

**SUPPLEMENT NO. 1 DATED JUNE 7, 2011**  
**TO THE LOUISIANA START SAVING PROGRAM**  
**DISCLOSURE BOOKLET AND PARTICIPATION AGREEMENT**  
**DATED JANUARY 1, 2011**

*This Supplement No. 1 (this “Supplement”) amends, updates and supersedes anything to the contrary contained in the January 1, 2011, Disclosure Booklet and Participation Agreement (the “Disclosure Booklet”) of the Louisiana START Saving Program. This Supplement does not update any information contained in the Disclosure Booklet except as specifically described herein. It should be read in conjunction with the Disclosure Booklet for complete information about the START program. Capitalized terms used in this Supplement and not otherwise defined will have the same meaning as used in the Disclosure Booklet.*

**Effective July 1, 2011, each deposit in the Vanguard Total World Stock Index Fund, Investor Shares (VTWSX), will incur a one-time purchase fee of one quarter of one percent (0.25%). This fee will be deducted from the amount of the deposit. For example, a deposit of \$1,000.00 invested solely in the Total World Stock Index Fund will be assessed a one-time fee of \$2.50 so that the actual deposit into the account will be \$997.50.**

**Effective July 1, 2011, the Louisiana START Saving Program will substitute a lower cost share class for five (5) of the existing program Funds. Vanguard recently made available a new share class for each of these Funds and the State Treasurer has approved their use within the START Saving Program in place of the existing fund classes. Since this is only a change in share class of each of the listed Funds, the risk level for each of the Funds remains the same. The new share classes provide a substantially lower maintenance fee, which will improve investment performance without increasing risk. The following chart compares the old and new share classes by Fund name, ticker symbol and expense ratio:**

CURRENT FUND NAME	TICKER	EXPENSE RATIO	NEW FUND NAME	TICKER	EXPENSE RATIO
Vanguard Total Stock Market Index Fund, Institutional Shares	VITSX	0.06%	Vanguard Institutional Total Stock Market Index Fund, Institutional Shares	VITNX	0.045%
Vanguard Total International Stock Index Fund, Investor Shares	VGTSX	0.26%	Vanguard Total International Stock Index Fund, Institutional Shares	VTSNX	0.15%
Vanguard Small-Cap Index Fund, Investor Shares	NAESX	0.28%	Vanguard Small-Cap Index Fund, Signal Shares	VSISX	0.14%
Vanguard Mid-Cap Index Fund, Investor Shares	VIMSX	0.27%	Vanguard Mid-Cap Index Fund, Signal Shares	VMISX	0.14%
Vanguard Large-Cap Index Fund, Investor Shares	VLACX	0.26%	Vanguard Large-Cap Index Fund, Signal Shares	VLCSX	0.12%

## I. PROGRAM FEES DISCLOSURE:

A. *Amend Section 66 of The Disclosure Booklet to read as follows:*

**66.** The START Saving Program is charged an investment management fee on the moneys it invests in mutual funds managed by The Vanguard Group. Currently, this fee, known as the underlying fund expense ratio, varies with each mutual fund up to 0.45% (or \$4.50 per \$1,000 invested) per year. This fee is subject to change at any time without notice. These fees are deducted prior to the valuation of the funds' net asset value, thereby reducing the value of the START Saving Program's investments, which reduces the return to Account Owners who selected Variable Earnings funds. In addition to these fees, effective July 1, 2011, each deposit to the Vanguard Total World Stock Index Fund will incur a one-time purchase fee of one quarter of one percent (0.25% or \$2.50 per \$1,000 deposit), which will be deducted from the total amount of the deposit to this fund. (See the *Fee and Cost Tables* in Appendix-D for more information.)

B. *Amend Section 75 of The Disclosure Booklet to read as follows:*

**75. Age-Based Moderate Track Fund (Variable Earnings and Fixed Earnings).** This Track invests its assets in one (1) or more Underlying Vanguard Funds. As an Account Owner, you will own an interest in the START Saving Program, but you will not own shares of the Underlying Vanguard Funds. The Moderate Track represents the least aggressive track of the three Age-Based Investment Tracks and may be appropriate for Account Owners who are comfortable sacrificing the potential for greater returns in exchange for the potential for less risk. This track initially invests in the Vanguard LifeStrategy Moderate Growth Fund (VSMGX), which seeks to provide capital appreciation and a low to moderate level of current income. The LifeStrategy Moderate Growth Fund invests in other Vanguard mutual funds according to a fixed formula that over time should reflect an allocation of approximately 60% of the Fund's assets to common stocks and 40% to bonds. When the Beneficiary reaches six (6) years of age, the Moderate Track transitions to the Vanguard LifeStrategy Conservative Growth Fund (VSCGX), which seeks to provide current income and low to moderate capital appreciation. The Vanguard LifeStrategy Conservative Growth Fund invests in other Vanguard mutual funds according to a fixed formula that over time should reflect an allocation of approximately 40% of the Fund's assets to bonds, 20% to short-term fixed income investments, and 40% to common stocks. When the Beneficiary reaches eleven (11) years of age, the Moderate Track transitions to the Vanguard LifeStrategy Income Fund (VASIX), which seeks to provide current income and some capital appreciation. The Vanguard LifeStrategy Income Fund invests in other Vanguard mutual funds according to a fixed formula that over time should reflect an allocation of approximately 60% of the Fund's assets to bonds, 20% to short-term fixed income investments, and 20% to common stocks. When the Beneficiary reaches sixteen (16) years of age, all monies invested in the Moderate Track move to the Louisiana Principal Protection Fund (See description, above). **IT IS POSSIBLE THAT MONEYS INVESTED IN THIS FUND WILL LOSE VALUE.**

