



Stable Value Fund

Defined Contribution

Internal Revenue Code
(IRC) Section 401(a)

Investment Option Detail Sheet

Stable Value Fund

The Fund attempts to deliver returns that are comparable to intermediate-term, investment-grade bond portfolios. The Fund may be suitable for investors who seek a steady, reliable, attractive rate of return with relatively low risk.

Fund descriptions and the fund's top ten holdings are updated approximately every 6 months.

For information on available investment options, please visit our Web site at www.state.ak.us/drbc. Under "Programs", click on the "Deferred Compensation Plan" line; then on the next page, under "Publications", click on "Investment Option Detail Sheets". Please Note: Adobe Acrobat Reader is required to download and view Investment Option Detail Sheets. You can print a copy of any sheet directly from your Web browser; if you are unable to do so, please call DRB at 1-800-821-2251 or 465-4460 from Juneau.

Investment Objective

To preserve principal and to offer a competitive rate of interest consistent with the preservation of capital.

How The Fund Works

The Fund invests in a diversified portfolio of synthetic investment contracts (SICs). SICs are issued by banks and insurance companies that meet stringent credit standards. Supporting securities for SICs typically include US Treasury/Agency obligations, mortgage and asset-backed securities, as well as investment-grade corporate bonds.

Important Note: The Fund will be transitioning to the target allocations on the following page over a period of time. The timing for the completion of this transition will be dependent on the speed and magnitude of future interest rate movements and cash flow volatility.

Investor Profile

The Fund may be appropriate for investors who seek a steady, reliable, attractive rate of return with relatively low risk. The Fund may also be appropriate for investors who seek to balance out greater levels of risk that they have assumed elsewhere in their portfolios. An investment in the Fund can generally be expected to deliver a higher rate of return than a money market fund, and over time is expected to deliver returns that are comparable to intermediate-term, investment-grade bond portfolios.

Fund Benchmark

Due to the unique structure of the Fund, a comparison benchmark does not exist. However, many investors in a fund like this will compare their longer-term performance against money market funds and/or intermediate-term bond funds.

Fund Management

Beginning October 26, 2004, the State hired T. Rowe Price Associates, Inc. (TRPA) to provide investment services for the Fund.

Asset Allocation

A description of the Fund's segments and long-term target allocations are detailed on the following page. On October 26, 2004, the liquidation proceeds of the Short-Term Investment Fund were transferred to the Fund. In order to manage the Fund's exposure to interest rate risk during the Fund's inception stage, a significant portion of the Fund was allocated to the cash reserve segment, and over time it is anticipated that the Fund will gradually transition to the target allocations on the following page.

The timing for completion of the asset allocation transition will be dependent on the speed and magnitude of future interest rate movements and cash flow volatility. During the inception and transition periods, the Fund's return characteristics may vary from its long-term return profile.

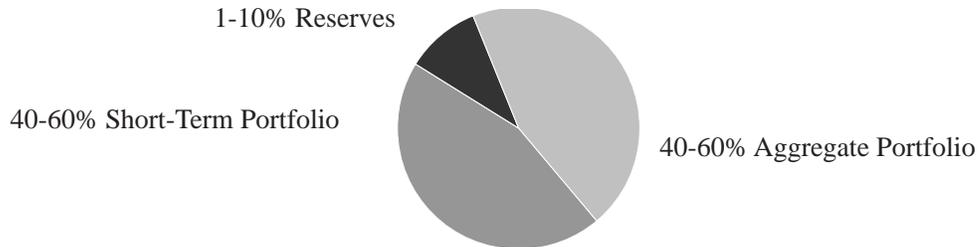
State Street Global Advisors is a bank as defined by the Investment Advisers Act of 1940 and is therefore exempt from registration under the Act.

For more information about the risks of investing, please read your "Plan Information" booklet.

State of Alaska Supplemental Annuity Plan

Stable Value Fund (managed by T. Rowe Price Associates, Inc.)

Long-Term Investment Allocation Targets



Structured Payout Segment

This segment is structured to generate cash flows to meet liquidity needs, diversify reinvestment risk, and minimize return volatility. The securities underlying this segment's SICs are typically high-quality, short-duration bonds that are selected based on their structural characteristics, return sensitivity, and cash flow variability over a multiple of interest rate scenarios. The typical portfolio has an average Moody's credit rating of Aaa- to Aa- and a duration of two to three years.

Constant Duration Segment

The portfolio underlying this segment's SICs is utilized to provide yield curve diversification and enhance the Stable Value Fund's potential returns with active management strategies. The typical portfolio has an average Moody's credit rating of Aaa- to Aa-.

Cash Reserve Segment

This segment is invested in a short-term investment fund. The purpose of this segment, which generally earns a lower rate of interest than the Fund's other segments, is to facilitate liquidity for participant transactions. The cash reserve earns an interest rate that varies daily.

Securities when offered, are offered through GWFS Equities, Inc., a wholly owned subsidiary of Great-West Life & Annuity Insurance Company.

GWFS Equities, Inc., or one or more of its affiliates, may receive a fee from the investment option provider for providing certain recordkeeping, distribution, and administrative services. Not intended for use in New York. While the information contained herein is believed to be reliable, it is not guaranteed as to completeness or accuracy. ©2009 Great-West Life & Annuity Insurance Company. All rights reserved.

IMPORTANT NOTE: Whenever you initiate a trade, there is a possibility the fund company may reject or delay your trade due to a number of circumstances due to extreme market conditions. If a trade is rejected, then the dollar amount will be reinvested in the original fund at the next calculated unit/net asset value after the trade is rejected. This can cause a gain or loss to your account, when units/shares are repurchased on a different day.