

# Multi-Manager investment guide

Flexible investment options for your  
plan with access to fiduciary support by  
Morningstar Investment Management  
LLC and oversight from Lincoln  
Investment Advisors Corp

RETIREMENT PLAN  
SERVICES

*Lincoln Director<sup>SM</sup>*



# *Lincoln Director*<sup>SM</sup> Multi-Manager

Finding the right investment solutions for your plan participants can be difficult, given the current economic and regulatory environment. Plan sponsors and advisors alike need an innovative, flexible solution at a competitive price point to help meet participant needs. The *Lincoln Director*<sup>SM</sup> Multi-Manager product offers what you are looking for plus more.

By choosing *Lincoln Director*<sup>SM</sup> Multi-Manager you have the ability to:

- Utilize a pre-selected Morningstar 3(38) menu of Lincoln Variable Insurance Products (LVIP) funds
- Build a custom lineup choosing from LVIP sub-advised and multi manager investments from top fund managers

Plans that use *Lincoln Director*<sup>SM</sup> Multi-Manager can elect to receive fiduciary support from Morningstar Investment Management LLC to develop, monitor, and update the portfolios on an ongoing basis so you don't have to.

Lincoln Investment Advisors Corp (LIAC) serves as the investment advisor for the LVIP funds and provides additional benefits, including:

- Unbiased, third party oversight of asset manager selection and replacement
- Access to LIAC Client Investment Support team
- An experienced team that has 35+ years of experience managing multi-asset portfolios; 17 average years of experience on team; 50+ team members covering compliance, legal, and financial professionals


Plus, gain access to the *YourPath*<sup>®</sup> Multi-Manager target-date + risk collective investment trust (CIT) portfolios which offer increased customization for glide path and risk tolerance options.



# Access to a pre-selected Morningstar 3(38) menu

## Morningstar


At Lincoln, we recognize how important it is to have both the right investment lineup and access to ongoing fiduciary support. That's why we provide access to fiduciary investment services from Morningstar. The fund lineup chosen by Morningstar Investment Management LLC is based on the investment options available in the *Lincoln Director*<sup>SM</sup> group variable annuity. Morningstar Investment Management provides plan sponsors with an investment lineup coupled with fiduciary support.



### About Morningstar\*

- Based in Chicago, Illinois
- Incorporated May 16, 1984
- Over 5,000 Morningstar employees worldwide

### Clients




**Over 30 million** retirement plan participants with access to retirement advice services through 286,000 plan sponsors and 51 relationships

### Assets


**\$209.1 billion**  
in assets under advisement and management<sup>1</sup>

**\$135.6 billion**  
in assets under management for retirement solutions<sup>2</sup>

### Awards and patents



**Eleven** Graham and Dodd awards won between 1979 and 2018<sup>3</sup>



**Two patents:** Human capital and asset allocation with annuities<sup>4</sup>

\*Data as of December 31, 2019.

<sup>1</sup> Includes assets under management and advisement for Morningstar Investment Management, LLC, Morningstar Investment Services LLC, Morningstar Investment Management Europe Ltd., Morningstar Investment Management Australia Ltd., and Ibbotson Associates Japan KK, all of which are subsidiaries of Morningstar, Inc. Advisory services listed are provided by one or more of these entities, which are authorized in the appropriate jurisdiction to provide such services. Assets under advisement include investment advisory services, plan sponsor advice, and custom portfolios.

<sup>2</sup> Retirement solutions consist of managed accounts, custom portfolios, and plan sponsor advice.