C. *Amend the first paragraph of Section 78 of The Disclosure Booklet to read as follows:*

**78. Vanguard Total World Stock Index Fund, Investor Shares (VTWSX) (Variable Earnings).** This Fund invests its assets in one (1) or more Underlying Vanguard Funds. Effective July 1, 2011, each deposit in the Vanguard Total World Stock Index Fund will incur a one-time purchase fee of one quarter of one percent (0.25%), which will be deducted from the total amount of the deposit to this fund. **As an Account Owner, you will own an interest in the START Saving Program, but you will not own shares of the Underlying Vanguard Funds.**

D. *Amend the second bullet point of Section 78 of The Disclosure Booklet to read as follows:*

- **Primary Investment Strategies.** The Fund employs a "passive management" —or indexing—investment approach designed to track the performance of the FTSE® All-World Index, a free-float-adjusted, market-capitalization-weighted index designed to measure the

market performance of large- and mid-capitalization stocks of companies located around the world. The Index includes approximately 2,800 stocks of companies located in 47 countries, including both developed and emerging markets. As of October 31, 2010, the largest markets covered in the Index were the United States, the United Kingdom, Japan, France, and Canada (which made up approximately 40%, 8%, 8%, 4%, and 4%, respectively, of the Index's market capitalization). The Fund typically holds approximately 2,000 stocks in its target Index (covering nearly 99% of the Index's total market capitalization) and a representative sample of the remaining stocks. The Fund holds a broadly diversified collection of securities that, in the aggregate, approximates the full Index in terms of key characteristics. These key characteristics include industry weightings, country weightings, and market capitalization, as well as certain financial measures, such as price/earnings ratio and dividend yield.

**E.** *Amend the first and second bullet points of Section 80 of The Disclosure Booklet to read as follows:*

- **Investment Objective.** The Fund seeks to track the performance of a benchmark index that measures the investment return of stocks issued by companies located in developed and emerging markets, excluding the United States.
- **Primary Investment Strategies.** The Fund employs a “passive management”—or indexing—investment approach designed to track the performance of the MSCI All Country World ex USA Investable Market Index (MSCI ACWI ex USA IMI Index), a free float-adjusted market capitalization index designed to measure equity market performance of companies located in developed and emerging markets, excluding the United States. The Index includes more than 6,000 stocks of companies located in 44 countries. As of October 31, 2010, the largest markets covered in the Index were the United Kingdom, Japan, Canada, France, Australia, Germany, and Switzerland (which made up approximately 15%, 15%, 8%, 7%, 6%, 6%, and 5%, respectively, of the Index's market capitalization). The Fund invests all, or substantially all, of its assets in the common stocks included in its target index.

**F.** *Amend the bullet points of Section 88 of The Disclosure Booklet to read as follows:*

- With a target allocation of approximately 60% of its assets in stocks, the Fund is proportionately subject to **stock market risk**, which is the chance that stock prices overall will decline. Stock markets tend to move in cycles, with periods of rising prices and periods of falling prices. The Fund is also subject to the following risks associated with investments in foreign stocks: **country/regional risk**, which is the chance that world events—such as political upheaval, financial troubles, or natural disasters—will adversely affect the value of securities issued by companies in any one country or region; and **currency risk**, which is the chance that the value of a foreign investment, measured in U.S. dollars, will decrease because of unfavorable changes in currency exchange rates. **Country/regional risk** and **currency risk** are especially high in emerging markets.
- With a target allocation of approximately 40% of its assets in bonds, the Fund is proportionately subject to bond risks, including: **interest rate risk**, which is the chance that bond prices overall will decline because of rising interest rates; **credit risk**, which is the chance that the issuer of a security will fail to pay interest and principal in a timely manner, or that negative perceptions of the issuer's ability to make such payments will cause the price of that security to decline, thus reducing the underlying fund's return; and **income risk**, which is the chance that an underlying fund's income will decline because of falling interest rates. If an underlying fund holds securities that are callable, the underlying fund's income may decline because of **call risk**, which is the chance that during periods of falling interest rates, issuers of callable bonds may call (redeem) securities with higher coupons or interest rates before their maturity dates. An underlying fund would then lose any price appreciation above

the bond's call price and would be forced to reinvest the unanticipated proceeds at lower interest rates, resulting in a decline in the underlying fund's income. For mortgage-backed securities, this risk is known as **prepayment risk**.

- The Fund is also subject to **manager risk**, which is the chance that poor security selection or focus on securities in a particular sector, category, or group of companies will cause the Fund's actively managed underlying fund—and, thus, the Fund itself—to underperform relevant benchmarks or other funds with a similar investment objective.

