



KATHLEEN  
**McGUINNESS**  
DELAWARE  
STATE AUDITOR

*Delaware Qualified Tuition Savings Plan Trust Financial  
Statements for Calendar Year ended December 31, 2018*

---

**Why This Audit?** In accordance with 29 Del. C. § 2906, the Auditor of Accounts (AOA) is releasing a financial statement audit of the Delaware Qualified Tuition Savings Plan Trust Financial Statements for Calendar Year ended December 31, 2018. The Qualified Tuition Savings Plan Trust is a 529 college investment plan that offers federal and state tax benefits while saving for a child's education. The funds can be used for qualified education expenses of designated beneficiaries.

It is a pleasure to report this audit contained an unmodified opinion. [1]

The Delaware Qualified Tuition Savings Plan Trust Financial Statements for Calendar Year Ended December 31, 2018 can be found on our website: [click here](#).

Please do not reply to this email. For any questions regarding the attached report, please contact Kathleen McGuinness, State Auditor, at 302-739-5055 or [Kathleen.Mcguinness@delaware.gov](mailto:Kathleen.Mcguinness@delaware.gov)

---

[1] An unmodified opinion is sometimes referred to as a "clean" opinion. It is one in which the auditor expresses an opinion that the financial statements present fairly, in all material respects, an entity's financial position, results of operations and cash flows in conformity with generally accepted accounting principles.

**Delaware Qualified Tuition  
Savings Plan Trust**

Financial Statements

December 31, 2018 and 2017

## **Delaware Qualified Tuition Savings Plan Trust**

---

### Table of Contents

December 31, 2018 and 2017

|   | <u>Page</u> |
|---|-------------|
| <b>Independent Auditors' Report</b>   | 1           |
| <b>Required Supplementary Information</b>   |             |
| Management's Discussion and Analysis  | 4           |
| <b>Financial Statements</b>   |             |
| Statements of Fiduciary Net Position  | 6           |
| Statements of Changes in Fiduciary Net Position   | 7           |
| Notes to Financial Statements   | 8           |
| <b>Supplemental Information</b>   |             |
| <u>Statements by Portfolio</u>  |             |
| 2018 Statements of Fiduciary Net Position by Portfolio  | 20          |
| 2018 Statements of Changes in Fiduciary Net Position by Portfolio   | 30          |
| 2017 Statements of Fiduciary Net Position by Portfolio  | 40          |
| 2017 Statements of Changes in Fiduciary Net Position by Portfolio   | 50          |
| <b>Independent Auditors' Report on Internal Control over Financial Reporting<br/>and on Compliance and Other Matters Based on Audit of Financial Statements<br/>Performed in Accordance with <i>Government Auditing Standards</i></b> | 60          |



BELFINT • LYONS • SHUMAN  
Certified Public Accountants

---

[www.belfint.com](http://www.belfint.com)

---

***Independent Auditors' Report***

To the State of Delaware Plans Management Board  
Trustee of the Delaware Qualified Tuition Savings Plan Trust  
Dover, Delaware

***Report on the Financial Statements***

We have audited the accompanying financial statements of Delaware Qualified Tuition Savings Plan Trust, which comprise the statements of fiduciary net position as of December 31, 2018 and 2017, and the related statements of changes in fiduciary net position for the years then ended, and the related notes to the financial statements.

***Trustee's Responsibility for the Financial Statements***

The Plans Management Board, as trustee, is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

***Auditors' Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the plan's preparation and fair presentation of the financial

To the State of Delaware Plans Management Board  
Trustee of the Delaware Qualified Tuition Savings Plan Trust  
Dover, Delaware

statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the plan's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the fiduciary net position of the Delaware Qualified Tuition Savings Plan Trust as of December 31, 2018 and 2017 and the changes in fiduciary net position for the years then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Other Matters***

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 and 5 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audits of the basic financial statements. We do not express an opinion or provide any assurance on the information, because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### ***Supplementary Information***

Our audits were conducted for the purpose of forming an opinion on the financial statements that comprise the Plan's basic financial statements. The accompanying supplemental information consisting of the 2018 statements of fiduciary net position and changes in fiduciary net position by portfolio on pages 20-39 and the 2017 statements of

To the State of Delaware Plans Management Board  
Trustee of the Delaware Qualified Tuition Savings Plan Trust  
Dover, Delaware

fiduciary position and changes in fiduciary net position by portfolio on pages 40-59 is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The accompanying supplemental information is the responsibility of the trustees and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves and other additional procedures, in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplemental information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 7, 2019, on our consideration of the Delaware Qualified Savings Plan Trust's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in consideration of the Delaware Qualified Savings Plan Trust's internal control over financial reporting and compliance.

*Belfint, Lyons & Shuman, P.A.*

November 7, 2019  
Wilmington, Delaware

## Delaware Qualified Tuition Savings Plan Trust

Management's Discussion and Analysis  
December 31, 2018 and 2017

This discussion and analysis of the financial performance of the Delaware Qualified Tuition Savings Plan Trust (Trust) provides an overview of the Trust's financial activities for the year ended December 31, 2018 and 2017. Please read this section in conjunction with the Trust's financial statements, which follow this section.

### Financial Highlights

- Fiduciary net position decreased by \$56 million during 2018 from \$682 million at December 31, 2017 to \$626 million at December 31, 2018. This decrease was primarily due to a net investment loss of \$49 million and redemptions being more than subscriptions during 2018.
- Subscriptions were \$91 million and \$81 million for the years ended December 31, 2018 and 2017, respectively.
- Net investment income decreased to a loss of \$26 million in 2018 from a gain of \$75 million in 2017. Fluctuations in income are primarily due to fluctuations in the financial market from year to year.
- Redemptions were \$121 million and \$102 million for the years ended December 31, 2018 and 2017, respectively. Fluctuations in the amount of redemptions from year to year are primarily due to changes in the number of participants and beneficiaries receiving eligible distributions as well as the size of their account balances. There were approximately 5,000 and 4,300 individuals who received a distribution from the Trust during the years ended December 31, 2018 and 2017, respectively.
- Investment expenses were \$1,418,949 and \$1,524,396 for the years ended December 31, 2018 and 2017, respectively. Fluctuations generally relate to fluctuations in investment balances since fees are charged as a percentage of assets.

### Overview of the Financial Statements

This financial report consists of the statements of fiduciary net position and the statements of changes in fiduciary net position. These statements provide information about the financial position and activities of the Trust as a whole. The notes to financial statements provide additional information that is essential to a full understanding of the financial statements.

The following analysis focuses on fiduciary net position (Table 1) and changes in fiduciary net position (Table 2):

**Table 1**  
**Fiduciary Net Position**

|                   | <b>2018</b>           | <b>2017</b>           |
|-------------------|-----------------------|-----------------------|
| Total Assets      | \$ 634,808,163        | \$ 685,679,415        |
| Total Liabilities | 8,573,190             | 3,328,797             |
| Net Position      | <u>\$ 626,234,973</u> | <u>\$ 682,350,618</u> |

## Delaware Qualified Tuition Savings Plan Trust

---

Management's Discussion and Analysis  
December 31, 2018 and 2017

### Overview of the Financial Statements - Continued

Investments make up more than 99% of total net position and consist of 36 Investment Portfolios in 2018 and 2017, each of which is invested in one or more underlying mutual funds. Net position represents cumulative contributions from participants plus net increases/decreases from investment earnings less redemptions and expenses. Liabilities consist of payables for securities purchased, payables for reinvestment of net investment income, and payables for accrued expenses.

**Table 2**  
**Changes in Fiduciary Net Position**

|                        | <u>2018</u>            | <u>2017</u>          |
|------------------------|------------------------|----------------------|
| Total Additions        | \$ 65,195,491          | \$ 155,765,735       |
| Total Deductions       | <u>121,311,136</u>     | <u>102,293,170</u>   |
| Change in Net Position | <u>\$ (56,115,645)</u> | <u>\$ 53,472,565</u> |

### Financial Contact

The Trust's financial statements are designed to present users with a general overview of the Trust's finances and to demonstrate the trustee's accountability. If you have questions about the report or need additional financial information, contact the State of Delaware Plans Management Board at 820 Silver Lake Boulevard, Dover, Delaware 19904-2464.