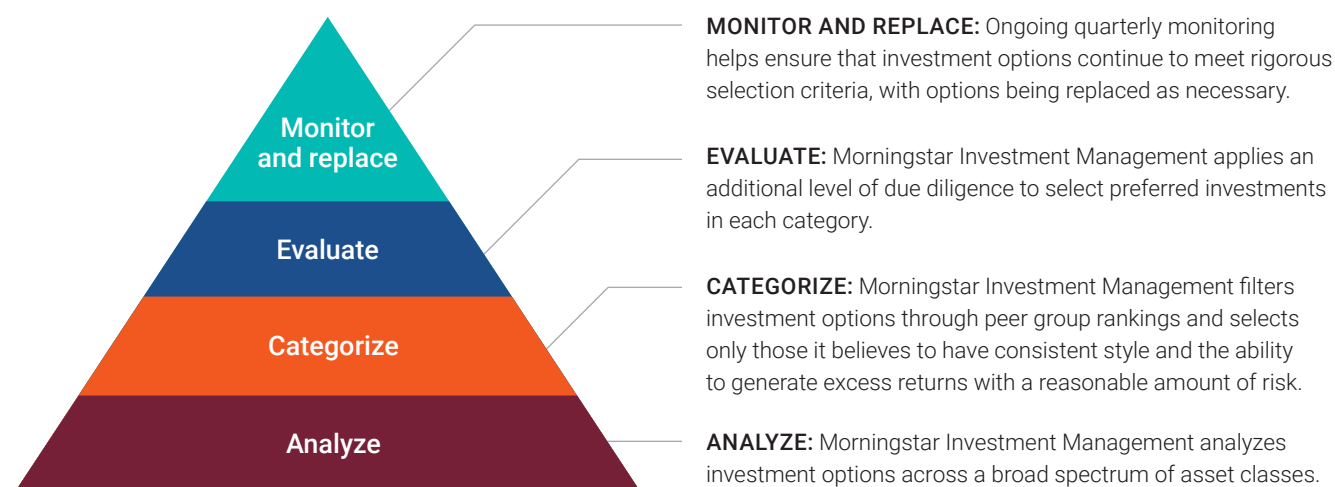
<sup>3</sup> Graham and Dodd Awards granted by the CFA Institute for financial writing based on research by employees who were employed by Morningstar, Inc. or one of its subsidiaries at the time the research was published.

<sup>4</sup> Patents were issued to the former Ibbotson Associates, Inc. As of December 31, 2015, the former Ibbotson Associates, Inc. was merged into Morningstar Investment Management LLC.

## The Morningstar selection and monitoring process

Morningstar Investment Management begins the selection process by analyzing investment options available in the programs and grouping them into categories. Once available asset classes have been identified, Morningstar Investment Management designs an investment lineup based on how participants typically make financial decisions.

The selection of investment options consists of a thorough review of fees, portfolio construction, the fund management team, and the investment process. Morningstar Investment Management looks for those investments it believes can deliver consistent style and reasonable risk-adjusted returns.



## Reporting tools to assist you in your fiduciary role

If you select a Morningstar 3(38) investment lineup, you may also gain access to:



### Quarterly Plan Performance Reports and Plan Fund Reports

Morningstar Investment Management can assume fiduciary responsibility for selecting and monitoring investment options and can keep plan sponsors informed through these reports.



### Investment Policy Statement

Morningstar Investment Management can make available a customizable Investment Policy Statement that outlines plan goals, objectives, and investment processes.















### Methodology documents

These documents provide detailed descriptions of the Morningstar Investment Management methodology related to investment menu design, investment selection, and ongoing monitoring.

# Morningstar preset lineup

Below are the funds that are part of the *Lincoln Director*<sup>SM</sup> Multi-Manager preset lineup selected by Morningstar.

The investment advisor for each of the funds is Lincoln Investment Advisors Corporation with the exception of the Guaranteed Stable Value Account, which is The Lincoln National Life Insurance Company.

