



InvestEd Conservative Portfolio

Q2/10 Portfolio information as of June 30, 2010

FUND PERFORMANCE^{1,2,3}

Average Annual Total Returns

Period	Conservative Portfolio NAV	Conservative Portfolio Load	S&P 500	Citigroup BIG	Citigroup Certificate of Deposit 1 Month
3-Month	-2.37%	-6.52%	-11.43%	3.67%	0.07%
YTD	1.37%	-2.94%	-6.65%	5.27%	0.11%
1-Year	7.66%	3.09%	14.43%	9.03%	0.22%
3-Year	4.19%	2.69%	-9.81%	7.95%	2.05%
5-Year	4.64%	3.73%	-0.79%	5.77%	3.17%
Life	3.86%	3.35%	1.84%	5.73%	2.54%
Gross Expense	0.97%	-	-	-	-
Net Expense	0.97%	-	-	-	-
Inception Date	10/1/01	10/1/01	-	-	-

Calendar Year Returns

Year	Conservative	S&P 500	CitiGroup BIG	Citigroup Certificate of Deposit 1 Month
2009	6.62%	26.46%	5.06%	0.32%
2008	1.56%	-37.00%	7.02%	3.05%
2007	6.14%	5.49%	7.22%	5.40%
2006	6.12%	15.79%	4.33%	5.15%
2005	2.53%	4.91%	2.57%	3.32%
2004	2.91%	10.88%	4.48%	1.42%
2003	4.07%	28.68%	4.20%	1.20%
2002	0.35%	-22.10%	10.09%	1.79%

Data quoted is past performance and current performance may be lower or higher. Past performance is no guarantee of future results. Investment return and principal value of investment will fluctuate, and shares, when redeemed, may be worth more or less than their original cost. Please visit www.waddell.com for the most recent month-end performance.

Performance at net asset value (NAV) does not include the effect of sales charges. Shares, including sales charges, reflect the maximum applicable front-end sales load.

Investors should consider the investment objectives, risks, charges and expenses associated with the InvestEd Plan carefully before investing. This and other information is found in the Waddell & Reed InvestEd Portfolios, Inc. prospectus, the InvestEd Program Overview, and the InvestEd Account Application, all of which can be obtained from your financial advisor. Please read these materials carefully before investing.

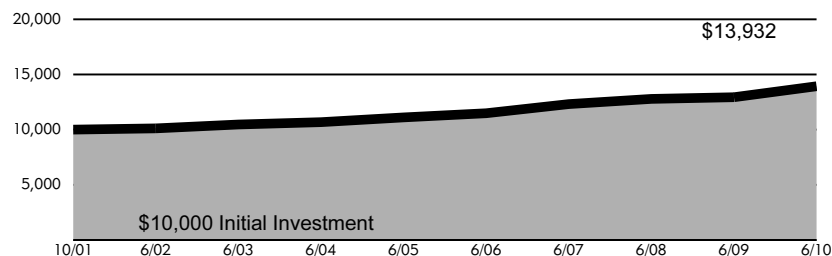
An investor should also consider, before investing, whether the investor's or designated beneficiary's home state offers any state tax or other benefits that are only available for investments in such state's 529 college savings plan.

¹ S&P 500 is unmanaged index of common stocks. It is not possible to invest directly in an index.

² Citigroup Broad Investment Grade is an unmanaged index comprised of securities that represent the bond market. It is not possible to invest directly in an index.

³ Citigroup Certificate of Deposit 1-Month is an unmanaged index of certificates of deposits maturing in one month. It is not possible to invest directly in an index.

GROWTH OF A \$10,000 INVESTMENT Class A shares- 10/1/2001 - 6/30/2010



Assumes an investment over 10 years or life of the share class, reinvestment of dividends and capital gains, and does not include the effect of sales charges or taxes.

★★★★★

Overall Morningstar Rating*

Class A Shares among 555 Conservative Allocation funds. Based on risk-adjusted returns. The fund received 5 stars for the 3-year period among 555 funds and 5 stars for the 5-year period among 400 funds.

LIPPER RANKINGS

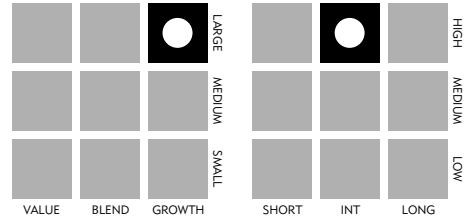
Category: Lipper Mixed-Asset Target Alloc Consv Funds

	Rank	Percentile
1 Year	421/448	94
3 Year	9/382	3
5 Year	9/269	4

Rankings are for Class A Shares and are based on average annual total returns, but do not consider sales charges.