## Delaware Qualified Tuition Savings Plan Trust

Statements of Fiduciary Net Position

December 31, 2018 and 2017

|  | <u>2018</u>                  | <u>2017</u>                  |
|--|------------------------------|------------------------------|
| <b>Assets</b>  |                              |                              |
| Cash   | <u>\$ 1,842,913</u>          | <u>\$ 1,717,345</u>          |
| Investments, at Fair Value<br>(Cost 2018 - \$622,306,498, Cost 2017 - \$612,168,172) | <u>624,508,901</u>           | <u>680,744,838</u>           |
| Receivables  |                              |                              |
| Capital Shares   | 590,934                      | 632,914                      |
| Securities Sold  | 7,033,633                    | 1,943,370                    |
| Accrued Dividends  | <u>831,782</u>               | <u>640,948</u>               |
| <br>Total Receivables  | <u>8,456,349</u>             | <u>3,217,232</u>             |
| <br>Total Assets   | <u>634,808,163</u>           | <u>685,679,415</u>           |
| <b>Liabilities</b>   |                              |                              |
| Capital Shares Payable   | 1,323,559                    | 716,131                      |
| Securities Purchased Payable   | 7,151,772                    | 2,506,944                    |
| Administrative and Management Fees Payable   | <u>97,859</u>                | <u>105,722</u>               |
| <br>Total Liabilities  | <u>8,573,190</u>             | <u>3,328,797</u>             |
| <br><b>Net Position</b>  | <u><u>\$ 626,234,973</u></u> | <u><u>\$ 682,350,618</u></u> |

The accompanying notes are an integral part of these financial statements.

**Delaware Qualified Tuition Savings Plan Trust**

Statements of Changes in Fiduciary Net Position  
December 31, 2018 and 2017

|  | <u>2018</u>                  | <u>2017</u>                  |
|--|------------------------------|------------------------------|
| <b>Additions</b>                                     |                              |                              |
| Subscriptions  | <u>\$ 90,928,653</u>         | <u>\$ 80,590,247</u>         |
| Investment Income                                    |                              |                              |
| Net Increase (Decrease) in Fair Value of Investments | (48,609,981)                 | 58,773,713                   |
| Interest and Dividends                               | 23,996,903                   | 17,628,731                   |
| Less: Investment Expenses                            | <u>(1,418,949)</u>           | <u>(1,524,396)</u>           |
| Net Investment Income (Loss)                         | <u>(26,032,027)</u>          | <u>74,878,048</u>            |
| Other Income   | <u>298,865</u>               | <u>297,440</u>               |
| Total Additions                                      | <u>65,195,491</u>            | <u>155,765,735</u>           |
| <b>Deductions</b>                                    |                              |                              |
| Redemptions  | <u>121,311,136</u>           | <u>102,293,170</u>           |
| Total Deductions                                     | <u>121,311,136</u>           | <u>102,293,170</u>           |
| <b>Net Increase (Decrease) in Net Position</b>       | (56,115,645)                 | 53,472,565                   |
| <b>Net Position, Beginning of Year</b>               | <u>682,350,618</u>           | <u>628,878,053</u>           |
| <b>Net Position, End of Year</b>                     | <u><u>\$ 626,234,973</u></u> | <u><u>\$ 682,350,618</u></u> |

The accompanying notes are an integral part of these financial statements.

# Delaware Qualified Tuition Savings Plan Trust

---

Notes to Financial Statements  
December 31, 2018 and 2017

## 1. Organization

### General

The following description of the Delaware Qualified Tuition Savings Plan Trust (Trust) provides only general information. Participants should refer to the Plan Fact Kit found at <https://www.fidelity.com/go/529-delaware/overview> and may also find additional information and details at <https://treasurer.delaware.gov/college-investment-plan/>.

The Trust was established April 16, 1998 and restated March 6, 2018 by the Delaware Qualified Tuition Savings Board (subsequently changed to the Plans Management Board (Board)), as trustees, to carry out the purposes of the Delaware College Investment Plan (Plan). The Plan was created by the State of Delaware General Assembly under State of Delaware Title 14, Chapter 34, pursuant to Internal Revenue Code (IRC) Section 529 to allow residents of Delaware and other states to make contributions to accounts established for the purpose of meeting qualified education expenses of designated beneficiaries of such accounts. The Board serves as a trustee of the Trust, administers the Plan and is authorized to establish investment policies, select investment managers and the program manager, adopts regulations, and provides for the performance of other functions necessary for the operation of the Plan. The Board is composed of 11 members, including the State Treasurer, Secretary of Finance, Director of Office of Management and Budget, Insurance Commissioner, Secretary of Education, 2 state employees designated by the Governor, and 4 public members.

Account owners can choose among 36 portfolios, grouped based on strategies, including age-based, static, individual fund portfolios, and a Bank Deposit Portfolio. Age-based portfolios are designed considering a beneficiary's year of birth and the approximate year the beneficiary is anticipated to start college. Static portfolios have investment objectives with corresponding target class allocations that do not change over time. Individual fund portfolios have the same investment objective as the underlying mutual fund in which they invest. The Bank Deposit Portfolio seeks the preservation of principal.

These financial statements provide the combined financial results of the Fidelity-designed investment options (Portfolios) offered to account owners under the Plan. The supplemental information provides the financial results of the individual Portfolios.

Plan assets are held for the benefit of account owners and their designated beneficiaries in the Trust.

### Plan Administration

FMR Co. Inc., Strategic Advisers, Inc., and Fidelity Brokerage Services, Inc. (Program Managers) and the Board have entered into a management and administrative services agreement in which the Program Managers will provide services, including investment management services, in order to meet the administrative and investment obligations of the Trust.

## 2. Summary of Significant Accounting Policies

### Basis of Accounting

The Plan prepares its financial statements in conformity with applicable pronouncements of the Governmental Accounting Standards Board (GASB). The Plan's financial statements are

## **Delaware Qualified Tuition Savings Plan Trust**

---

Notes to Financial Statements  
December 31, 2018 and 2017

### **2. Summary of Significant Accounting Policies - Continued**

#### **Basis of Accounting - Continued**

prepared using the economic resources measurement focus and the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America applicable to special-purpose governments engaged in fiduciary activities. Under this method of accounting, revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

#### **Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and changes therein, and disclosures of contingent assets and liabilities. Actual results could differ from those estimates.

#### **Investment Valuation and Income Recognition**

Investment portfolios are reported at fair value. Fair value is the price that should be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The portfolios are crafted as investment pools with individual underlying investments allocations based on the strategy of the portfolio.

Investments in the underlying investments are valued each business day at the closing net asset value per share of each underlying investment determined as of the close of the New York Stock Exchange on the day of valuation. Net realized and unrealized gains and losses are reported as net appreciation or depreciation in fair value of investments in the statements of changes in fiduciary net position. Purchases and sales of underlying investment shares are recorded on a trade date basis. Dividend income and any capital gain distributions are recorded on the ex-dividend date as an accrual and are automatically reinvested in additional shares of the respective underlying investment.

#### **Cash**

Cash represents amounts deposited into a PNC account used to pay trust expenses.

#### **Subscriptions and Redemptions**

Subscriptions on the statements of changes in fiduciary net position include any contributions to the Trust made by account owners and any exchanges within the Trust that result in a reinvestment of assets. Redemptions on the statements of changes in fiduciary net position include any withdrawals from the Trust made by account owners and any exchanges within the Trust that result in a reinvestment of assets.

Individuals that have properly executed a participation agreement with the Plan may establish an account to which cash contributions may be made, subject to certain account balance limitations. Account owners may elect to invest their contributions in one or more portfolios, including

## **Delaware Qualified Tuition Savings Plan Trust**

---

Notes to Financial Statements  
December 31, 2018 and 2017

### **2. Summary of Significant Accounting Policies - Continued**

#### **Subscriptions and Redemptions - Continued**

age-based portfolios, target risk portfolios, individual portfolios, and an interest-bearing deposit account. The age-based portfolios allow account owners to choose a predetermined investment strategy based on the beneficiary's expected date of college enrollment. Over time, assets will transition from a heavier weight in equities in earlier years to more conservative investments in fixed-income securities and cash as the beneficiary approaches college enrollment. The target risk portfolios seek to meet a specific investment goal and risk tolerance. The risk profile of each target risk portfolio will be fixed over time. The individual portfolios are structured for exposure to a single type of asset class.

In addition to the various portfolios, account owners investing in age-based portfolios and target risk portfolios must select whether their portfolios will invest in Fidelity Funds, Fidelity Index Funds, and/or Multi-Firm Funds. Fidelity Funds and Multi-Firm Funds invest in a variety of equity, fixed income, or money market funds that coincide with the portfolio's investment objective. The Fidelity Funds consist solely of Fidelity mutual funds, while Multi-Firm Funds consist of both Fidelity mutual funds and third-party funds. Index mutual funds invest in stocks or bonds that make a portfolio constructed to match or track the components of a financial market index. The Multi-Firm Funds option is only available for age-based portfolios, while the Fidelity Funds and Fidelity Index Funds are available for both age-based portfolios and target risk portfolios.

Contributions by a participant are evidenced through the issuance of units in a particular portfolio. Although money contributed to the Plan is invested in portfolio options that hold mutual funds, the Plan units themselves are not direct investments in the mutual funds. The units issued by the Trust are not insured by the FDIC, Fidelity, or the State of Delaware, nor have they been registered with the Securities and Exchange Commission or any state commission. Although the account owners can direct the portfolio options in which their contributions are invested, they cannot direct the selection or allocation of the underlying investments comprising each portfolio option.

