



Final Prenotification of Estimated USAA Mutual Fund Distributions

Thank you for choosing USAA for your investments. Based on preliminary calculations as of the first week of November 2014, some of the funds on the next page may have unscheduled income dividends and/or capital gain distributions in December 2014, which may be reportable on Form 1099-DIV.* Money market and most bond funds accrue dividends daily and distribute them on the last business day of the month.

Note: Investing in a non-IRA account shortly before a fund distributes dividends and/or capital gains may result in a taxable distribution.

Distributions*

The per-share amounts of the capital gain distributions are estimated to be within the ranges shown. The actual distribution amounts will not be available until closer to the distribution date. **If your fund(s) pay a distribution, the following dates will apply:**

	<u>Capital Gains¹</u>	<u>Income Dividends²</u>	<u>Income Dividends³</u>	<u>Income Dividends⁴</u>
Record Date	December 5, 2014	December 15, 2014	December 18, 2014	December 26, 2014
Distribution Date	December 8, 2014	December 16, 2014	December 19, 2014	December 29, 2014
Payable Date	December 9, 2014	December 17, 2014	December 22, 2014	December 30, 2014

Record Date - If you are a shareholder of any of these funds on this date, you will receive a distribution.

Distribution Date - Known as the ex-date, the date for which there will be a decline in the net asset value per share because of the distribution amount. If you have selected reinvestment, the distributions will be reinvested as additional shares into the fund at the day's closing price.

Payable Date - If you have not selected reinvestment, the distributions will be paid on this date.

No alternative minimum tax

For the 2014 tax year, **none** of the USAA mutual funds distributed dividend income subject to the alternative minimum tax for individuals.

Money Market Capital Gain

USAA money market funds may produce additional capital gain income above and beyond the normal monthly income distributions. The funds may do this by investing in high-quality securities that not only provide competitive yields, but also have the potential to produce gains if their issuers chose to purchase them back from investors. If there are additional capital gains, your 1099 will reflect these capital gains, and you will need to report them on your income tax return. Please contact the Tax Center at 1-800-531-6347 if you have questions about how this information relates to your 1099 tax documents.

*A Form 1099-DIV will not be sent if the distributions are less than \$10.

¹Capital gains for all applicable funds.

²Income dividends for underlying funds in the Target Retirement Funds, Cornerstone Conservative Fund, and the Cornerstone Equity Fund.

³Income dividends for underlying funds in the Target Retirement Funds, Cornerstone Conservative Fund, and the Cornerstone Equity Fund.

⁴Income dividends for all remaining funds.