**G.** Amend the first and second bullet points of Section 89 of The Disclosure Booklet to read as follows:

- With a target allocation of approximately 60% of its assets in bonds and short-term fixed income investments, the Fund is proportionately subject to bond risks, including: **interest rate risk**, which is the chance that bond prices overall will decline because of rising interest rates; **credit risk**, which is the chance that the issuer of a security will fail to pay interest and principal in a timely manner, or that negative perceptions of the issuer's ability to make such payments will cause the price of that security to decline, thus reducing the underlying fund's return; and **income risk**, which is the chance that an underlying fund's income will decline because of falling interest rates. If an underlying fund holds securities that are callable, the underlying fund's income may decline because of **call risk**, which is the chance that during periods of falling interest rates, issuers of callable bonds may call (redeem) securities with higher coupons or interest rates before their maturity dates. An underlying fund would then lose any price appreciation above the bond's call price and would be forced to reinvest the unanticipated proceeds at lower interest rates, resulting in a decline in the underlying fund's income. For mortgage-backed securities, this risk is known as **prepayment risk**.
- With a target allocation of approximately 40% of its assets in stocks, the Fund is proportionately subject to **stock market risk**, which is the chance that stock prices overall will decline. Stock markets tend to move in cycles, with periods of rising prices and periods of falling prices. The Fund is also subject to the following risks associated with investments in foreign stocks: **country/regional risk**, which is the chance that world events – such as political upheaval, financial troubles, or natural disasters – will adversely affect the value of securities issued by companies in any one country or region; and **currency risk**, which is the chance that the value of a foreign investment, measure in U.S. dollars, will decrease because of unfavorable changes in currency exchange rates. **Country/regional risk** and **currency risk** are especially high in emerging markets.

**H.** Amend the first bullet of Section 90 of The Disclosure Booklet to read as follows:

- With a target allocation of approximately 80% of its assets in bonds and short-term fixed income investments, the Fund is proportionately subject to bond risks, including: **interest rate risk**, which is the chance that bond prices overall will decline because of rising interest rates; **credit risk**, which is the chance that the issuer of a security will fail to pay interest and principal in a timely manner, or that negative perceptions of the issuer's ability to make such payments will cause the price of that security to decline, thus reducing the underlying fund's return; and **income risk**, which is the chance that an underlying fund's income will decline because of falling interest rates. If an underlying fund holds securities that are callable, the underlying fund's income may decline because of **call risk**, which is the chance that during periods of falling interest rates, issuers of callable bonds may call (redeem) securities with higher coupons or interest rates before their maturity dates. An underlying fund would then lose any price appreciation above the bond's call price and would be forced to reinvest the unanticipated proceeds at lower interest rates, resulting in a decline in the underlying fund's income. For mortgage-backed securities, this risk is known as **prepayment risk**.

I. *Amend the bullet points of Section 91 of The Disclosure Booklet to read as follows:*

- With a target allocation of approximately 80% of its assets in stocks, the Fund is proportionately subject to **stock market risk**, which is the chance that stock prices overall will decline. Stock markets tend to move in cycles, with periods of rising prices and periods of falling prices. The Fund is also subject to the following risks associated with investments in foreign stocks: **country/regional risk**, which is the chance that world events—such as political upheaval, financial troubles, or natural disasters—will adversely affect the value of securities issued by companies in any one country or region; and **currency risk**, which is the chance that the value of a foreign investment, measured in U.S. dollars, will decrease because of unfavorable changes in currency exchange rates. **Country/regional risk** and **currency risk** are especially high in emerging markets.
- With a target allocation of approximately 20% of its assets in bonds, the Fund is proportionately subject to bond risks, including: **interest rate risk**, which is the chance that bond prices overall will decline because of rising interest rates; **credit risk**, which is the chance that the issuer of a security will fail to pay interest and principal in a timely manner, or that negative perceptions of the issuer's ability to make such payments will cause the price of that security to decline, thus reducing the underlying fund's return; and **income risk**, which is the chance that an underlying fund's income will decline because of falling interest rates. If an underlying fund holds securities that are callable, the underlying fund's income may decline because of **call risk**, which is the chance that during periods of falling interest rates, issuers of callable bonds may call (redeem) securities with higher coupons or interest rates before their maturity dates. An underlying fund would then lose any price appreciation above the bond's call price and would be forced to reinvest the unanticipated proceeds at lower interest rates, resulting in a decline in the underlying fund's income. For mortgage-backed securities, this risk is known as **prepayment risk**.
- The Fund is also subject to **manager risk**, which is the chance that poor security selection or focus on securities in a particular sector, category, or group of companies will cause the Fund's actively managed underlying fund—and, thus, the Fund itself—to underperform relevant benchmarks or other funds with a similar investment objective.

J. *Amend the last paragraph of Section 93 of The Disclosure Booklet to read as follows:*

**93.** Effective July 1, 2011, each deposit in the Vanguard Total World Stock Index Fund will incur a one-time purchase fee of one quarter of one percent (0.25%), which will be deducted from the total amount of the deposit to this fund. **An investment in the Fund is not a deposit in a bank and is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency.**

K. *Amend Section 95 of The Disclosure Booklet to read as follows:*

**95. Vanguard Total International Stock Index Fund, Investor Shares, VGTSX.** An investment in the Fund could lose money over short or even long periods. You should expect the Fund's share price and total return to fluctuate within a wide range, like the fluctuations of global stock markets. The Fund's performance could be hurt by:

- **Stock market risk**, which is the chance that stock prices overall will decline. Stock markets tend to move in cycles, with periods of rising prices and periods of falling prices. The Fund's investments in foreign stock markets can be riskier than U.S. stock investments. The prices of foreign stocks and the prices of U.S. stocks have, at times, moved in opposite directions. In addition, the Fund's target index may, at times, become focused in stocks of a particular sector, category, or group of companies.