#### **Unit Valuation**

Each account owner's full and/or fractional interest in a portfolio option is evidenced by a unit. The net position value of a unit in a portfolio option is calculated daily based on the fair market value of the underlying investments, adjusted for the effects of such transactions as accrued administrative fees, contributions and withdrawal requests that have been approved but have not yet been processed, and investment income that has not been reinvested in the underlying investments. The value of any individual account is determined by multiplying the number of units in a portfolio attributable to that account holder by the net position value per unit of that portfolio.

#### **Administration**

State of Delaware Title 14, Chapter 34, Subchapter 12 charges the Board with implementing and maintaining the Plan. The Board has entered into a management and services agreement with FMR Corp., Strategic Advisers, Inc., and Fidelity Brokerage Services, Inc. to provide administration, marketing services, and management services for the Plan.

## Delaware Qualified Tuition Savings Plan Trust

Notes to Financial Statements  
December 31, 2018 and 2017

### 2. Summary of Significant Accounting Policies - Continued

#### Subsequent Events

The Plan has evaluated subsequent events for recognition or disclosure through the date the financial statements were available to be issued.

Effective March 6, 2018, the Trust was restated to reflect changes in legislation and other changes recommended by legal counsel.

### 3. Investments

The underlying investment allocations as of December 31, 2018 and 2017, were as follows:

|                           | 2018       |               | 2017       |               |
|---------------------------|------------|---------------|------------|---------------|
|                           | Units      | Value         | Units      | Value         |
| Fidelity Funds            |            |               |            |               |
| 500 Index                 | 227,484    | \$ 19,813,835 | 203,139    | \$ 18,983,356 |
| Blue Chip Growth          | 98,499     | 8,273,927     | 126,084    | 11,065,162    |
| Canada                    | 42,850     | 1,875,985     | 42,354     | 2,315,087     |
| Cash Reserves             | 12,118,716 | 12,118,716    | 9,784,800  | 9,784,800     |
| Commodity Strategy        | 1,104,597  | 9,223,381     | 1,024,887  | 10,822,809    |
| Conservative Income Bond  | 92,985     | 929,851       | 69,585     | 698,635       |
| Contrafund                | 499,736    | 5,502,092     | 60,044     | 7,353,591     |
| Corporate Bond            | 618,372    | 6,783,538     | 822,559    | 9,599,265     |
| Diversified International | 620,676    | 19,644,383    | 591,932    | 23,689,115    |
| Emerging Markets          | 829,773    | 22,096,858    | 702,563    | 23,008,939    |
| Floating Rate High Income | 75,756     | 696,956       | 126,876    | 1,220,545     |
| Global EX US              | 1,863,820  | 21,172,999    | -          | -             |
| Government Income         | 2,410,175  | 24,246,365    | 3,227,673  | 32,954,545    |
| Growth Company            | 772,330    | 12,372,722    | 91,868     | 16,412,207    |
| High Income               | 632,266    | 5,222,520     | 751,216    | 6,730,893     |
| Inflation-Protected Bond  | 1,114,420  | 10,575,842    | 1,198,538  | 14,322,529    |
| Intermediate Treasury     | 377,185    | 3,983,071     | 349,297    | 3,727,000     |
| International Index       | -          | -             | 522,653    | 22,568,162    |
| Investment Grade Bond     | 15,138,250 | 116,110,381   | 13,034,384 | 103,232,326   |
| Investment Money Market   |            |               |            |               |
| Government                | 88,856,920 | 88,856,919    | 78,844,502 | 78,856,945    |
| Large Cap Stock           | 322,539    | 8,702,091     | 352,107    | 11,781,512    |
| Long-Term Treasury Bond   | 593,807    | 7,529,472     | -          | -             |
| Low-Priced Stock          | 105,660    | 4,584,577     | 113,998    | 6,215,181     |
| Mega Cap Stock            | 474,025    | 6,404,084     | 497,057    | 8,663,703     |
| Mortgage Securities       | 513,447    | 5,632,518     | 688,268    | 7,687,954     |
| New Markets Income        | 181,290    | 2,587,014     | 188,113    | 3,051,195     |

## Delaware Qualified Tuition Savings Plan Trust

Notes to Financial Statements  
December 31, 2018 and 2017

### 3. Investments - Continued

|                                | 2018      |               | 2017      |               |
|--------------------------------|-----------|---------------|-----------|---------------|
|                                | Units     | Value         | Units     | Value         |
| Fidelity Funds - Continued     |           |               |           |               |
| Overseas                       | 481,314   | \$ 19,676,130 | 469,104   | \$ 23,783,559 |
| Real Estate Income             | 182,235   | 2,044,679     | 186,004   | 2,230,193     |
| Real Estate Investment         | 35,760    | 1,373,548     | 43,725    | 1,827,707     |
| Short-Term Bond                | 2,181,729 | 18,610,147    | 3,197,011 | 27,430,355    |
| Stock Selector Large Cap Value | 679,121   | 11,925,369    | 773,158   | 16,019,846    |
| Stock Selector Small Cap       | 230,901   | 4,613,407     | 232,819   | 6,160,397     |
| Stock Selector All Cap         | 429,628   | 16,510,606    | 505,603   | 22,216,185    |
| Total Bond                     | 814,845   | 8,344,009     | 2,906,738 | 30,927,694    |
| Total Market Index             | 666,610   | 47,056,025    | 619,975   | 47,335,114    |
| US Bond Index                  | 3,319,266 | 37,441,324    | 3,107,648 | 36,017,636    |
| Value Discovery                | 473,685   | 11,917,914    | 554,308   | 16,036,143    |
| Third Party Funds              |           |               |           |               |
| Acadian Emerging Markets       | 31,357    | 560,673       | 19,429    | 435,022       |
| AQR US Defensive Equity        | 10,577    | 197,481       | -         | -             |
| Alliance Bernstein Select      |           |               |           |               |
| US Equity                      | 24,830    | 351,100       | 20,333    | 340,785       |
| BBH Core Select                | -         | -             | 25,814    | 276,987       |
| Blackrock High Yield Bond      | 9,276     | 66,232        | 7,437     | 58,054        |
| Brandywine GLOBAL              |           |               |           |               |
| Diversified Large Cap Value    | 29,363    | 504,461       | 16,826    | 447,719       |
| Causeway International Value   | 25,190    | 342,833       | 17,853    | 309,206       |
| Credit Suisse Commodity        | 48,070    | 211,025       | 38,548    | 193,512       |
| FDIC Insured Deposit Account   | 9,215,108 | 9,215,108     | 6,445,434 | 6,445,434     |
| Hotchkis & Wiley High Yield    | 5,924     | 66,111        | 4,742     | 58,085        |
| JPMorgan Small Cap Equity      | 11,746    | 572,953       | 9,673     | 554,343       |
| JPMorgan U.S. Equity           | 94,224    | 1,272,973     | 75,642    | 1,235,236     |
| Loomis Sayles Growth           | 22,974    | 328,530       | 19,639    | 319,666       |
| LSV Value Equity               | 21,916    | 504,718       | 20,123    | 447,720       |
| Mainstay High Yield Corporate  |           |               |           |               |
| Bond                           | 10,760    | 57,457        | 8,518     | 48,977        |
| Metropolitan West Total        | 82,798    | 860,275       | 70,323    | 749,640       |
| MFS Research International     | 9,667     | 381,455       | 15,009    | 299,581       |
| MFS International Value        | 20,311    | 330,873       | 7,652     | 346,311       |
| PIMCO Commodities PLUS         |           |               |           |               |
| Strategy                       | 14,915    | 70,397        | 22,487    | 62,787        |
| PIMCO Real Return              | 19,536    | 206,297       | 22,898    | 253,251       |

## Delaware Qualified Tuition Savings Plan Trust

Notes to Financial Statements  
December 31, 2018 and 2017

### 3. Investments - Continued

|                               | 2018   |                       | 2017   |                       |
|-------------------------------|--------|-----------------------|--------|-----------------------|
|                               | Units  | Value                 | Units  | Value                 |
| Third-Party Funds - Continued |        |                       |        |                       |
| PIMCO Short Term              | 38,088 | 371,743               | -      | -                     |
| PIMCO Stocks PLUS             |        |                       |        |                       |
| Absolute Return               | 24,041 | 219,014               | 19,925 | 213,395               |
| PIMCO Total Return            | 86,774 | 861,664               | 72,997 | 749,684               |
| Prudential Total Return       | 46,349 | 644,710               | 38,577 | 562,449               |
| T. Rowe Price Emerging        |        |                       |        |                       |
| Markets                       | 9,932  | 372,341               | 6,455  | 290,207               |
| T. Rowe Price Overseas Stock  | 32,595 | 302,810               | 24,290 | 273,990               |
| Western Asset Core Bond       | 70,309 | 859,177               | 59,244 | 750,030               |
| William Blair International   |        |                       |        |                       |
| Growth                        | 13,720 | 323,235               | 10,340 | 292,482               |
|                               |        | <u>\$ 624,508,901</u> |        | <u>\$ 680,744,838</u> |

### Fair Value Measurement

The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1) and the lowest priority to unobservable inputs (level 3). The three levels of the fair value hierarchy under ASC 820 are described as follows:

**Level 1** - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has the ability to access.

**Level 2** - Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

**Level 3** - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.



## Delaware Qualified Tuition Savings Plan Trust

Notes to Financial Statements  
December 31, 2018 and 2017

### 4. Fair Value Measurement - Continued

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value.