SA#	Asset class/ Asset category	Fund name	Fund expense ratio	Included in <i>YourPath</i> <sup>®</sup> Multi-Manager
<b>U.S. STOCK</b>				
SALS	Large Growth	LVIP T. Rowe Price Growth Stock Std	0.68	
SALQ	Large Blend	LVIP SSgA S&P 500 Index Std <sup>4,12</sup>	0.24	
SALN	Large Value	LVIP MFS Value Std	0.68	
SAKY	Mid Stock	LVIP Baron Growth Opportunities Std <sup>2</sup>	0.93	
SALR	Small Blend	LVIP SSgA Small Cap Index Std <sup>2,4</sup>	0.39	
<b>INTERNATIONAL STOCK</b>				
SALO	Emerging Markets Equity	LVIP SSGA Emerging Markets Equity Index Std <sup>1,2,4,10,23</sup>	0.48	
SALZ	Foreign Blend - Active	LVIP Vanguard International Equity ETF Std <sup>1,11,15</sup>	0.39	
SALP	Foreign Blend - Passive	LVIP SSgA International Index Std <sup>1,4,17</sup>	0.39	
<b>SPECIALTY</b>				
SALH	Real Estate	LVIP BlackRock Global Real Estate Std <sup>1,5,9</sup>	0.77	
<b>BOND</b>				
SALK	High Yield	LVIP JPMorgan High Yield Standard <sup>8</sup>	0.68	
SALI	Inflation Protected Bond	LVIP BlackRock Inflation Protected Bond Std <sup>6</sup>	0.49	
SAM1	Intermediate Term Bond	LVIP Western Asset Core Bond Standard <sup>6</sup>	0.52	
<b>BALANCED/ALLOCATION</b>				
SAKZ	World Allocation	LVIP BlackRock Global Allocation Std <sup>1,7,11,23</sup>	0.75	
<b>CASH/STABLE VALUE</b>				
SAGTEE	Cash/Stable Value	Guaranteed Stable Value Account	N/A	

Investment information as of 12/31/19.




## *YourPath*<sup>®</sup> Multi-Manager




The *Lincoln Director*<sup>SM</sup> Multi-Manager funds also offer *YourPath*<sup>®</sup> Multi-Manager target-date + risk CIT portfolios. By offering multiple glide path options, *YourPath*<sup>®</sup> CIT portfolios provide a more personalized target-date investment for retirement plan participants. The selection of these portfolios allows plan sponsors to offer participants conservative, moderate, and growth glide paths developed by Morningstar Investment Management with target dates in five-year vintages. The portfolios follow a glide path that goes through the target retirement date. Plus, they may be used as a plan's Qualified Default Investment Alternative (QDIA).

# *Lincoln Director*<sup>SM</sup> Multi-Manager complete fund offering

Below is a complete list of fund offerings within the *Lincoln Director*<sup>SM</sup> Multi-Manager universe.


The investment advisor for each of the funds is Lincoln Investment Advisors Corporation with the exception of the Guaranteed Stable Value Account, which is The Lincoln National Life Insurance Company.

SA#	Asset class/ Asset category	Fund name	Fund expense ratio	Included in the Morningstar preset lineup
<b>U.S. STOCK</b>				
SAMG	Large Blend	LVIP ClearBridge QS Select Large Cap Managed Volatility Std <sup>21,23</sup>	0.68	
SAMJ	Large Blend	LVIP Delaware Social Awareness Std <sup>19</sup>	0.46	
SAMO	Large Blend	LVIP Dimensional US Core Equity 1 Std	0.42	
SAMQ	Large Blend	LVIP Dimensional US Core Equity 2 Std	0.50	
SAMR	Large Blend	LVIP Dimensional US Equity Managed Volatility Std <sup>11,13,21,23</sup>	0.63	
SAMT	Large Blend	LVIP Fidelity InsAM SelCr Equity Managed Volatility Std <sup>11,21,23</sup>	0.66	
SANJ	Large Blend	LVIP SSgA Large Cap Managed Vol Std <sup>11,21,23</sup>	0.49	
SANU	Large Blend	LVIP Vanguard Domestic Equity ETF Std <sup>11,15</sup>	0.33	
SALQ	Large Blend	LVIP SSgA S&P 500 Index Std <sup>4,12</sup>	0.24	
SAME	Large Growth	LVIP Blended Large Cap Growth Managed Volatility Std <sup>13,21,23</sup>	0.72	
SALS	Large Growth	LVIP T. Rowe Price Growth Stock Std	0.68	
SANV	Large Growth	LVIP Wellington Capital Growth Std	0.74	
SAMA	Large Value	LVIP BlackRock Diversified Value Managed Volatility Standard <sup>21,23</sup>	0.69	
SAN2	Large Value	LVIP Invesco Select Equity Income Managed Volatility Std <sup>21,23</sup>	0.57	
SALN	Large Value	LVIP MFS Value Std	0.68	
SANI	Large Value	LVIP SSgA Large Cap 100 Std	0.37	
SAKY	Mid Stock	LVIP Baron Growth Opportunities Std <sup>2</sup>	0.93	
SANK	Mid Stock	LVIP SSgA Mid-Cap Index Standard <sup>2,4</sup>	0.36	
SAN4	Mid-Cap Blend	LVIP JPMorgan Select Mid Cap Value Managed Volatility Std <sup>2,13,21,23</sup>	0.79	
SAMF	Mid-Cap Growth	LVIP Blended Mid Cap Managed Volatility Std <sup>2,13,21,23</sup>	0.73	
SANR	Mid-Cap Growth	LVIP T. Rowe Price Structured Mid Cap Growth Std <sup>2</sup>	0.76	
SAM3	Mid-Cap Value	LVIP American Century Select Mid Cap Managed Volatility Std <sup>2,21,23</sup>	0.84	