- **Investment style risk**, which is the chance that returns from non-U.S. small- and mid-capitalization stocks will trail returns from global stock markets. Historically, non-U.S. small- and mid-cap stocks have been more volatile in price than the large-cap stocks that dominate the global markets, and they often perform quite differently.
- **Country/regional risk**, which is the chance that world events—such as political upheaval, financial troubles, or natural disasters—will adversely affect the value of securities issued by companies in foreign countries or regions. Because the Fund may invest a large portion of its assets in securities of companies located in any one country or region, including emerging markets, its performance may be hurt disproportionately by the poor performance of its investments in that area.
- **Currency risk**, which is the chance that the value of a foreign investment, measured in U.S. dollars, will decrease because of unfavorable changes in currency exchange rates.
- **Emerging markets risk**, which is the chance that the stocks of companies located in emerging markets will be substantially more volatile, and substantially less liquid, than the stocks of companies located in more developed foreign markets.

L. *Amend Section 226 of The Disclosure Booklet to read as follows:*

**226.** Vanguard serves as the investment manager of the Vanguard mutual funds that make up the three Age- Based Funds and individual Vanguard mutual funds offered to START Saving Program investors. Vanguard, headquartered in Valley Forge, Pennsylvania, is one of the world's largest investment management companies. Vanguard is the leading investment manager in the 529 industry with \$35 billion invested in 28 plans in 27 states, as of March 31, 2011. Vanguard manages approximately \$1.3 trillion in U.S. mutual fund assets as of January 31, 2011. Vanguard offers more than 170 funds to U.S. investors and more than 40 additional funds in foreign markets.

M. *Amend Sections 83, 84 and 98 of The Disclosure Booklet to change "Vanguard Large-Cap Index Fund Investor Shares (VLACX)" to "Vanguard Large Cap Index Fund, Signal Shares (VLCSX)."*

N. *Amend Sections 82 and 97 of The Disclosure Booklet to change "Vanguard Mid-Cap Index Fund Investor Shares (VIMSX)" to "Vanguard Mid-Cap Index Fund, Signal Shares (VMISX)."*

O. *Amend Sections 81 and 96 of The Disclosure Booklet to change "Vanguard Small-Cap Index Fund Investor Shares (NAESX)" to "Vanguard Small Cap Index Fund, Signal Shares (VSISX)."*

P. *Amend Sections 80 and 95 of The Disclosure Booklet to change "Vanguard Total International Stock Index Fund, Investor Shares (VGTSX)" to "Vanguard Total International Stock Index Fund, Institutional Shares (VTSNX)."*

Q. *Amend Sections 79 and 94 of The Disclosure Booklet to change "Vanguard Total Stock Market Index Fund, Institutional Shares (VITSX)" to "Vanguard Institutional Total Stock Market Index Fund, Institutional Shares (VITNX)."*

R. *Amend The Disclosure Booklet to replace all occurrences of "Vanguard Group" with "The Vanguard Group."*

S. *Amend The Disclosure Booklet to replace all occurrences of "MSCI®" with "MSCI."*

T. *Amend the cover page of The Disclosure Booklet to replace "This Disclosure Booklet complies with the College Savings Plans Network Disclosure Principles, Statement No. 4, adopted*

*December 17, 2009” with “This Disclosure Booklet complies with the College Savings Plans Network Disclosure Principles, Statement No. 5, adopted May 3, 2011.”*

**U.** *Replace Appendix D and Appendix E in their entirety with the following:*

## APPENDIX D: PROGRAM FEE DISCLOSURE

(As of March 31, 2011 - Fees/costs are subject to change at any time.)

### TABLE 1 - FEES

Investment	Ticker Symbol	Investment Distribution	Annual Asset-Based Fees						Additional Investor Expenses	
			Underlying Fund Expenses <sup>1</sup>	Program Manager Fee	State Fee	Misc. Fees	Annual Distribution Fee	Total Annual Asset-Based Fees	Maximum Initial Sales Charge	Annual Account Maintenance Fee
<b>Louisiana Principal Protection Fund</b>										
Louisiana Principal Protection Fund	N/A	100%	0%	0%	0%	0%	0%	0%	\$0.00	\$0.00
<b>Age Based Moderate Track</b>										
Vanguard LifeStrategy Moderate Growth Fund	VSMGX	Ages 0 - 5 100%	0.19% (3/31/11)	0%	0%	0%	0%	0.19%	\$0.00	\$0.00
Vanguard LifeStrategy Conservative Growth Fund	VSCGX	Ages 6 - 10 100%	0.19% (3/31/11)	0%	0%	0%	0%	0.19%	\$0.00	\$0.00
Vanguard LifeStrategy Income Fund	VASIX	Ages 11 - 15 100%	0.18% (3/31/11)	0%	0%	0%	0%	0.18%	\$0.00	\$0.00
Louisiana Principal Protection Fund	N/A	Ages 16+ 100%	0%	0%	0%	0%	0%	0%	\$0.00	\$0.00
<b>Age Based Growth Track</b>										
Vanguard LifeStrategy Growth Fund	VASGX	Ages 0 – 5 100%	0.20% (3/31/11)	0%	0%	0%	0%	0.20%	\$0.00	\$0.00
Vanguard LifeStrategy Moderate Growth Fund	VSMGX	Ages 6 – 10 100%	0.19% (3/31/11)	0%	0%	0%	0%	0.19%	\$0.00	\$0.00
Vanguard LifeStrategy Conservative Growth Fund	VSCGX	Ages 11 – 15 100%	0.19% (3/31/11)	0%	0%	0%	0%	0.19%	\$0.00	\$0.00
Louisiana Principal Protection Fund	N/A	Ages 16+ 100%	0%	0%	0%	0%	0%	0%	\$0.00	\$0.00