#### Underlying Registered Investment Companies of the Portfolios

Underlying registered investment companies of the Portfolios are valued at the daily closing price as reported by the fund. Mutual funds held in each portfolio are open-end mutual funds that are registered with the U.S. Securities and Exchange Commission. These funds are required to publish their daily net asset value (NAV) and to transact at that price. The mutual funds are deemed to be actively traded. The Portfolios are Level 2 investments comprised of mutual funds quoted in active markets as enumerated below. Those values constitute the significant other observable inputs at which the Portfolios are valued.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Trust believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following table sets forth by level, within the fair value hierarchy, the Trust's assets at fair value as of December 31:

|                                  | 2018                  |             |             |                       |
|----------------------------------|-----------------------|-------------|-------------|-----------------------|
|                                  | Level 1               | Level 2     | Level 3     | Total                 |
| Registered Investment Companies  | \$ 535,651,982        | \$ -        | \$ -        | \$ 535,651,982        |
| Money Market Funds               | 88,856,919            | -           | -           | 88,856,919            |
| Total Investments, at Fair Value | <u>\$ 624,508,901</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 624,508,901</u> |
|                                  |                       |             |             |                       |
|                                  | 2017                  |             |             |                       |
|                                  | Level 1               | Level 2     | Level 3     | Total                 |
| Registered Investment Companies  | \$ 601,887,893        | \$ -        | \$ -        | \$ 601,887,893        |
| Money Market Funds               | 78,856,945            | -           | -           | 78,856,945            |
| Total Investments, at Fair Value | <u>\$ 680,744,838</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 680,744,838</u> |

### 5. Investment Risk

Investment securities are exposed to various risks, such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably

## Delaware Qualified Tuition Savings Plan Trust

Notes to Financial Statements

December 31, 2018 and 2017

### 5. Investment Risk - Continued

possible that changes in the value of investment securities will occur in the near term and that such changes could materially affect participants' account balances and the amounts reported in the statements of fiduciary net position.

#### Credit Risk

Certain underlying investments invest in bonds issued by corporations and the U.S. government and its agencies and instrumentalities. The Plan may be indirectly exposed to credit risk, which is the risk that a bond issuer will fail to pay interest and principal when due as a result of adverse market or economic conditions. The underlying investments in which the Trust invests are not rated as to credit quality by a nationally recognized statistical rating organization.

#### Concentration of Credit Risk

This is the risk of loss attributed to a portfolio being exposed to securities of a single country, region, industry, structure, or size. Its performance may be unduly affected by factors common to the type of securities included.

#### Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. This risk is managed within the applicable portfolios using the effective duration methodology, which is widely used in the management of fixed income portfolios, because it quantifies to a much greater degree, the risk of interest rate changes. As of December 31, 2018 and 2017 the underlying mutual funds exposed to interest rate risk were as follows:

|                                    | <u>2018</u> | <u>2017</u> | <u>Average<br/>Duration</u> |
|------------------------------------|-------------|-------------|-----------------------------|
| Blackrock High Yield Bond          | \$ 66,232   | \$ 58,054   | 3.76 years                  |
| Fidelity Conservative Income Bond  | 929,851     | 698,635     | 0.18 years                  |
| Fidelity Corporate Bond            | 6,783,538   | 9,599,265   | 6.76 years                  |
| Fidelity Government Income         | 24,246,365  | 32,954,545  | 5.60 years                  |
| Fidelity Investment Grade Bond     | 116,110,381 | 103,232,326 | 5.57 years                  |
| Fidelity Long-Term Treasury Bond   | 7,529,472   | -           | 17.39 years                 |
| Fidelity Mortgage Securities       | 5,632,518   | 7,687,954   | 4.46 years                  |
| Fidelity Short-Term Bond           | 18,610,147  | 27,430,355  | 1.62 years                  |
| Fidelity Total Bond                | 8,344,009   | 30,927,694  | 5.38 years                  |
| Fidelity US Bond Index             | 37,441,324  | 36,017,636  | 5.81 years                  |
| Hotchkis & Wiley High Yield        | 66,111      | 58,085      | 3.69 years                  |
| Mainstay High Yield Corporate Bond | 57,457      | 48,977      | 3.33 years                  |
| Metropolitan West Total            | 860,275     | 749,640     | 6.05 years                  |

## Delaware Qualified Tuition Savings Plan Trust

Notes to Financial Statements  
December 31, 2018 and 2017

### 5. Investment Risk - Continued

#### Interest Rate Risk - Continued

|                         | 2018                  | 2017                  | Average<br>Duration |
|-------------------------|-----------------------|-----------------------|---------------------|
| PIMCO Real Return       | \$ 206,297            | \$ 253,251            | 6.69 years          |
| PIMCO Short Term        | 371,743               | -                     | 0.17 years          |
| PIMCO Total Return      | 861,664               | 749,684               | 3.47 years          |
| Prudential Total Return | 644,710               | 562,449               | 6.20 years          |
| Western Asset Core Bond | 859,177               | 750,030               | 5.70 years          |
|                         | <u>\$ 229,621,271</u> | <u>\$ 251,778,580</u> |                     |

#### Custodial Credit Risk

Custodial credit risk is the risk that in the event of a failure, the portfolios' deposits and investments may not be returned. The portfolios' investments consist of shares in the underlying investments rather than individual securities and, therefore, are not exposed to custodial credit risk. The Trust's cash balance held by PNC was insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 as of December 31, 2018 and 2017. The uninsured balance of cash as of December 31, 2018 and 2017 was \$1,572,818 and \$1,461,562, respectively.

Investments are held in a trust account for the benefit of the Plan. As a result, the investments of the Plan are not exposed to custodial credit risk.

#### Foreign Currency Risk

This risk relates to adverse effects on the fair value of an investment from changes in exchange rates. The portfolios do not have any direct investment in foreign securities. Certain portfolios allocate assets to underlying mutual funds that are exposed to foreign currency risk. As of December 31, 2018 and 2017, the value of investments in underlying mutual funds that invest in foreign denominated investments were as follows:

|                                    | 2018       | 2017       |
|------------------------------------|------------|------------|
| Acadian Emerging Markets           | \$ 560,673 | \$ 435,022 |
| Causeway International Value       | 342,833    | 309,206    |
| Fidelity Canada                    | 1,875,985  | 2,315,087  |
| Fidelity Diversified International | 19,644,383 | 23,689,115 |
| Fidelity Emerging Markets          | 22,096,858 | 23,008,939 |
| Fidelity Global EX US              | 21,172,999 | -          |
| Fidelity International Index       | -          | 22,568,162 |
| Fidelity Overseas                  | 19,676,130 | 23,783,559 |

## Delaware Qualified Tuition Savings Plan Trust

Notes to Financial Statements  
December 31, 2018 and 2017

### 5. Investment Risk - Continued

#### Foreign Currency Risk - Continued

|                                    | <u>2018</u>          | <u>2017</u>          |
|------------------------------------|----------------------|----------------------|
| MFS Research International         | \$ 381,455           | \$ 299,581           |
| MFS International Value            | 330,873              | 346,311              |
| T. Rowe Price Emerging Markets     | 372,341              | 290,207              |
| T. Rowe Price Overseas Stock       | 302,810              | 273,990              |
| William Blair International Growth | 323,235              | 292,482              |
|                                    | <u>\$ 87,080,575</u> | <u>\$ 97,611,661</u> |

### 6. Fees and Expenses

#### Fees

The Trustee has entered into a management and administrative services agreement with Fidelity Brokerage Services, LLC (FBS) to provide administrative, record keeping, distribution, and marketing services to the Trust. According to this agreement and a related investment advisory agreement with FMR Co., Inc., an investment adviser registered under the Investment Advisers Act of 1940 that provides investment management services to the Trust, a management and administration fee is charged to the Portfolios at an annual rate based on the net assets of each Portfolio. The management and administration fee has up to three components: a program manager fee that is paid to FMR Co., Inc., a bank administration fee that is paid to FBS, and a fee that is paid to the Trustee (a state fee).

For Fidelity Fund Portfolios that invest in underlying actively managed funds, the program manager fee is charged at an annual rate of .15%. For Fidelity Index Portfolios that invest in underlying index funds, the program manager fee is charged at an annual rate of .08%. For Multi-firm Portfolios that invest in Fidelity funds and third-party funds, the program manager fee is charged at an annual rate of .30%. For the Delaware Bank Deposit Portfolio, the program manager fee is charged at an annual rate ranging from .00% to .05%, depending on the daily federal funds target rate.