SA#	Asset class/ Asset category	Fund name	Fund expense ratio	Included in the Morningstar preset lineup
SAMK	Mid-Cap Value	LVIP Delaware Mid Cap Value Fund - Standard Class <sup>2,19</sup>	0.46	
SANW	Mid-Cap Value	LVIP Wellington Mid-Cap Value Std <sup>2</sup>	0.83	
SALR	Small Blend	LVIP SSgA Small Cap Index Std <sup>2,4</sup>	0.39	
SANQ	Small Blend	LVIP SSgA SMID Cap Managed Vol Std <sup>2,11,21,23</sup>	0.62	
SANP	Small Value	LVIP SSgA Small/Mid Cap 200 Std <sup>2</sup>	0.40	
<b>INTERNATIONAL STOCK</b>				
SANF	Emerging Markets Equity	LVIP SSgA Emerging Markets 100 Std <sup>1,10</sup>	0.44	
SALO	Emerging Markets Equity	LVIP SSgA Emerging Markets Equity Index Std <sup>1,2,4,10,23</sup>	0.48	
SAMM	Foreign Blend - Active	LVIP Dimensional International Core Equity Std <sup>1</sup>	0.68	
SALZ	Foreign Blend - Active	LVIP Vanguard International Equity ETF Std <sup>1,11,15</sup>	0.39	
SALP	Foreign Blend - Passive	LVIP SSgA International Index Std <sup>1,4,17</sup>	0.39	
SANH	Foreign Large Blend	LVIP SSgA International Managed Volatility Std <sup>1,11,21,23</sup>	0.63	
SAN6	Foreign Large Growth	LVIP MFS International Equity Managed Volatility Std <sup>1,11,21,23</sup>	0.99	
SAN7	Foreign Large Growth	LVIP MFS International Growth Std <sup>1</sup>	0.80	
SAMN	Foreign Large Value	LVIP Dimensional International Equity Managed Volatility Std <sup>1,11,13,21,23</sup>	0.80	
SAN8	Foreign Large Value	LVIP Mondrian International Value Std <sup>1</sup>	0.76	
SANE	Foreign Large Value	LVIP SSgA Developed International 150 Std <sup>1</sup>	0.40	
SAMU	World Large Stock	LVIP Franklin Templeton Global Equity Managed Volatility Std <sup>1,21,23</sup>	0.74	
SAN5	World Large Stock	LVIP Loomis Sayles Global Growth Std <sup>1,23</sup>	0.77	
SAN9	World Large Stock	LVIP Multi-Manager Global Eq Mgd Vol Std <sup>1,7,11,21,23</sup>	0.82	
<b>SPECIALTY</b>				
SALH	Real Estate	LVIP BlackRock Global Real Estate Std <sup>1,5,9</sup>	0.77	
<b>BOND</b>				
SALK	High Yield	LVIP JPMorgan High Yield Standard <sup>8</sup>	0.68	
SALI	Inflation Protected Bond	LVIP BlackRock Inflation Protected Bond Std <sup>6</sup>	0.49	
SAMH	Intermediate Core Bond	LVIP Delaware Bond Std <sup>6,19</sup>	0.38	
SANB	Intermediate Core Bond	LVIP SSgA Bond Index Std <sup>4,6</sup>	0.35	
SAMS	Intermediate Term Bond	LVIP Dimensional/Vanguard Total Bond Std <sup>6,11</sup>	0.39	
SAM1	Intermediate Term Bond	LVIP Western Asset Core Bond Standard <sup>6</sup>	0.52	
SAM8	Short-Term Bond	LVIP American Preservation Standard <sup>7,11</sup>	0.53	
SANA	Short-Term Bond	LVIP PIMCO Low Duration Bond Standard <sup>6</sup>	0.76	
SANO	Short-Term Bond	LVIP SSgA Short-Term Bond Index Standard <sup>4,6,23</sup>	0.36	