USAA Fund Name	Income Dividends*	Short-Term Capital Gains*	Long-Term Capital Gains*
Aggressive Growth Fund	Yes	\$0.00920 to \$0.04920	\$4.04915 to \$4.08915
California Bond Fund	No	- to -	- to -
California Money Market Fund	No	- to \$0.02000	- to \$0.02007
Capital Growth Fund	Yes	- to -	- to -
Cornerstone Aggressive Fund	Yes	\$0.11702 to \$0.15702	\$0.14905 to \$0.18905
Cornerstone Conservative Fund	Yes	- to \$0.02012	\$0.00323 to \$0.04323
Cornerstone Equity Fund	Yes	- to \$0.02102	\$0.00771 to \$0.04771
Cornerstone Moderate Fund	Yes	- to -	\$0.10093 to \$0.14093
Cornerstone Moderately Aggressive Fund	Yes	- to -	- to -
Cornerstone Moderately Conservative Fund	Yes	\$0.01682 to \$0.05682	\$0.05638 to \$0.09638
Emerging Markets Fund	Yes	- to -	- to -
Extended Market Index Fund	Yes	\$0.12455 to \$0.16455	\$0.53136 to \$0.57136
First Start Growth Fund	Yes	\$0.32261 to \$0.36261	\$0.42996 to \$0.46996
Flexible Income Fund	Yes	\$0.25765 to \$0.29765	- to \$0.02328
Global Managed Volatility Fund	Yes	- to -	\$1.05896 to \$1.09896
Government Securities Fund	No	- to -	- to -
Growth and Income Fund	No	\$0.14900 to \$0.18900	\$2.56835 to \$2.60835
Growth and Tax Strategy Fund	Yes†	- to -	- to -
Growth Fund	Yes	\$0.02823 to \$0.06823	\$1.37666 to \$1.41666
High Income Fund	Yes	- to \$0.02635	\$0.03725 to \$0.07725
Income Fund	Yes	- to \$0.02066	- to \$0.02470
Income Stock Fund	Yes	- to \$0.02997	\$0.39233 to \$0.43233
Intermediate Term Bond Fund	No	- to \$0.02134	- to \$0.03431
International Fund	Yes	- to -	\$0.36874 to \$0.40874
Managed Allocation Fund	Yes	- to -	- to -
Money Market Fund	No	- to \$0.02000	- to \$0.02001
Nasdaq-100 Index Fund	Yes	- to -	- to -
New York Bond Fund	No	- to -	- to -
New York Money Market Fund	No	- to \$0.02014	- to \$0.02016
Precious Metals and Minerals Fund	Yes	- to -	- to -
Real Return Fund	Yes	\$0.00851 to \$0.04851	- to \$0.03664
S&P 500 Index Fund Reward Shares	Yes	- to -	- to -
Science & Technology Fund	Yes	\$0.14189 to \$0.18189	\$2.07825 to \$2.11825
Short Term Bond Fund	No	- to -	- to \$0.02460
Small Cap Stock Fund	Yes	\$0.42754 to \$0.46754	\$1.49486 to \$1.53486
Target Retirement 2020 Fund	Yes	- to \$0.02849	\$0.11426 to \$0.15426
Target Retirement 2030 Fund	Yes	- to \$0.02349	\$0.16342 to \$0.20342
Target Retirement 2040 Fund	Yes	- to \$0.02045	\$0.19245 to \$0.23245
Target Retirement 2050 Fund	Yes	- to \$0.02133	\$0.15800 to \$0.19800
Target Retirement 2060 Fund	Yes	- to -	\$0.04024 to \$0.08024
Target Retirement Income Fund	Yes	- to -	- to \$0.03477
Tax Exempt Intermediate-Term Fund	No	- to -	- to -
Tax Exempt Long Term Fund	No	- to -	- to -
Tax Exempt Money Market Fund	No	- to \$0.02001	- to -
Tax Exempt Short-Term Fund	No	- to -	- to -
Total Return Strategy Fund	No	- to -	- to -
Treasury Money Market Fund	No	- to -	- to -
Ultra Short Bond Fund	No	- to \$0.02296	- to \$0.02381
Value Fund	Yes	\$0.04163 to \$0.08163	\$0.65399 to \$0.69399
Virginia Bond Fund	No	- to -	- to -
Virginia Money Market Fund	No	- to -	- to \$0.02000
World Growth Fund	Yes	\$0.05477 to \$0.09477	\$0.33890 to \$0.37890

* If the fund lists a "Yes" and/or a monetary amount, its distributions may be reported on a tax Form 1099-DIV.

† This fund distributes both taxable and tax-exempt income dividends. These distributions will be reported on tax Form 1099-DIV.

An investment in a money market fund is not insured or guaranteed by the FDIC or any other government agency. Although the fund seeks to preserve the value of your investment at \$1.00 per share, it is possible to lose money by investing in the fund.

As interest rates rise, existing bond prices fall. Foreign investing is subject to additional risks, such as currency fluctuations, market illiquidity, and political instability. Non-investment grade securities are considered speculative and are subject to significant credit risks. They are sometimes referred to as junk bonds since they represent a greater risk of default than more creditworthy investment-grade securities. While the value of the Government Securities shares is not guaranteed by the U.S. Government, the Trust endeavors to maintain low-to-moderate fluctuation of share price.

Past performance is no guarantee of future results.

Some income may be subject to state or local taxes or the federal alternative minimum tax.

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