The bank administration fee paid to Fidelity for its administration services in connection with the Delaware Bank Deposit Portfolio is charged at an annual rate ranging from .00% to .40%, depending on the daily federal funds target rate. The bank administration fee is charged only to the Bank Deposit Portfolio.

For Fidelity Funds Portfolios that invest in underlying actively managed funds, the state fee is charged at an annual rate of .05%. For Fidelity Index Portfolios that invest in underlying index funds, the state fee is charged at an annual rate of .01%. For Multi-firm Portfolios that invest in Fidelity funds and third-party funds, the state fee is charged at an annual rate of .05%. For the Delaware Bank Deposit Portfolio, the state fee is charged at an annual rate of .05%.

## **Delaware Qualified Tuition Savings Plan Trust**

---

Notes to Financial Statements  
December 31, 2018 and 2017

### **6. Fees and Expenses - Continued**

#### **Underlying Investment Expenses**

Fees related to the management of each of the underlying investments are paid directly to the related fund manager or advisor and reduce the amount of income available for distribution to the Portfolios. These expenses are not reflected in the Plan's financial statements. The expense ratios of the underlying funds, which are the ratios of the total operating expenses of the underlying investments as a percentage of their average daily net position, vary over time and ranged from 0.33% to 0.79% for the Fidelity Fund Portfolios, 0.02% to 0.11% for the Fidelity Index Fund Portfolios, and 0.54% to 0.80% for the Multi-firm Fund Portfolios for the years ended December 31, 2018 and 2017.

### **7. Related-Party Transactions**

Two State of Delaware employees are required to serve on the Plan's Management Board.

Four members of the public are required to serve on the Plan's Management Board.

Employees of the State of Delaware, Office of State Treasurer, and Plans Management Board may participate in the Plan.

### **8. Income Taxes**

The Plan has been designed to comply with the requirements for treatment as a qualified tuition program under Section 529 of the Internal Revenue Code and is exempt from federal and state income tax. Therefore, no provision for income tax is required.

Account owners may request withdrawals for qualified or nonqualified expenses. It is the responsibility of the account owner to determine whether the withdrawal is for qualified or nonqualified purposes and to calculate the applicable amount of federal or state tax or penalties for withdrawals, if any.

## **SUPPLEMENTAL INFORMATION**

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Fiduciary Net Position by Portfolio**  
**December 31, 2018**

|   | <b>Age-Based Fidelity Funds Portfolios</b> |                                    |                                    |                                    |                                    |
|---|--|------------------------------------|------------------------------------|------------------------------------|------------------------------------|
|   | <b>Delaware College<br/>Portfolio</b>      | <b>Delaware<br/>Portfolio 2018</b> | <b>Delaware<br/>Portfolio 2021</b> | <b>Delaware<br/>Portfolio 2024</b> | <b>Delaware<br/>Portfolio 2027</b> |
| <b>Assets</b>                             |  |                                    |                                    |                                    |                                    |
| Cash                                      | \$ -                                       | \$ -                               | \$ -                               | \$ -                               | \$ -                               |
| Investments, at Fair Value                | 61,047,363                                 | 128,731,073                        | 110,985,683                        | 52,687,936                         | 21,484,685                         |
| Receivables                               |  |                                    |                                    |                                    |                                    |
| Capital Shares                            | 8,556                                      | 72,598                             | 58,377                             | 24,806                             | 7,205                              |
| Securities Sold                           | 854,785                                    | 1,349,803                          | 1,154,029                          | 640,155                            | 258,333                            |
| Accrued Dividends                         | 113,469                                    | 229,366                            | 175,832                            | 69,290                             | 23,041                             |
| Total Receivables                         | 976,810                                    | 1,651,767                          | 1,388,238                          | 734,251                            | 288,579                            |
| Total Assets                              | 62,024,173                                 | 130,382,840                        | 112,373,921                        | 53,422,187                         | 21,773,264                         |
| <b>Liabilities</b>                        |  |                                    |                                    |                                    |                                    |
| Capital Shares Payable                    | 447,210                                    | 494,079                            | 70,261                             | 17,749                             | 1,958                              |
| Securities Purchased Payable              | 529,487                                    | 1,157,684                          | 1,317,749                          | 716,487                            | 286,639                            |
| Administrative and Management Fee Payable | 10,774                                     | 22,303                             | 18,905                             | 8,963                              | 3,661                              |
| Total Liabilities                         | 987,471                                    | 1,674,066                          | 1,406,915                          | 743,199                            | 292,258                            |
| <b>Net Position</b>                       | <u>\$ 61,036,702</u>                       | <u>\$ 128,708,774</u>              | <u>\$ 110,967,006</u>              | <u>\$ 52,678,988</u>               | <u>\$ 21,481,006</u>               |
| <b>Unit Information</b>                   |  |                                    |                                    |                                    |                                    |
| Units Outstanding                         | 2,901,832                                  | 5,899,188                          | 4,995,282                          | 2,659,145                          | 1,378,154                          |
| Net Position Value per Unit, Ending       | <u>\$ 21.03</u>                            | <u>\$ 21.82</u>                    | <u>\$ 22.21</u>                    | <u>\$ 19.81</u>                    | <u>\$ 15.59</u>                    |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2018**

|   | <b>Age-Based Fidelity Funds Portfolios</b> |                                |                                | <b>Total Age-Based Fidelity Fund Portfolios</b> |
|---|--|--------------------------------|--------------------------------|---|
|   | <b>Delaware Portfolio 2030</b>             | <b>Delaware Portfolio 2033</b> | <b>Delaware Portfolio 2036</b> |   |
| <b>Assets</b>                             |  |                                |                                |   |
| Cash                                      | \$ -                                       | \$ -                           | \$ -                           | \$ -  |
| Investments, at Fair Value                | 9,219,250                                  | 2,987,321                      | 891,586                        | 388,034,897                                     |
| Receivables                               |  |                                |                                |   |
| Capital Shares                            | 4,665                                      | 15,395                         | 18,207                         | 209,809   |
| Securities Sold                           | 92,117                                     | 22,031                         | 1,679                          | 4,372,932                                       |
| Accrued Dividends                         | 7,358                                      | 1,409                          | 130                            | 619,895   |
| Total Receivables                         | 104,140                                    | 38,835                         | 20,016                         | 5,202,636                                       |
| Total Assets                              | 9,323,390                                  | 3,026,156                      | 911,602                        | 393,237,533                                     |
| <b>Liabilities</b>                        |  |                                |                                |   |
| Capital Shares Payable                    | -  | -                              | -                              | 1,031,257                                       |
| Securities Purchased Payable              | 104,154                                    | 38,854                         | 20,019                         | 4,171,073                                       |
| Administrative and Management Fee Payable | 1,573                                      | 506                            | 146                            | 66,831  |
| Total Liabilities                         | 105,727                                    | 39,360                         | 20,165                         | 5,269,161                                       |
| <b>Net Position</b>                       | <u>\$ 9,217,663</u>                        | <u>\$ 2,986,796</u>            | <u>\$ 891,437</u>              | <u>\$ 387,968,372</u>                           |
| <b>Unit Information</b>                   |  |                                |                                |   |
| Units Outstanding                         | 530,749                                    | 226,342                        | 78,787                         |   |
| Net Position Value per Unit, Ending       | <u>\$ 17.37</u>                            | <u>\$ 13.20</u>                | <u>\$ 11.31</u>                |   |