SA#	Asset class/ Asset category	Fund name	Fund expense ratio	Included in the Morningstar preset lineup
SAMI	Ultrashort Bond	LVIP Delaware Divers Floating Rate Std <sup>18,19</sup>	0.63	
SAMZ	World Bond	LVIP Global Income Std <sup>1,6,13,23</sup>	0.69	
<b>BALANCED/ALLOCATION</b>				
SAM4	Allocation — 30% to 50% Equity	LVIP American Global Balanced Allocation Managed Risk Std <sup>1,7,11,20,23</sup>	0.67	
SAM7	Allocation — 30% to 50% Equity	LVIP American Income Allocation Std <sup>7,11</sup>	0.65	
SAMX	Allocation — 30% to 50% Equity	LVIP Global Conservative Allocation Managed Risk Std <sup>1,7,11,20,23</sup>	0.76	
SAN3	Allocation — 30% to 50% Equity	LVIP JPMorgan Retirement Income Std <sup>7,19,23</sup>	0.72	
SANC	Allocation — 30% to 50% Equity	LVIP SSgA Conservative Index Allocation Std <sup>7,11</sup>	0.51	
SAND	Allocation — 30% to 50% Equity	LVIP SSgA Conservative Structured Allocation Std <sup>7,11</sup>	0.56	
SAM2	Allocation — 50% to 70% Equity	LVIP American Balanced Allocation Std <sup>7,11</sup>	0.64	
SAM5	Allocation — 50% to 70% Equity	LVIP American Global Growth Allocation Managed Risk Std <sup>1,7,11,20,23</sup>	0.69	
SAM6	Allocation — 50% to 70% Equity	LVIP American Growth Allocation Std <sup>7,11</sup>	0.65	
SAM9	Allocation — 50% to 70% Equity	LVIP BlackRock Advantage Allocation Std <sup>7,19,23</sup>	0.73	
SAMC	Allocation — 50% to 70% Equity	LVIP BlackRock Global Growth ETF Allocation Managed Risk Std <sup>1,7,11,13,20,23</sup>	0.43	
SAMD	Allocation — 50% to 70% Equity	LVIP BlackRock US Growth ETF Allocation Managed Risk Std <sup>7,11,13,20,23</sup>	0.41	
SAML	Allocation — 50% to 70% Equity	LVIP Delaware Wealth Builder Std <sup>7,19,23</sup>	0.71	
SAMV	Allocation — 50% to 70% Equity	LVIP Franklin Templeton MulAsst Opps Std <sup>2,6,7,8,10,13,14,22,23</sup>	0.84	
SAMY	Allocation — 50% to 70% Equity	LVIP Global Growth Allocation Managed Risk Std <sup>1,7,11,20,23</sup>	0.75	
SAN1	Allocation — 50% to 70% Equity	LVIP Global Moderate Allocation Managed Risk Std <sup>1,7,11,20,23</sup>	0.76	
SANG	Allocation — 50% to 70% Equity	LVIP SSgA Global Tactical Allocation Managed Volatility Std <sup>1,7,11,13,21,23</sup>	0.60	
SANN	Allocation — 50% to 70% Equity	LVIP SSgA Moderately Aggressive Index Allocation Std <sup>7,11</sup>	0.51	
SANL	Allocation — 50% to 70% Equity	LVIP SSgA Moderately Aggressive Structured Allocation Std <sup>7,11</sup>	0.56	