**TABLE 1 – FEES – CONTINUED**

Investments	Ticker Symbol	Investment Distribution	Annual Asset-Based Fees						Additional Investor Expenses	
			Underlying Fund Expenses <sup>1</sup>	Program Manager Fee	State Fee	Misc. Fees	Annual Distribution Fee	Total Annual Asset-Based Fees	Maximum Initial Sales Charge	Annual Account Maintenance Fee
<b>Age Based Aggressive Track</b>										
Vanguard LifeStrategy Growth Fund	VASGX	Ages 0 – 8 100%	0.20% (3/31/11)	0%	0%	0%	0%	0.20%	\$0.00	\$0.00
Vanguard LifeStrategy Moderate Growth Fund	VSMGX	Ages 9 – 12 100%	0.19% (3/31/11)	0%	0%	0%	0%	0.19%	\$0.00	\$0.00
Vanguard LifeStrategy Conservative Growth Fund	VSCGX	Ages 13 – 15 100%	0.19% (3/31/11)	0%	0%	0%	0%	0.19%	\$0.00	\$0.00
Louisiana Principal Protection Fund	N/A	Ages 16+ 100%	0%	0%	0%	0%	0%	0%	\$0.00	\$0.00
<b>Vanguard Total World Stock Index Fund</b>										
Vanguard Total World Stock Fund, Investor Shares	VTWSX	100%	0.45% (3/31/11)	0%	0%	0%	0%	0.45%	0.25% <sup>2</sup>	\$0.00
<b>Vanguard Total Stock Market Index Fund</b>										
Vanguard Institutional Total Stock Market Index Fund, Institutional Shares	VITNX	100%	0.045% (3/31/11)	0%	0%	0%	0%	0.045%	\$0.00	\$0.00
<b>Vanguard Total International Stock Index Fund</b>										
Vanguard Total International Stock Index Fund, Institutional Shares	VTSNX	100%	0.15% (3/31/11)	0%	0%	0%	0%	0.15%	\$0.00	\$0.00
<b>Vanguard Small-Cap Index Fund</b>										
Vanguard Small Cap Index Fund, Signal Shares	VSISX	100%	0.12% (3/31/11)	0%	0%	0%	0%	0.12%	\$0.00	\$0.00
<b>Vanguard Mid-Cap Index Fund</b>										
Vanguard Mid-Cap Index Fund, Signal Shares	VMISX	100%	0.12% (3/31/11)	0%	0%	0%	0%	0.12%	\$0.00	\$0.00
<b>Vanguard Large-Cap Index Fund</b>										
Vanguard Large Cap Index Fund, Signal Shares	VLCSX	100%	0.12% (3/31/11)	0%	0%	0%	0%	0.12%	\$0.00	\$0.00

1 The " Underlying Fund Expenses" are not charged directly to ESAs; however, the fee is deducted from the total funds invested in this equity investment and reduces the value of the START Saving Program units owned by the Account Owner.

2 The Vanguard Total World Stock Fund assesses a 0.25% fee (\$2.50 per \$1,000 invested) on purchases, which is deducted from the amount of each deposit to this fund. The fee is paid directly to the fund and therefore is not a load.

## TABLE 2 - PURCHASE AND INVESTMENT MANAGEMENT FEES BASED ON A \$10,000 INVESTMENT

### Approximate Cost of \$10,000 Investment:

The START Saving Program does not charge an Account Owner any fees for opening or maintaining an ESA. The State of Louisiana and LOSFA, through funds generated by administering the federal student loan program for Louisiana, pay most of the costs of the START Saving Program; however, the investment management fees (and the purchase fee for deposits into the Total World Stock Index Fund) charged by The Vanguard Group for the program's investments in Vanguard mutual funds are deducted from the total funds invested in a specific mutual fund thereby reducing the total funds invested in that mutual fund and reducing the value of the START Saving Program units owned by the Account Owner.

The following table compares the approximate cost of investment management fees to the START Saving Program over different periods of time. The actual cost may be higher or lower. The table is based on the following assumptions:

- A \$10,000 investment for the time periods shown.
- A 5% annually compounded rate of return on the amount invested throughout the period.
- The investment management fee is prorated by 365 days and deducted on a daily basis based on the value of the total amount invested in the fund. (Example: The investment management fee for the Vanguard Institutional Total Stock Market Index Fund Institutional Shares is 0.045% that is prorated by 365 days to be 0.000123% per day).
- All units are disbursed at the end of the period shown for payment of Qualified Higher Education Expenses. (The table does not consider the impact of any potential state or federal taxes on a partial or total redemption of the amount invested.)
- Total annual asset-based fees remain the same as those shown in Table 1.
- There is no annual ESA maintenance fee.

