

Business Update
REVISED
REMINDER
August 20, 2018

Putnam Investments Announces Merger of Capital Opportunities Fund to Putnam Small Cap Growth Fund

Please Forward to All Mutual Fund Operations Personnel – Defined Contribution Investment Only

Distribution information was added for Putnam Capital Opportunities Fund.
Distribution information was added for Putnam Small Cap Growth Fund.

NSCC Trading Restrictions

- There will be dates in the week immediately preceding the merger event where inter-class exchange transactions will not be permissible due to the need to limit purchase activity in the "from" funds.
- While certain transaction types may no longer be allowed via NSCC; direct trade options may be available.
- NSCC trades placed after the last day to place T+1 redeems and exchanges out (dates noted below) will fail at the NSCC and must be placed manually. Please contact your Dedicated Putnam Representative to place these trades manually.

Important Dates									
From Fund	Last Day to Submit New Accounts	Last Day to Submit DCC&S Purchases	Last Day to Submit * T+1 & T+2 Purchases * T+2 Redeems * NSCC Exchanges In	Last Day to Submit NSCC Transfers (In or Out)	Last Day to Submit T+1 Redeems & NSCC Exchanges Out	Last Day to Submit DCC&S Redeems	Last Day to Submit Direct Purchases & Direct Exchanges In	Last Day to Submit Direct Redeems & Direct Exchanges Out	Merger Date
Putnam Capital Opportunities Fund	Friday August 10	Friday August 17 (for trade date August 16)	Friday August 17	Monday August 20	Wednesday August 22	Thursday August 23 (for trade date August 22)	Thursday August 23	Friday August 24	Friday August 24

Merger Processing

- The Putnam Capital Opportunities Fund and the Putnam Small Cap Growth Fund will each have Capital Gains distributions prior to the merger event. The record/ex-dividend date is August 22, 2018 and the payable date is August 24, 2018 for both funds.
- Merger conversion NAV information will be available on the business day following the merger event and will be communicated via an additional Business Update. Additionally, on the day of the merger event, State Street will provide 4-decimal NAV prices via email to the daily iHub pricing distribution list.
- Please note: The NAV (not market price) will be used to calculate the value of a shareholder's shares. The merger calculation will be based off of a 4-decimal NAV priced on the merger date.
- Fund mergers are performed as an exchange based on the 4-decimal NAV of each fund. For example, if a shareholder had an account value of \$100 in the Merging From Fund (based on a hypothetical

NAV of \$14.0708), the merger exchange purchased \$100 worth of class A shares in the Merging To Fund (based on a hypothetical NAV of \$8.6582).

- On the business day following the merger event, Putnam will send F55 Financial Activity Records for the exchange transaction (Transaction Type will be W0 (Fund merger/Non-taxable).
- F51 Non-Financial Activity Records for the new Merger To Fund accounts will also be sent.

Impacted Fund information is as follows:

"Merge From" Fund Info				"Merge To" Fund Info			
Fund Name	Class	Fund number	CUSIP	Fund Name	Class	Fund number	CUSIP
Putnam Capital Opportunities Fund	A	54	746802693	Putnam Small Cap Growth Fund	A	52	746763549
	B	254	746802669		B	252	746763531
	C	454	746802578		C	452	746763523
	M	654	746802651		M	652	746763515
	R	854	746802180		R	852	746763366
	R6	8854	74680A406		R6	8852	74676A519
	Y	1854	746802354		Y	1852	746763499

If you have any questions regarding this Business Update or require additional information, please contact Investment Only Services at (800) 648-7410.