SA#	Asset class/ Asset category	Fund name	Fund expense ratio	Included in the Morningstar preset lineup
SANT	Allocation – 50% to 70% Equity	LVIP US Growth Allocation Managed Risk Std <small>7,11,20,23</small>	0.85	
SANS	Allocation – 70% to 85% Equity	LVIP US Aggressive Growth Allocation Managed Risk Std <small>7,11,20,23</small>	0.86	
SANM	Moderate Allocation	LVIP SSgA Moderate Index Allocation Std <small>7,11</small>	0.51	
SAMB	World Allocation	LVIP BlackRock Global Allocation Managed Risk Std <small>1,7,11,20,23</small>	0.85	
SAKZ	World Allocation	LVIP BlackRock Global Allocation Std <small>1,7,11,23</small>	0.75	
SAMW	World Allocation	LVIP Global Aggressive Growth Allocation Managed Risk Std <small>1,7,11,20,23</small>	0.75	
<b>CASH/STABLE VALUE</b>				
SAGTEE	Cash/Stable Value	Guaranteed Stable Value Account	N/A	

<sup>1</sup> Investing internationally involves risks not associated with investing solely in the United States, such as currency fluctuation, political or regulatory risk, currency exchange rate changes, differences in accounting, and the limited availability of information.

<sup>2</sup> Funds that invest in small and/or midsize company stocks may be more volatile and involve greater risk, particularly in the short term, than those investing in larger, more established companies.

<sup>3</sup> You can lose money by investing in the fund. Although the fund seeks to preserve the value of your investment at \$1.00 per share (or, for the LVIP Government Money Market Fund, at \$10.00 per share), it cannot guarantee it will do so. An investment in the fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. The fund's sponsor has no legal obligation to provide financial support to the fund, and you should not expect that the sponsor will provide financial support to the fund at any time.

<sup>4</sup> An index is unmanaged, and one cannot invest directly in an index. Indexes do not reflect the deduction of any fees.

<sup>5</sup> Funds that target exposure to one region or industry may carry greater risk and higher volatility than more broadly diversified funds.

<sup>6</sup> The return of principal in bond funds is not guaranteed. Bond funds have the same interest rate, inflation, credit, duration, prepayment and market risks that are associated with the underlying bonds owned by the fund or account.

<sup>7</sup> Asset allocation does not ensure a profit or protect against loss in a declining market.

<sup>8</sup> High-yield funds may invest in high-yield or lower rated fixed income securities (junk bonds) or mortgage-backed securities with exposure to subprime mortgages, which may experience higher volatility and increased risk of nonpayment or default.

<sup>9</sup> A real estate investment trust (REIT) involves risks such as refinancing, economic conditions in the real estate industry, declines in property values, dependency on real estate management, changes in property taxes, changes in interest rates and other risks associated with a portfolio that concentrates its investments in one sector or geographic region.

<sup>10</sup> Investing in emerging markets can be riskier than investing in well-established foreign markets. International investing involves special risks not found in domestic investing, including increased political, social and economic instability, all of which are magnified in emerging markets.

<sup>11</sup> Each fund is operated as a fund of funds that invests primarily in one or more other funds, rather than in individual securities. A fund of this nature may be more expensive than other investment options because it has additional levels of expenses. From time to time, the fund's advisor may modify the asset allocation to the underlying funds and may add new funds. A fund's actual allocation may vary from the target strategic allocation at any point in time. Additionally, the fund's advisor may directly manage assets of the underlying funds for a variety of purposes.