<b>PURCHASE AND INVESTMENT MANAGEMENT FEES BASED ON A \$10,000 INVESTMENT</b>							
Investment Funds	Ticker Symbol	Investment Distribution	One Time Purchase Fee	One Year	Three Years	Five Years	Ten Years
<b>Louisiana Principal Protection Fund</b>							
Louisiana Principal Protection Fund	N/A	100%	\$0	\$0	\$0	\$0	\$0
<b>Age Based Moderate Track</b>							
Vanguard LifeStrategy Moderate Growth Fund	VSMGX	Ages 0 – 5 100%	\$0	\$19.46	\$61.22	\$107.10	\$242.57
Vanguard LifeStrategy Conservative Growth Fund	VSCGX	Ages 6 – 10 100%	\$0	\$19.46	\$61.22	\$107.10	\$242.57
Vanguard LifeStrategy Income Fund	VASIX	Ages 11 – 15 100%	\$0	\$18.43	\$58.01	\$79.24	\$229.92
Louisiana Principal Protection Fund	N/A	Ages 16+ 100%	\$0	\$0	\$0	\$0	\$0

### TABLE 2 – PURCHASE AND INVESTMENT MANAGEMENT FEES (CONTINUED)

Investment Funds	Ticker Symbol	Investment Distribution	One Time Purchase Fee	One Year	Three Years	Five Years	Ten Years
<b>Age Based Growth Track</b>							
Vanguard LifeStrategy Growth Fund	VASGX	Ages 0 – 5 100%	\$0	\$20.48	\$64.44	\$112.71	\$255.20
Vanguard LifeStrategy Moderate Growth Fund	VSMGX	Ages 6 – 10 100%	\$0	\$19.46	\$61.22	\$107.10	\$242.57
Vanguard LifeStrategy Conservative Growth Fund	VSCGX	Ages 11 – 15 100%	\$0	\$19.46	\$61.22	\$107.10	\$242.57
Louisiana Principal Protection Fund	N/A	Ages 16+ 100%	\$0	\$0	\$0	\$0	\$0
<b>Age Based Aggressive Track</b>							
Vanguard LifeStrategy Growth Fund	VASGX	Ages 0 – 8 100%	\$0	\$20.48	\$64.44	\$112.71	\$255.20
Vanguard LifeStrategy Moderate Growth Fund	VSMGX	Ages 9 – 12 100%	\$0	\$19.46	\$61.22	\$107.10	\$242.57
Vanguard LifeStrategy Conservative Growth Fund	VSCGX	Ages 13 – 15 100%	\$0	\$19.46	\$61.22	\$107.10	\$242.57
Louisiana Principal Protection Fund	N/A	Ages 16+ 100%	\$0	\$0	\$0	\$0	\$0
<b>Vanguard Total World Stock Index Fund</b>							
Vanguard Total World Index Fund, Investor Shares	VTWSX	100%	\$25	\$46.02	\$144.45	\$252.03	\$566.87
<b>Vanguard Institutional Total Stock Market Index Fund</b>							
Vanguard Institutional Total Stock Market Index Fund Institutional Shares	VITNX	100%	\$0	\$6.15	\$19.37	\$33.93	\$77.12
<b>Vanguard Total International Stock Index Fund</b>							
Vanguard Total International Stock Index Fund Institutional Shares	VTSNX	100%	\$0	\$20.48	\$64.44	\$112.71	\$255.20
<b>Vanguard Small-Cap Index Fund</b>							
Vanguard Small Cap Index Fund Signal Shares	VSISX	100%	\$0	\$14.34	\$45.15	\$79.02	\$179.20
<b>Vanguard Mid-Cap Index Fund</b>							
Vanguard Mid-Cap Index Fund Signal Shares	VMISX	100%	\$0	\$14.34	\$45.15	\$79.02	\$179.20
<b>Vanguard Large-Cap Index Fund</b>							
Vanguard Large Cap Index Fund Signal Shares	VLCSX	100%	\$0	\$12.29	\$38.71	\$67.76	\$153.75

**TABLE 3 - SALES CHARGES:**

START Savings Program Amount Invested	Up-Front Sales Charge Percent	B Units sold within Year	Deferred Sales Charge
Any Amount	0%	Any Number	0%

There are no deferred sales charges on START ESAs.

