delivered online by our subsidiary, HealthEquity Advisors, LLC (service fees apply)

**GPS:** Portfolio guidance implemented by you, delivered online by our subsidiary, HealthEquity Advisors, LLC (service fees apply)

**Self-driven:** Directed by you, no advice

## 3 If you select Auto-pilot or GPS (by HealthEquity Advisors, LLC)

Complete the risk questionnaire to establish your personal risk profile.

### If you select Self-driven

Add funds to your portfolio. Choose the funds that meet your investment goals; a prospectus for each fund is available. You can invest by establishing target holdings or by specifying a dollar amount to buy of each specific fund.

Learn more:

**[HealthEquity.com/InvestmentGuide](http://HealthEquity.com/InvestmentGuide)**

Nothing in this communication is intended as legal, tax, financial or medical advice. Always consult a professional when making life changing decisions. It is the members' responsibility to ensure eligibility requirements as well as if they are eligible for the plan and expenses submitted. Investments available to HSA holders are subject to risk, including the possible loss of the principal invested and are not FDIC insured or guaranteed by HealthEquity, Inc.. HealthEquity, Inc. does not provide financial advice. HSA holders making investments should review the applicable fund's prospectus. Investment options and thresholds may vary and are subject to change. Members should consult their advisor or the IRS with any questions regarding investments or on filing a tax return.

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