**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2018**

|   | <b>Age-Based Fidelity Index Funds Portfolios</b> |                                    |                                    |                                    |                                    |
|---|--|------------------------------------|------------------------------------|------------------------------------|------------------------------------|
|   | <b>Delaware College<br/>Portfolio</b>            | <b>Delaware<br/>Portfolio 2018</b> | <b>Delaware<br/>Portfolio 2021</b> | <b>Delaware<br/>Portfolio 2024</b> | <b>Delaware<br/>Portfolio 2027</b> |
| <b>Assets</b>                             |  |                                    |                                    |                                    |                                    |
| Cash                                      | \$ -   | \$ -                               | \$ -                               | \$ -                               | \$ -                               |
| Investments, at Fair Value                | 4,887,311  | 12,852,852                         | 17,365,029                         | 18,036,197                         | 13,571,191                         |
| Receivables                               |  |                                    |                                    |                                    |                                    |
| Capital Shares                            | 1,630  | 1,020                              | 220                                | 1,585                              | 24,475                             |
| Securities Sold                           | 64,578   | 171,815                            | 265,005                            | 349,993                            | 258,890                            |
| Accrued Dividends                         | 8,935  | 23,302                             | 27,487                             | 23,749                             | 14,279                             |
| Total Receivables                         | 75,143   | 196,137                            | 292,712                            | 375,327                            | 297,644                            |
| Total Assets                              | 4,962,454  | 13,048,989                         | 17,657,741                         | 18,411,524                         | 13,868,835                         |
| <b>Liabilities</b>                        |  |                                    |                                    |                                    |                                    |
| Capital Shares Payable                    | 1,260  | 3,346                              | -                                  | -                                  | -                                  |
| Securities Purchased Payable              | 73,887   | 192,780                            | 292,707                            | 375,308                            | 297,632                            |
| Administrative and Management Fee Payable | 381  | 993                                | 1,322                              | 1,378                              | 1,035                              |
| Total Liabilities                         | 75,528   | 197,119                            | 294,029                            | 376,686                            | 298,667                            |
| <b>Net Position</b>                       | <u>\$ 4,886,926</u>                              | <u>\$ 12,851,870</u>               | <u>\$ 17,363,712</u>               | <u>\$ 18,034,838</u>               | <u>\$ 13,570,168</u>               |
| <b>Unit Information</b>                   |  |                                    |                                    |                                    |                                    |
| Units Outstanding                         | 330,037  | 811,728                            | 1,046,215                          | 1,046,648                          | 837,502                            |
| Net Position Value per Unit, Ending       | <u>\$ 14.81</u>                                  | <u>\$ 15.83</u>                    | <u>\$ 16.60</u>                    | <u>\$ 17.23</u>                    | <u>\$ 16.20</u>                    |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2018**

|   | <b>Age-Based Fidelity Index Funds Portfolios</b> |                                    |                                    |   |
|---|--|------------------------------------|------------------------------------|---|
|   | <b>Delaware<br/>Portfolio 2030</b>               | <b>Delaware<br/>Portfolio 2033</b> | <b>Delaware<br/>Portfolio 2036</b> | <b>Total Age-Based<br/>Fidelity Index<br/>Fund Portfolios</b> |
| <b>Assets</b>                             |  |                                    |                                    |   |
| Cash                                      | \$ -   | \$ -                               | \$ -                               | \$ -  |
| Investments, at Fair Value                | 6,195,430  | 4,469,105                          | 998,324                            | 78,375,439  |
| Receivables                               |  |                                    |                                    |   |
| Capital Shares                            | 9,465  | 3,691                              | 21,216                             | 63,302  |
| Securities Sold                           | 122,789  | 78,331                             | 4,849                              | 1,316,250   |
| Accrued Dividends                         | 4,835  | 2,022                              | 168                                | 104,777   |
| Total Receivables                         | 137,089  | 84,044                             | 26,233                             | 1,484,329   |
| Total Assets                              | 6,332,519  | 4,553,149                          | 1,024,557                          | 79,859,768  |
| <b>Liabilities</b>                        |  |                                    |                                    |   |
| Capital Shares Payable                    | -  | -                                  | -                                  | 4,606   |
| Securities Purchased Payable              | 137,086  | 84,046                             | 26,233                             | 1,479,679   |
| Administrative and Management Fee Payable | 468  | 317                                | 74                                 | 5,968   |
| Total Liabilities                         | 137,554  | 84,363                             | 26,307                             | 1,490,253   |
| <b>Net Position</b>                       | <u>\$ 6,194,965</u>                              | <u>\$ 4,468,786</u>                | <u>\$ 998,250</u>                  | <u>\$ 78,369,515</u>  |
| <b>Unit Information</b>                   |  |                                    |                                    |   |
| Units Outstanding                         | 346,072  | 342,787                            | 89,394                             |   |
| Net Position Value per Unit, Ending       | <u>\$ 17.90</u>                                  | <u>\$ 13.04</u>                    | <u>\$ 11.17</u>                    |   |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2018**

|   | <b>Age-Based Multi-Firm Funds Portfolios</b> |                                    |                                    |                                    |                                    |
|---|--|------------------------------------|------------------------------------|------------------------------------|------------------------------------|
|   | <b>Delaware College<br/>Portfolio</b>        | <b>Delaware<br/>Portfolio 2018</b> | <b>Delaware<br/>Portfolio 2021</b> | <b>Delaware<br/>Portfolio 2024</b> | <b>Delaware<br/>Portfolio 2027</b> |
| <b>Assets</b>                             |  |                                    |                                    |                                    |                                    |
| Cash                                      | \$ 687                                       | \$ 816                             | \$ 1,961                           | \$ 2,440                           | \$ 3,934                           |
| Investments, at Fair Value                | 1,175,844                                    | 1,397,844                          | 2,219,451                          | 1,997,819                          | 2,566,073                          |
| Receivables                               |  |                                    |                                    |                                    |                                    |
| Capital Shares                            | -  | 125                                | 425                                | 1,025                              | 8,900                              |
| Securities Sold                           | 14,850                                       | 17,504                             | 32,879                             | 36,281                             | 45,342                             |
| Accrued Dividends                         | 2,467  | 2,923                              | 4,082                              | 3,053                              | 3,140                              |
| Total Receivables                         | 17,317                                       | 20,552                             | 37,386                             | 40,359                             | 57,382                             |
| Total Assets                              | 1,193,848                                    | 1,419,212                          | 2,258,798                          | 2,040,618                          | 2,627,389                          |
| <b>Liabilities</b>                        |  |                                    |                                    |                                    |                                    |
| Capital Shares Payable                    | -  | -                                  | -                                  | -                                  | -                                  |
| Securities Purchased Payable              | 17,902                                       | 21,246                             | 39,172                             | 42,667                             | 61,186                             |
| Administrative and Management Fee Payable | 350  | 415                                | 655                                | 596                                | 775                                |
| Total Liabilities                         | 18,252                                       | 21,661                             | 39,827                             | 43,263                             | 61,961                             |
| <b>Net Position</b>                       | <u>\$ 1,175,596</u>                          | <u>\$ 1,397,551</u>                | <u>\$ 2,218,971</u>                | <u>\$ 1,997,355</u>                | <u>\$ 2,565,428</u>                |
| <b>Unit Information</b>                   |  |                                    |                                    |                                    |                                    |
| Units Outstanding                         | 92,501                                       | 95,102                             | 138,517                            | 115,910                            | 140,444                            |
| Net Position Value per Unit, Ending       | <u>\$ 12.71</u>                              | <u>\$ 14.70</u>                    | <u>\$ 16.02</u>                    | <u>\$ 17.23</u>                    | <u>\$ 18.27</u>                    |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2018**

|   | <b>Age-Based Multi-Firm Funds Portfolios</b> |                                    |                                    |   |
|---|--|------------------------------------|------------------------------------|---|
|   | <b>Delaware<br/>Portfolio 2030</b>           | <b>Delaware<br/>Portfolio 2033</b> | <b>Delaware<br/>Portfolio 2036</b> | <b>Total Age-Based<br/>Multi-Firm Fund<br/>Portfolios</b> |
| <b>Assets</b>                             |  |                                    |                                    |   |
| Cash                                      | \$ 5,878                                     | \$ 3,682                           | \$ 697                             | \$ 20,095   |
| Investments, at Fair Value                | 3,143,841                                    | 1,679,008                          | 275,837                            | 14,455,717  |
| Receivables                               |  |                                    |                                    |   |
| Capital Shares                            | 4,225  | 6,142                              | 495                                | 21,337  |
| Securities Sold                           | 51,542                                       | 21,235                             | 2,484                              | 222,117   |
| Accrued Dividends                         | 2,793  | 859                                | 32                                 | 19,349  |
| Total Receivables                         | 58,560                                       | 28,236                             | 3,011                              | 262,803   |
| Total Assets                              | 3,208,279                                    | 1,710,926                          | 279,545                            | 14,738,615  |
| <b>Liabilities</b>                        |  |                                    |                                    |   |
| Capital Shares Payable                    | -  | 102                                | -                                  | 102   |
| Securities Purchased Payable              | 64,324                                       | 31,789                             | 3,707                              | 281,993   |
| Administrative and Management Fee Payable | 945  | 500                                | 61                                 | 4,297   |
| Total Liabilities                         | 65,269                                       | 32,391                             | 3,768                              | 286,392   |
| <b>Net Position</b>                       | <u>\$ 3,143,010</u>                          | <u>\$ 1,678,535</u>                | <u>\$ 275,777</u>                  | <u>\$ 14,452,223</u>                                      |
| <b>Unit Information</b>                   |  |                                    |                                    |   |
| Units Outstanding                         | 165,728                                      | 130,531                            | 24,659                             |   |
| Net Position Value per Unit, Ending       | <u>\$ 18.96</u>                              | <u>\$ 12.86</u>                    | <u>\$ 11.18</u>                    |   |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2018**