**TABLE 4 - POSSIBLE ADDITIONAL FEES:**

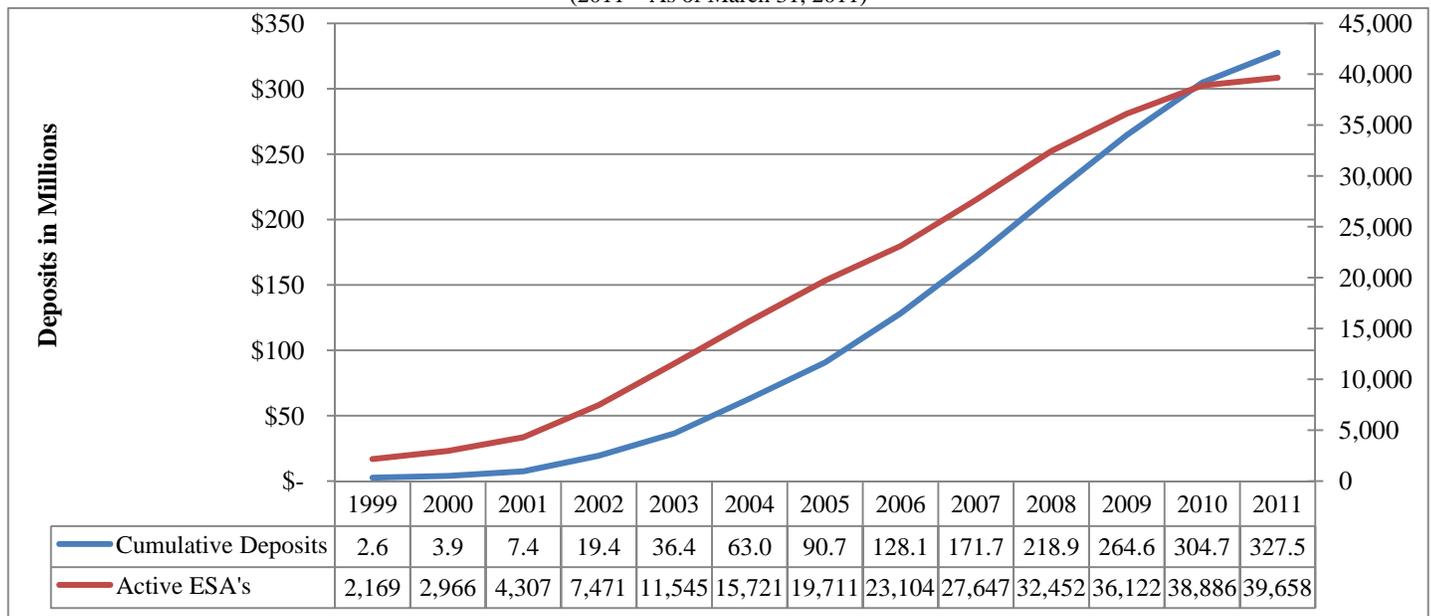
	Percent	Dollars
Application Fee	0%	\$0
Cancellation Fee	0%	\$0
Change in Beneficiary	0%	\$0
Change in Investments	0%	\$0
Other Charges	0%	\$0

There are no additional fees or expenses deducted from each ESA or paid directly by the investor.

## APPENDIX E: Performance Charts

### TABLE 5 - DEPOSITS AND ESAs OUTSTANDING AT YEAR-END

(2011 – As of March 31, 2011)



### TABLE 6 - ESA DATA

As of December 31, 2010

AGI Range	EE Rate	# of ESAs	% of Total	Dollar Amount	% of Total
0 to \$29,999	14%	3,417	8.663%	\$14,674,702.87	4.707%
\$30,000 to \$44,999	12%	1,968	4.990%	\$8,792,507.07	2.820%
\$45,000 to \$59,999	9%	2,216	5.618%	\$10,464,807.36	3.357%
\$60,000 to \$74,999	6%	2,496	6.328%	\$13,191,358.06	4.232%
\$75,000 to \$99,999	4%	5,042	12.783%	\$27,694,919.20	8.884%
\$100,000 and above	2%	17,371	44.042%	\$198,095,635	63.546%
AGI Not Verified (Category 1, 2, 3 & 6)	2%	5,935	15.047%	\$35,259,902.15	11.311%
Category 4 – AGI Verified	2%	137	0.347%	\$710,596.10	0.228%
Category 4 – AGI Not Verified	2%	811	2.056%	\$2,251,455.64	0.722%
Category 5 – AGI Verified	0%	26	0.066%	531,395.50	0.170%
Category 5 – AGI Not Verified	0%	23	0.058%	\$69,385.57	0.022%
<b>Total</b>		<b>39,442</b>	<b>100.0%</b>	<b>\$311,736,664.52</b>	<b>100.0%</b>

**TABLE 7 - PARTICIPATION BY INVESTMENT**

As of March 31, 2011

<b>Funds</b>	<b>Ticker Symbol</b>	<b>Amount Invested (Market)</b>	<b>%</b>
Louisiana Principal Protection Fund	N/A	\$134,471,023.89	42.39%
Vanguard LifeStrategy Moderate Growth Investor Portfolio	VSMGX	\$19,513,674.09	6.15%
Vanguard LifeStrategy Conservative Growth Investor Portfolio	VSCGX	\$30,661,660.86	9.67%
Vanguard LifeStrategy Income Investor Portfolio	VASIX	\$23,328,116.49	7.35%
Vanguard LifeStrategy Growth Investor Portfolio	VASGX	\$653,333.25 (New fund added 1/1/2011)	0.21%
Vanguard Total World Stock Index Fund, Investor Shares	VTWSX	\$372,535.92 (New fund added 1/1/2011)	0.12%
Vanguard Total Stock Market Index Fund, Institutional Shares	VITSX	\$100,166,253.55	31.58%
Vanguard Institutional Total Stock Market Index Fund, Institutional Shares	VITNX	New (Fund will be added 6/1/2011)	New
Vanguard Total International Stock Index Fund, Investor Shares	VGTSX	\$6,245,198.66	1.97%
Vanguard Total International Stock Index Fund, Institutional Shares	VTSNX	New (Fund will be added 6/1/2011)	New
Vanguard Small-Cap Index Fund, Investor Shares	NAESX	\$873,950.09 (New fund added 1/1/2011)	0.28%
Vanguard Small-Cap Index Fund, Signal Shares	VSISX	New (Fund will be added 6/1/2011)	New
Vanguard Mid-Cap Index Fund, Investor Shares	VIMSX	\$540,968.09 (New fund added 1/1/2011)	0.17%
Vanguard Mid-Cap Index Fund, Signal Shares	VMISX	New (Fund will be added 6/1/2011)	New
Vanguard Large-Cap Index Fund, Investor Shares	VLACX	\$404,318.76 (New fund added 1/1/2011)	0.13%
Vanguard Large-Cap Index Fund, Signal Shares	VLCSX	New (Fund will be added 6/1/2011)	New
<b>TOTAL START INVESTMENTS</b>		\$317,231,033.65	100.00%
Earnings Enhancement Fund		\$10,310,823.77	
<b>TOTAL START ASSETS</b>		\$327,541,857.42	

