



**WADDELL
& REED**
Investments

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April 7, 2009

International Swaps and Derivatives Association, Inc.

Send to: hardwiring@isda.org

Dear Sirs,

2009 ISDA Credit Derivatives Determinations Committees and Auction Settlement CDS Protocol - Adherence

The purpose of this letter is to confirm our adherence to the 2009 ISDA Credit Derivatives Determinations Committees and Auction Settlement CDS Protocol as published by the International Swaps and Derivatives Association, Inc. on March 12, 2009 (the **Protocol**). This letter constitutes an Adherence Letter as referred to in the Protocol. The definitions and provisions contained in the Protocol are incorporated into this Adherence Letter, which will supplement and form part of each Protocol Covered Transaction (now or in the future) entered into between us and each other Adhering Party.

1. Specified Terms

The amendments in Schedule 1 of the Protocol shall apply to Protocol Covered Transactions to which we are a party in accordance with the terms of the Protocol.

2. Appointment as Agent and Release

We hereby appoint ISDA as our agent for the limited purposes of the Protocol and accordingly we waive any rights and hereby release ISDA from any claims, actions or causes of action whatsoever (whether in contract, tort or otherwise) arising out of or in any way relating to this Adherence Letter or our adherence to the Protocol or any actions contemplated as being required by ISDA.

3. DTCC Account Number

For purposes of electronic matching and counterparty recognition, our DTCC Account Number is as follows, but you understand and agree that our failure to provide any such details pursuant to this Adherence Letter will not affect the legal validity and binding nature of the Protocol with respect to us:

DTCC Account Number:

Waddell & Reed Advisors Funds, Inc. Accumulative Fund	24X3
Waddell & Reed Advisors Asset Strategy Fund, Inc.	22X8
Waddell & Reed Advisors Funds, Inc. Bond Fund	24X4
Waddell & Reed Advisors Continental Income Fund, Inc.	23X0
Waddell & Reed Advisors Funds, Inc. Core Investment Fund	24X5
Waddell & Reed Advisors Select Funds, Inc. Dividend Income Fund	24X7
Waddell & Reed Advisors Select Funds, Inc. Energy Fund	24X9
Waddell & Reed Advisors Global Bond Fund, Inc.	23X1
Waddell & Reed Advisors Fixed Income Funds, Inc. Government Securities Fund	24X1
Waddell & Reed Advisors High Income Fund, Inc.	23X2
Waddell & Reed Advisors International Growth Fund, Inc.	23X3
Waddell & Reed Advisors Fixed Income Funds, Inc. Limited-Term Bond Fund	24X2
Waddell & Reed Advisors Municipal Bond Fund, Inc.	23X4
Waddell & Reed Advisors Municipal High Income Fund, Inc.	23X5
Waddell & Reed Advisors New Concepts Fund, Inc.	23X6
Waddell & Reed Advisors Retirement Shares, Inc.	23X7
Waddell & Reed Advisors Funds, Inc. Science & Technology Fund	24X6
Waddell & Reed Advisors Small Cap Fund, Inc.	23X8
Waddell & Reed Advisors Tax-Managed Equity Fund, Inc.	23X9
Waddell & Reed Advisors Select Funds, Inc. Value Fund	24X8
Waddell & Reed Advisors Vanguard Fund, Inc.	24X0
Waddell & Reed Financial, Inc. Retirement Income Plan	25X0
Ivy Funds Variable Insurance Portfolios, Inc. Ivy Funds VIP Asset Strategy fka W&R Target Funds, Inc. Asset Strategy Portfolio	25X1
Ivy Funds Variable Insurance Portfolios, Inc. Ivy Funds VIP Balanced fka W&R Target Funds, Inc. Balanced Portfolio	25X2
Ivy Funds Variable Insurance Portfolios, Inc. Ivy Funds VIP Bond fka W&R Target Funds, Inc. Bond Portfolio	25X3
Ivy Funds Variable Insurance Portfolios, Inc. Ivy Funds VIP Core Equity fka W&R Target Funds, Inc. Core Equity Portfolio	25X4
Ivy Funds Variable Insurance Portfolios, Inc. Ivy Funds VIP Dividend Income fka W&R Target Funds, Inc. Dividend Income Portfolio	25X5
Ivy Funds Variable Insurance Portfolios, Inc. Ivy Funds VIP Energy fka W&R Target Funds, Inc. Energy Portfolio	25X6
Ivy Funds Variable Insurance Portfolios, Inc. Ivy Funds VIP Growth fka W&R Target Funds, Inc. Growth Portfolio	25X8
Ivy Funds Variable Insurance Portfolios, Inc. Ivy Funds VIP High Income fka W&R Target Funds, Inc. High Income Portfolio	25X9
Ivy Funds Variable Insurance Portfolios, Inc. Ivy Funds VIP International Growth fka W&R Target Funds, Inc. International Growth Portfolio	26X0
Ivy Funds Variable Insurance Portfolios, Inc. Ivy Funds VIP Limited-Term Bond fka W&R Target Funds, Inc. Limited-Term Bond Portfolio	26X2
Ivy Funds Variable Insurance Portfolios, Inc. Ivy Funds VIP Mid Cap Growth fka W&R Target Funds, Inc. Mid Cap Growth Portfolio	26X4
Ivy Funds Variable Insurance Portfolios, Inc. Ivy Funds VIP Science and Technology fka W&R Target Funds, Inc. Science and Technology Portfolio	26X8

Ivy Funds Variable Insurance Portfolios, Inc. Ivy Funds VIP Small Cap Growth fka W&R Target Funds, Inc. Small Cap Growth Portfolio	26X9
Ivy Funds Variable Insurance Portfolios, Inc. Ivy Funds VIP Value fka W&R Target Funds, Inc. Value Portfolio	26X1
Ivy Funds Variable Insurance Portfolios, Inc. Ivy Funds VIP Global Natural Resources fka W&R Target Funds, Inc. Global Natural Resources Portfolio	25X7
Ivy Funds Variable Insurance Portfolios, Inc. Ivy Funds VIP Micro Cap Growth fka W&R Target Funds, Inc. Micro Cap Growth Portfolio	26X3
Ivy Funds Variable Insurance Portfolios, Inc. Ivy Funds VIP Mortgage Securities fka W&R Target Funds, Inc. Mortgage Securities Portfolio	26X6
Ivy Funds Variable Insurance Portfolios, Inc. Ivy Funds VIP Real Estate Securities fka W&R Target Funds, Inc. Real Estate Securities Portfolio	26X7

4. Contact Details

Our contact details for purposes of this Adherence Letter are:

Name: Tim Dykman
Address: 6300 Lamar Shawnee Mission, KS 66201-9217
Telephone: 913-236-1840
Fax: 913-236-2389
E-mail: tdykman@waddell.com

We consent to the publication of a conformed copy of this letter by ISDA and to the disclosure by ISDA of the contents of this letter.

Yours faithfully,

Waddell & Reed Investment Management Co.
Investment/Asset Manager, acting on behalf of the funds and accounts listed in the relevant Master Agreement (or other agreement which deems a Master Agreement to have been created) between it and another Adhering Party

By:

Name: Michael L. Avery
Title: Executive VP/ Chief Investment Officer
Signature: Michael L. Avery