|   | <b>Target Risk Fidelity Funds Portfolios</b>          |   |   |   |
|---|---|---|---|---|
|   | <b>Delaware<br/>Conservative<br/>Growth Portfolio</b> | <b>Delaware<br/>Moderate Growth<br/>Portfolio</b> | <b>Delaware<br/>Aggressive<br/>Growth Portfolio</b> | <b>Total Target Risk<br/>Fidelity Fund<br/>Portfolios</b> |
| <b>Assets</b>                             |   |   |   |   |
| Cash                                      | \$ -  | \$ -  | \$ -  | \$ -  |
| Investments, at Fair Value                | 7,378,259   | 16,293,311  | 32,427,335  | 56,098,905  |
| Receivables                               |   |   |   |   |
| Capital Shares                            | 26,556  | 1,801   | 32,947  | 61,304  |
| Securities Sold                           | 9,508   | 297,862   | 320,788   | 628,158   |
| Accrued Dividends                         | 15,855  | 13,301  | -   | 29,156  |
| Total Receivables                         | 51,919  | 312,964   | 353,735   | 718,618   |
| Total Assets                              | 7,430,178   | 16,606,275  | 32,781,070  | 56,817,523  |
| <b>Liabilities</b>                        |   |   |   |   |
| Capital Shares Payable                    | 1,971   | 7,314   | 37,592  | 46,877  |
| Securities Purchased Payable              | 49,953  | 305,531   | 316,090   | 671,574   |
| Administrative and Management Fee Payable | 1,261   | 2,811   | 5,868   | 9,940   |
| Total Liabilities                         | 53,185  | 315,656   | 359,550   | 728,391   |
| <b>Net Position</b>                       | <u>\$ 7,376,993</u>                                   | <u>\$ 16,290,619</u>                              | <u>\$ 32,421,520</u>                                | <u>\$ 56,089,132</u>                                      |
| <b>Unit Information</b>                   |   |   |   |   |
| Units Outstanding                         | 471,835   | 693,961   | 1,463,255   |   |
| Net Position Value per Unit, Ending       | <u>\$ 15.63</u>                                       | <u>\$ 23.47</u>                                   | <u>\$ 22.16</u>                                     |   |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2018**

|   | <b>Target Risk Fidelity Index Funds Portfolios</b>    |   |   |   |
|---|---|---|---|---|
|   | <b>Delaware<br/>Conservative<br/>Growth Portfolio</b> | <b>Delaware<br/>Moderate Growth<br/>Portfolio</b> | <b>Delaware<br/>Aggressive<br/>Growth Portfolio</b> | <b>Total Target Risk<br/>Fidelity Index<br/>Fund Portfolios</b> |
| <b>Assets</b>                             |   |   |   |   |
| Cash                                      | \$ -  | \$ -  | \$ -  | \$ -  |
| Investments, at Fair Value                | 3,476,509   | 9,156,563   | 13,209,133  | 25,842,205  |
| Receivables                               |   |   |   |   |
| Capital Shares                            | 8,159   | 1,003   | 3,168   | 12,330  |
| Securities Sold                           | 15,900  | 202,617   | 146,986   | 365,503   |
| Accrued Dividends                         | 7,436   | 7,034   | -   | 14,470  |
| Total Receivables                         | 31,495  | 210,654   | 150,154   | 392,303   |
| Total Assets                              | 3,508,004   | 9,367,217   | 13,359,287  | 26,234,508  |
| <b>Liabilities</b>                        |   |   |   |   |
| Capital Shares Payable                    | 9,067   | -   | 2,327   | 11,394  |
| Securities Purchased Payable              | 22,440  | 210,653   | 147,804   | 380,897   |
| Administrative and Management Fee Payable | 268   | 707   | 1,045   | 2,020   |
| Total Liabilities                         | 31,775  | 211,360   | 151,176   | 394,311   |
| <b>Net Position</b>                       | <u>\$ 3,476,229</u>                                   | <u>\$ 9,155,857</u>                               | <u>\$ 13,208,111</u>                                | <u>\$ 25,840,197</u>  |
| <b>Unit Information</b>                   |   |   |   |   |
| Units Outstanding                         | 256,579   | 484,112   | 698,597   |   |
| Net Position Value per Unit, Ending       | <u>\$ 13.55</u>                                       | <u>\$ 18.91</u>                                   | <u>\$ 18.91</u>                                     |   |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2018**

|   | <b>Individual Funds Portfolios</b>         |  |   |  |  |
|---|--|--|---|--|--|
|   | <b>Delaware Money<br/>Market Portfolio</b> | <b>Intermediate<br/>Treasury Index<br/>Portfolio</b> | <b>Delaware<br/>International<br/>Index Portfolio</b> | <b>Delaware Fidelity<br/>500 Index<br/>Portfolio</b> | <b>Delaware Total<br/>Market Index<br/>Portfolio</b> |
| <b>Assets</b>                             |  |  |   |  |  |
| Cash                                      | \$ -                                       | \$ -   | \$ -  | \$ -   | \$ -   |
| Investments, at Fair Value                | 12,118,716                                 | 3,983,071  | 5,357,782   | 19,813,835   | 11,213,226   |
| Receivables                               |  |  |   |  |  |
| Capital Shares                            | 14,539                                     | 404  | 464   | 26,228   | 31,236   |
| Securities Sold                           | 128,673                                    | -  | -   | -  | -  |
| Accrued Dividends                         | 19,927                                     | 7,737  | -   | -  | -  |
| Total Receivables                         | 163,139                                    | 8,141  | 464   | 26,228   | 31,236   |
| Total Assets                              | 12,281,855                                 | 3,991,212  | 5,358,246   | 19,840,063   | 11,244,462   |
| <b>Liabilities</b>                        |  |  |   |  |  |
| Capital Shares Payable                    | 143,212                                    | -  | -   | 9,975  | 4,755  |
| Securities Purchased Payable              | 19,928                                     | 8,137  | 459   | 16,261   | 26,540   |
| Administrative and Management Fee Payable | 2,005                                      | 297  | 417   | 1,559  | 876  |
| Total Liabilities                         | 165,145                                    | 8,434  | 876   | 27,795   | 32,171   |
| <b>Net Position</b>                       | <u>\$ 12,116,710</u>                       | <u>\$ 3,982,778</u>                                  | <u>\$ 5,357,370</u>                                   | <u>\$ 19,812,268</u>                                 | <u>\$ 11,212,291</u>                                 |
| <b>Unit Information</b>                   |  |  |   |  |  |
| Units Outstanding                         | 1,096,932                                  | 245,930  | 445,545   | 862,556  | 481,651  |
| Net Position Value per Unit, Ending       | <u>\$ 11.05</u>                            | <u>\$ 16.19</u>                                      | <u>\$ 12.02</u>                                       | <u>\$ 22.97</u>                                      | <u>\$ 23.28</u>                                      |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2018**

|   | <u>Individual Funds</u>                     |  |                                |                       |
|---|---|--|--------------------------------|-----------------------|
|   | <u>Total Individual<br/>Fund Portfolios</u> | <u>Interest -Bearing<br/>Bank Deposit<br/>Fund</u> | <u>Administrative<br/>Fund</u> | <u>Total</u>          |
| <b>Assets</b>                             |   |  |                                |                       |
| Cash                                      | \$ -  | \$ -   | \$ 1,822,818                   | \$ 1,842,913          |
| Investments, at Fair Value                | 52,486,630                                  | 9,215,108  | -                              | 624,508,901           |
| Receivables                               |   |  |                                |                       |
| Capital Shares                            | 72,871                                      | 149,981  | -                              | 590,934               |
| Securities Sold                           | 128,673                                     | -  | -                              | 7,033,633             |
| Accrued Dividends                         | 27,664                                      | 16,471   | -                              | 831,782               |
| Total Receivables                         | 229,208                                     | 166,452  | -                              | 8,456,349             |
| Total Assets                              | 52,715,838                                  | 9,381,560  | 1,822,818                      | 634,808,163           |
| <b>Liabilities</b>                        |   |  |                                |                       |
| Capital Shares Payable                    | 157,942                                     | 71,381   | -                              | 1,323,559             |
| Securities Purchased Payable              | 71,325                                      | 95,231   | -                              | 7,151,772             |
| Administrative and Management Fee Payable | 5,154                                       | 3,649  | -                              | 97,859                |
| Total Liabilities                         | 234,421                                     | 170,261  | -                              | 8,573,190             |
| <b>Net Position</b>                       | <u>\$ 52,481,417</u>                        | <u>\$ 9,211,299</u>                                | <u>\$ 1,822,818</u>            | <u>\$ 626,234,973</u> |
| <b>Unit Information</b>                   |   |  |                                |                       |
| Units Outstanding                         |   | 895,430  |                                |                       |
| Net Position Value per Unit, Ending       |   | <u>\$ 10.29</u>                                    |                                |                       |