<sup>12</sup> The Index to which this fund is managed to is a product of S&P Dow Jones Indices LLC (SPDJI) and has been licensed for use by one or more of the portfolio's service providers (licensee). Standard & Poor's® and S&P® are registered trademarks of Standard & Poor's Financial Services LLC (S&P); Dow Jones® is a registered trademark of Dow Jones Trademark Holdings LLC (Dow Jones); and these trademarks have been licensed for use by SPDJI and sublicensed for certain purposes by the licensee. S&P®, S&P GSCI® and the Index are trademarks of S&P and have been licensed for use by SPDJI and its affiliates and sublicensed for certain purposes by the licensee. The Index is not owned, endorsed, or approved by or associated with any additional third party. The licensee's products are not sponsored, endorsed, sold or promoted by SPDJI, Dow Jones, S&P, their respective affiliates, or their third party licensors, and none of these parties or their respective affiliates or third party licensors make any representation

regarding the advisability of investing in such products, nor do they have liability for any errors, omissions, or interruptions of the Index®.

<sup>13</sup> For those funds that employ a multimanager structure, the fund's advisor is responsible for overseeing the subadvisors. While the investment styles employed by the fund's subadvisors are intended to be complementary, they may not, in fact, be complementary. A multimanager approach may result in more exposure to certain types of securities risks and in higher portfolio turnover.

<sup>14</sup> Exposure to the commodities markets may subject the fund to greater volatility than investments in traditional securities, particularly if the investments involve leverage. This fund will typically seek to gain exposure to the commodities markets by investing in commodity-linked derivative instruments, swap transactions, or index- and commodity-linked "structured" notes. These instruments may subject the fund to greater volatility than investments in traditional securities. A commodities fund may be non-diversified, which means it may incur greater risk by concentrating its assets in a smaller number of issuers than a diversified fund.

<sup>15</sup> Exchange-traded funds (ETFs) in this lineup are available through collective trusts or mutual funds. Investors cannot invest directly in an ETF.

<sup>16</sup> The target date is the approximate date when investors plan to retire or start withdrawing their money. Some target-date funds make no changes in asset allocation after the target date is reached; other target-date funds continue to make asset allocation changes following the target date. (See the prospectus for the fund's allocation strategy.) The principal value is not guaranteed at any time, including at the target date. An asset allocation strategy does not guarantee performance or protect against investment losses. A "fund of funds" may be more expensive than other types of investment options because it has additional levels of expenses.

<sup>17</sup> The fund described herein is indexed to an MSCI® index. It is not sponsored, endorsed, or promoted by MSCI®, and MSCI® bears no liability with respect to any such fund or to an index on which a fund is based. The prospectus and statement of additional information contain a more detailed description of the limited relationship MSCI® has with Lincoln Investment Advisors Corporation and any related funds.

<sup>18</sup> Floating rate funds should not be considered alternatives to CDs or money market funds and should not be considered as cash alternatives.

<sup>19</sup> Investments in Delaware VIP Series, Delaware Funds, LVIP Delaware Funds or Lincoln Life accounts managed by Macquarie Investment Management Advisers, a series of Macquarie Investments Management Business Trust, are not and will not be deposits with or liabilities of Macquarie Bank Limited ABN 46008 583 542 and its holding companies, including their subsidiaries or related companies, and are subject to investment risk, including possible delays in prepayment and loss of income and capital invested. No Macquarie Group company guarantees or will guarantee the performance of the series or funds or accounts, the repayment of capital from the series or funds or account, or any particular rate of return.

<sup>20</sup> The fund's risk management strategy is not a guarantee, and the fund's shareholders may experience losses. The fund employs hedging strategies designed to provide downside protection during sharp downward movements in equity markets. The use of these hedging strategies may limit the upside participation of the fund in rising equity markets relative to other unhedged funds, and the effectiveness of such strategies may be impacted during periods of rapid or extreme market events.