## TABLE 8 - AVERAGE ANNUAL RETURNS

As of March 31, 2011<sup>1, 2</sup>

Vanguard Funds	1 Year	3 Year	5 Year	10 Year	Since Inception (Inception Date)	Annual Total Return 2010
Vanguard LifeStrategy Income Fund (VASIX) <sup>3</sup>	8.11%	4.16%	4.85%	5.01%	7.06% (9-30-1994)	9.22%
Vanguard LifeStrategy Conservative Growth Fund (VSCGX) <sup>4</sup>	10.40%	3.78%	4.42%	5.11%	7.45% (9-30-1994)	11.14%
Vanguard LifeStrategy Moderate Growth Fund (VSMGX) <sup>5</sup>	13.02%	3.34%	4.03%	5.22%	7.90% (9-30-1994)	13.31%
Vanguard LifeStrategy Growth Fund (VASGX) <sup>6</sup>	15.10%	2.43%	3.22%	4.97%	8.04% (9-30-1994)	15.06%
Vanguard Total World Stock Index Fund (VTWSX)	13.65%	N/A	N/A	N/A	1.70% (6-26-2008)	12.87%
Vanguard Total Stock Market Index Fund, Institutional Shares (VITSX)	17.60%	3.81%	3.26%	4.57%	5.32% (7-7-1997)	17.23%
Vanguard Institutional Total Stock Market Index Fund, Institutional Shares (VITNX)	17.58%	3.84%	3.29%	N/A	4.91% (8-31-2001)	17.28%
Vanguard Total International Stock Index Fund, Investor Shares (VGTSX)	12.71%	-1.35%	3.17%	6.96%	5.27 (4-29-1996)	11.12%
Vanguard Total International Stock Index Fund, Institutional Shares (VTSNX)	N/A	N/A	N/A	N/A	(11-29-2010)	N/A
Vanguard Small-Cap Index Fund, Investor Shares (NAESX)	26.74%	10.01%	4.75%	8.86%	10.67% (10-3-1960)	27.72%
Vanguard Small-Cap Index Fund, Signal Shares (VSISX)	26.90%	10.14%	N/A	N/A	4.73% (12-15-2006)	27.85%
Vanguard Mid-Cap Index Fund, Investor Shares (VIMSX)	24.94%	7.35%	4.39%	8.86%	9.14% (5-21-1998)	25.46%
Vanguard Mid-Cap Index Fund, Signal Shares (VMISX)	25.15%	7.50%	N/A	N/A	3.06% (3-30-2007)	25.62%
Vanguard Large-Cap Index Fund, Investor Shares (VLACX)	16.13%	2.81%	2.97%	N/A	4.79% (1-30-2004)	15.63%
Vanguard Large-Cap Index Fund, Signal Shares (VLCSX)	16.33%	2.94%	N/A	N/A	0.17% (8-30-2007)	15.83%
<b>LOUISIANA PRINCIPAL PROTECTION FUND &amp; EARNINGS ENHANCEMENT FUND</b>						
<b>As of December 31, 2010</b>						
Louisiana Funds	1 Year	3 Year	5 Year	10 Year	Since Inception	Annual Total Return 2010
Louisiana Principal Protection Fund	2.69%	3.52%	4.19%	4.68%	5.10% (1997)	2.69%
Earnings Enhancement Fund	2.56%	3.34%	3.99%	4.75%	5.18% (1997)	2.56%

<sup>1</sup> Updated performance information is available online at [www.startsaving.la.gov](http://www.startsaving.la.gov) (go to "About START" tab and click on "Investment Performance Report").

<sup>2</sup> The performance data shown represents past performance. Past performance is not a guarantee of future results. Investment returns and principal value will fluctuate, so that investors' units (shares), when sold, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data cited.

<sup>3</sup> The LifeStrategy Funds are utilized in the program's Age-Based tracks. Assets invested in applicable portfolios on behalf of particular beneficiaries are automatically transferred to another portfolio when beneficiaries reach a specified age and may not remain invested in the referenced portfolio for a portion of the period reported in the performance chart.

<sup>4</sup> See Footnote No. 3.

<sup>5</sup> See Footnote No. 3.

<sup>6</sup> See Footnote No. 3.