MORNINGSTAR STYLE BOX⁴

Source: Morningstar



PORTFOLIO MANAGEMENT

Michael L. Avery

Waddell & Reed Investment Management Co.
32 years in industry
8 years with fund

Ryan F. Caldwell

Waddell & Reed Investment Management Co.
13 years in industry
3 years with fund

OBJECTIVE

To seek capital preservation.

INVESTMENT APPROACH

The portfolio is designed for investors who seek capital preservation from their investments, through a primary emphasis on income and a secondary emphasis on capital growth. The portfolio is also designed for investors who expect to incur expenses related to higher education within a year or two. The portfolio invests primarily in Waddell & Reed Advisors bond and income-producing mutual funds. It invests, to a lesser extent, in Waddell & Reed Advisors equity mutual funds. Each underlying fund, in turn, invests in a diversified portfolio of securities.



WADDELL & REED

InvestEd Conservative Portfolio

Q2/10 Portfolio information as of June 30, 2010

PORTFOLIO ALLOCATION RANGES⁴

Underlying Fund (within the Waddell & Reed Advisors Fund Family)

	Low	High
Cash Management	0.0%	100.0%
Government Securities	0.0%	40.0%
Core Investment	0.0%	40.0%
Dividend Opportunities	0.0%	40.0%
Value	0.0%	30.0%
Global Bond	0.0%	25.0%
Bond	0.0%	10.0%

PORTFOLIO COMPOSITION⁵

Underlying Fund (within the Waddell & Reed Advisors Funds Family)

Government Securities Fund	40.4%
Cash Management	30.1%
Core Investment Fund	19.1%
Bond Fund	10.1%

TICKER SYMBOL

Class A WICAX

PORTFOLIO CHARACTERISTICS

Fund Inception	10/1/2001
Net Assets	\$62.0 mil
Dividends	Annually
Turnover Rate (3/31/2010)	102%
Recommended Beneficiary Age	16+ years

Consider all factors. As with any mutual fund, the value of the Fund's shares will change, and you could lose money on your investment. An investment in the Fund is not a bank deposit and is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. These and other risks are more fully described in the Fund's prospectus.

Additional Risk Factors: Investing in small or mid-cap stocks may carry more risk than investing in stocks of larger, more well-established companies. Fixed income securities are subject to interest rate risk and, as such, the net asset value of the fund may fall as interest rates rise. Investing in high-income securities may carry a greater risk of nonpayment of interest or principal than higher-rated bonds. The fund may focus its investments in certain regions or industries, thereby increasing its potential vulnerability to market volatility. Diversification does not assure a profile or protect against loss. These and other risks are more fully described in the fund's prospectus.

⁵ The Fund's Board of Directors has established target ranges for the allocation of the portfolio's assets. The range of portfolio net assets invested in equity funds will be from 65% to 100%; correspondingly, the range of portfolio net assets invested in bond and income-producing funds will be from 35% to 0%. Subject to these asset allocation ranges, the Board of Directors has established these target ranges for investment of the portfolio's assets in specific underlying funds.

⁵ Information is subject to change and is not intended to represent any past or future investment recommendations. Composition is a percent of net assets.

* For each fund with at least a 3-year history, Morningstar calculates a risk-adjusted return measure that accounts for variation in a fund's monthly performance (including the effects of all sales charges), placing emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars and the bottom 10% receive 1 star. (Each share class is counted as a fraction of one fund and rated separately.) A fund's overall rating is derived from a weighted average of the 3-, 5-, and 10-year (if applicable) rating metrics. Morningstar Rating is for the share classes specified; other classes may have different performance characteristics.

Shares of Waddell & Reed InvestEd Portfolios, Inc. are offered by Waddell and Reed, Inc. as part of Arizona Family College Savings Program Trust Fund, a 529 plan administered by the Arizona Commission for Postsecondary Education (the "Program"). Accounts are held in the name and for the benefit of the Arizona Commission of Postsecondary Education in its capacity as Trustee of the Family College Savings Program Trust Fund (the "Trust"). An investment in the program constitutes a purchase of an interest in the Trust, a municipal fund security. The Trust invests in shares of Waddell & Reed InvestEd Portfolios, Inc., a mutual fund along with certain other investments. InvestEd accounts are not insured by the State of Arizona, the Arizona Commission for Postsecondary Education, Waddell & Reed, Inc. or any affiliated or related party, and neither the principal deposited nor the investment return is guaranteed by the above parties. The InvestEd Portfolios have been organized as a "fund of funds" with three portfolios that invest in various Waddell and Reed Advisor Funds.

Non-residents or taxpayers of states other than Arizona should consider participating in the 529 plan(s) available in their state of residence, as such plan(s) may offer more favorable state income tax or other benefits than those offered under the InvestEd Plan. Please consult your tax advisor regarding your personal tax situation.