<sup>21</sup> The fund's managed volatility strategy is not a guarantee, and the fund's shareholders may experience losses. The fund employs hedging strategies designed to reduce overall portfolio volatility. The use of these hedging strategies may limit the upside participation of the fund in rising equity markets relative to unhedged funds, and the effectiveness of such strategies may be impacted during periods of rapid or extreme market events.

<sup>22</sup>Certain funds (sometimes called "alternative funds") expect to invest in (or may invest in some) positions that emphasize alternative investment strategies and/or nontraditional asset classes and, as a result, are subject to the risk factors of those asset classes and/or investment strategies. Some of those risks may include general economic risk, geopolitical risk, commodity-price volatility, counterparty and settlement risk, currency risk, derivatives risk, emerging markets risk, foreign securities risk, high-yield bond exposure, index investing risk, exchange-traded notes risk, industry concentration risk, leveraging risk, real estate investment risk, master limited partnership risk, master limited partnership tax risk, energy infrastructure companies risk, sector risk, short sale risk, direct investment risk, hard assets sector risk, active trading and "overlay" risks, event-driven investing risk, global macro strategies risk, temporary defensive positions and large cash positions. If you are considering investing in alternative investment funds, you should ensure that you understand the complex investment strategies sometimes employed and be prepared to tolerate the risks of such asset classes. For a complete list of risks, as well as a discussion of risk and investment strategies, please refer to the fund's prospectus. The fund may invest in derivatives, including futures, options, forwards and swaps. Investments in derivatives may cause the fund's losses to be greater than if it invested only in conventional securities and can cause the fund to be more volatile. Derivatives involve risks different from, or possibly greater than, the risks associated with other investments. The fund's use of derivatives may cause the fund's investment returns to be impacted by the performance of securities the fund does not own and may result in the fund's total investment exposure exceeding the value of its portfolio.

<sup>23</sup>Subject to approval of the fund's board, Lincoln Investment Advisors Corporation (LIAC) has the right to engage or terminate a subadvisor at any time, without a shareholder vote, based on an exemptive order from the Securities and Exchange Commission. LIAC is responsible for overseeing all subadvisors for funds relying on this exemptive order.

<sup>24</sup>The target date is the approximate date when investors plan to retire or start withdrawing their money. These target-date collective investment trusts may continue to make asset allocation changes following the target date. (See the fact sheets for the allocation strategy.) The principal value is not guaranteed at any time, including at the target date. A group annuity contract issued by The Lincoln National Life Insurance Company provides the stable value option in the collective trust. An asset allocation strategy does not guarantee performance or protect against investment losses. A target date collective trust may be more expensive than other types of investment options because it has additional levels of expenses. Collective trusts are non-deposit investment products, which are not bank deposits or obligations, are not guaranteed by any bank, and are not insured or guaranteed by the FDIC, the Federal Reserve Board or any other government agency.

Lincoln Investment Advisors Corporation (LIAC) serves as the investment advisor to the LVIP Funds, including the LVIP Managed Risk Funds and LVIP Managed Volatility Funds. LIAC is the subsidiary of The Lincoln National Life Insurance Company responsible for analyzing and reviewing the investment options for inclusion in the Lincoln variable products.

THE LVIP MANAGED RISK FUNDS AND LVIP MANAGED VOLATILITY FUNDS ARE NOT GUARANTEED OR INSURED BY LINCOLN OR ANY OTHER INSURANCE COMPANY OR ENTITY, AND SHAREHOLDERS MAY EXPERIENCE LOSSES. THE STRATEGIES USED BY THESE FUNDS ARE SEPARATE AND DISTINCT FROM ANY ANNUITY OR INSURANCE CONTRACT RIDER OR FEATURES.

Lincoln Financial Group® affiliates, their distributors, and their respective employees, representatives, and/or insurance agents do not provide tax, accounting, or legal advice. Please consult your own independent advisor as to any tax, accounting, or legal statements made herein.

Choosing and periodically reviewing a plan's investment lineup is a fiduciary act. Lincoln is not proposing any particular lineup and is not acting as a fiduciary.

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Not FDIC-insured
Not insured by any federal government agency
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