



August 1, 2010

MFESP Account Holder
 111 Any Street
 Any City, Any State 11111

Montana Family Education Savings Program Letter to Pacific Life Funds 529 Account Holders

As the trustee of your accounts within the Montana Family Education Savings Program (MFESP), we are pleased to announce the addition of the Vanguard Group Inc. (Vanguard) as a new investment provider to the program. Vanguard’s trusted name and diverse product suite makes them a welcomed addition to the MFESP and we are excited about the new partnership.

Beginning this fall, in addition to the investment options offered by the MFESP program manager, College Savings Bank (CSB), we will offer new investment options comprised of investments from Vanguard. These new investment options will be offered directly to investors. This means that you will not need to work with an investment professional to maintain your account, including selecting new investment options, making additional contributions, taking withdrawals and opening additional accounts.

As part of these exciting changes to the MFESP this fall, your account information and assets within the following Pacific Life Funds’ investment options will be automatically transferred to the new investment options. The new MFESP portfolios have risk profiles, asset allocations, and investment styles that are similar to — but are not the same as — your existing investments. You will not need to do anything at the time of the transition. Here’s how your current investments in the MFESP will be transferred:

CURRENT MFESP INVESTMENT OPTION		NEW MFESP INVESTMENT OPTION
PL Portfolio Optimization Aggressive Fund	⇒	Vanguard Life Strategy (LS) Growth Portfolio
PL Portfolio Optimization Moderate-Aggressive Fund	⇒	Blend of Vanguard Life Strategy (LS) Moderate Growth and Vanguard Life Strategy (LS) Growth Portfolio
PL Portfolio Optimization Moderate Fund	⇒	Vanguard Life Strategy (LS) Moderate Growth Portfolio
PL Portfolio Optimization Moderate-Conservative Fund	⇒	Vanguard Life Strategy (LS) Conservative Growth Portfolio
PL Portfolio Optimization Conservative Fund	⇒	CSB Savings Account
PL Money Market Fund	⇒	CSB Savings Account



We will continue to offer the CollegeSure CD, InvestorSure CD and Fixed Rate CDs through CSB and, in addition to the new Vanguard investment options noted above, we will also offer two other Vanguard Index Portfolios: the Vanguard Total Stock Market Index Portfolio and the Vanguard Total International Index Portfolio. Each of these investment options will also only be offered directly to investors.

As we get closer to the transition date this fall, we will update you with more detailed information about the important changes you can expect to your MFESP account.

If you have any questions, please contact one of our College Savings Advisers at 1-800-888-2723 any Monday through Friday between the hours of 9 a.m. and 6 p.m. ET or e-mail them at info@collegesavings.com.

On behalf of the Board of Regents,

Amy Berry
Education Savings Analyst
Montana University Systems, Montana Guaranteed Student Loan Program
P: 406.444.0613
aberry@mgsfp.state.mt.us

Montana Family Education Savings Program (MFESP) is administered by the Board of Regents of the Montana University System. Please read and consider the Pacific Life Funds 529 College Savings Plan (MT) Plan Description Handbook, and any supplements thereto, the Pacific Life Funds prospectus, and any supplements thereto, the MFESP 529 Plan Disclosure Statement and the College Savings Bank Product Disclosure Statement. They contain further details about the MFESP (along with risks, expenses, and other important information). If you are not a Montana taxpayer, consider before investing whether your or the beneficiary's home state offers any state tax or other benefits that are only available for investments in such state's qualified tuition program.