**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Changes in Fiduciary Net Position by Portfolio**  
**December 31, 2018**

|   | <b>Age-Based Fidelity Funds Portfolios</b> |                                    |                                    |                                    |                                    |
|---|--|------------------------------------|------------------------------------|------------------------------------|------------------------------------|
|   | <b>Delaware College<br/>Portfolio</b>      | <b>Delaware<br/>Portfolio 2018</b> | <b>Delaware<br/>Portfolio 2021</b> | <b>Delaware<br/>Portfolio 2024</b> | <b>Delaware<br/>Portfolio 2027</b> |
| <b>Additions</b>  |  |                                    |                                    |                                    |                                    |
| Subscriptions   | \$ 6,092,287                               | \$ 8,953,510                       | \$ 7,969,743                       | \$ 5,142,367                       | \$ 2,581,902                       |
| Investment Income                                       |  |                                    |                                    |                                    |                                    |
| Net Increase (Decrease) in Fair Value of<br>Investments | (3,747,754)                                | (7,335,245)                        | (8,094,132)                        | (4,874,942)                        | (2,398,593)                        |
| Interest and Dividends                                  | 2,380,832                                  | 4,677,014                          | 4,418,581                          | 2,378,053                          | 1,088,073                          |
| Less: Investment Expenses                               | (148,034)                                  | (287,185)                          | (228,215)                          | (107,723)                          | (44,371)                           |
| Net Investment Income (Loss)                            | (1,514,956)                                | (2,945,416)                        | (3,903,766)                        | (2,604,612)                        | (1,354,891)                        |
| Other Income  | -  | -                                  | -                                  | -                                  | -                                  |
| Total Additions   | 4,577,331                                  | 6,008,094                          | 4,065,977                          | 2,537,755                          | 1,227,011                          |
| <b>Deductions</b>                                       |  |                                    |                                    |                                    |                                    |
| Redemptions   | 29,582,688                                 | 29,386,992                         | 6,721,723                          | 2,184,825                          | 1,104,119                          |
| Total Deductions  | 29,582,688                                 | 29,386,992                         | 6,721,723                          | 2,184,825                          | 1,104,119                          |
| Net Increase (Decrease) in Net Position                 | (25,005,357)                               | (23,378,898)                       | (2,655,746)                        | 352,930                            | 122,892                            |
| <b>Net Position, Beginning of Year</b>                  | 86,042,059                                 | 152,087,672                        | 113,622,752                        | 52,326,058                         | 21,358,114                         |
| <b>Net Position, End of Year</b>                        | \$ 61,036,702                              | \$ 128,708,774                     | \$ 110,967,006                     | \$ 52,678,988                      | \$ 21,481,006                      |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Changes in Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2018**

|   | <b>Age-Based Fidelity Funds Portfolios</b> |                                    |                                    |   |
|---|--|------------------------------------|------------------------------------|---|
|   | <b>Delaware<br/>Portfolio 2030</b>         | <b>Delaware<br/>Portfolio 2033</b> | <b>Delaware<br/>Portfolio 2036</b> | <b>Total Age-Based<br/>Fidelity Fund<br/>Portfolios</b> |
| <b>Additions</b>  |  |                                    |                                    |   |
| Subscriptions   | \$ 1,968,737                               | \$ 897,908                         | \$ 740,920                         | \$ 34,347,374   |
| Investment Income                                       |  |                                    |                                    |   |
| Net Increase (Decrease) in Fair Value of<br>Investments | (1,232,367)                                | (448,372)                          | (145,038)                          | (28,276,443)  |
| Interest and Dividends                                  | 510,951                                    | 181,002                            | 53,208                             | 15,687,714  |
| Less: Investment Expenses                               | (18,103)                                   | (5,885)                            | (1,216)                            | (840,732)   |
| Net Investment Income (Loss)                            | (739,519)                                  | (273,255)                          | (93,046)                           | (13,429,461)  |
| Other Income  | -  | -                                  | -                                  | -   |
| Total Additions   | 1,229,218                                  | 624,653                            | 647,874                            | 20,917,913  |
| <b>Deductions</b>                                       |  |                                    |                                    |   |
| Redemptions   | 363,983                                    | 259,513                            | 43,882                             | 69,647,725  |
| Total Deductions  | 363,983                                    | 259,513                            | 43,882                             | 69,647,725  |
| Net Increase (Decrease) in Net Position                 | 865,235                                    | 365,140                            | 603,992                            | (48,729,812)  |
| <b>Net Position, Beginning of Year</b>                  | 8,352,428                                  | 2,621,656                          | 287,445                            | 436,698,184   |
| <b>Net Position, End of Year</b>                        | \$ 9,217,663                               | \$ 2,986,796                       | \$ 891,437                         | \$ 387,968,372  |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Changes in Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2018**

|   | <b>Age-Based Fidelity Index Funds Portfolios</b> |                                    |                                    |                                    |                                    |
|---|--|------------------------------------|------------------------------------|------------------------------------|------------------------------------|
|   | <b>Delaware College<br/>Portfolio</b>            | <b>Delaware<br/>Portfolio 2018</b> | <b>Delaware<br/>Portfolio 2021</b> | <b>Delaware<br/>Portfolio 2024</b> | <b>Delaware<br/>Portfolio 2027</b> |
| <b>Additions</b>  |  |                                    |                                    |                                    |                                    |
| Subscriptions   | \$ 793,682                                       | \$ 2,269,036                       | \$ 3,175,166                       | \$ 2,908,752                       | \$ 2,266,400                       |
| Investment Income                                       |  |                                    |                                    |                                    |                                    |
| Net Increase (Decrease) in Fair Value of<br>Investments | (197,621)  | (467,521)                          | (764,074)                          | (1,040,594)                        | (938,604)                          |
| Interest and Dividends                                  | 147,817  | 334,525                            | 416,139                            | 450,137                            | 339,564                            |
| Less: Investment Expenses                               | (5,686)  | (12,473)                           | (14,888)                           | (16,069)                           | (11,875)                           |
| Net Investment Income (Loss)                            | (55,490)   | (145,469)                          | (362,823)                          | (606,526)                          | (610,915)                          |
| Other Income  | -  | -                                  | -                                  | -                                  | -                                  |
| Total Additions   | 738,192  | 2,123,567                          | 2,812,343                          | 2,302,226                          | 1,655,485                          |
| <b>Deductions</b>                                       |  |                                    |                                    |                                    |                                    |
| Redemptions   | 3,284,418  | 3,051,148                          | 1,274,520                          | 1,834,336                          | 471,518                            |
| Total Deductions  | 3,284,418  | 3,051,148                          | 1,274,520                          | 1,834,336                          | 471,518                            |
| Net Increase (Decrease) in Net Position                 | (2,546,226)                                      | (927,581)                          | 1,537,823                          | 467,890                            | 1,183,967                          |
| <b>Net Position, Beginning of Year</b>                  | 7,433,152  | 13,779,451                         | 15,825,889                         | 17,566,948                         | 12,386,201                         |
| <b>Net Position, End of Year</b>                        | \$ 4,886,926                                     | \$ 12,851,870                      | \$ 17,363,712                      | \$ 18,034,838                      | \$ 13,570,168                      |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Changes in Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2018**

|   | <b>Age-Based Fidelity Index Funds Portfolios</b> |                                    |                                    |   |
|---|--|------------------------------------|------------------------------------|---|
|   | <b>Delaware<br/>Portfolio 2030</b>               | <b>Delaware<br/>Portfolio 2033</b> | <b>Delaware<br/>Portfolio 2036</b> | <b>Total Age-Based<br/>Fidelity Index<br/>Fund Portfolios</b> |
| <b>Additions</b>  |  |                                    |                                    |   |
| Subscriptions   | \$ 1,468,202                                     | \$ 1,764,211                       | \$ 729,797                         | \$ 15,375,246   |
| Investment Income                                       |  |                                    |                                    |   |
| Net Increase (Decrease) in Fair Value of<br>Investments | (501,459)  | (371,321)                          | (106,289)                          | (4,387,483)   |
| Interest and Dividends                                  | 153,921  | 99,383                             | 22,910                             | 1,964,396   |
| Less: Investment Expenses                               | (5,247)  | (3,395)                            | (582)                              | (70,215)  |
| Net Investment Income (Loss)                            | (352,785)  | (275,333)                          | (83,961)                           | (2,493,302)   |
| Other Income  | -  | -                                  | -                                  | -   |
| Total Additions   | 1,115,417  | 1,488,878                          | 645,836                            | 12,881,944  |
| <b>Deductions</b>                                       |  |                                    |                                    |   |
| Redemptions   | 90,302   | 141,498                            | 3,176                              | 10,150,916  |
| Total Deductions  | 90,302   | 141,498                            | 3,176                              | 10,150,916  |
| Net Increase (Decrease) in Net Position                 | 1,025,115  | 1,347,380                          | 642,660                            | 2,731,028   |
| <b>Net Position, Beginning of Year</b>                  | 5,169,850  | 3,121,406                          | 355,590                            | 75,638,487  |
| <b>Net Position, End of Year</b>                        | \$ 6,194,965                                     | \$ 4,468,786                       | \$ 998,250                         | \$ 78,369,515   |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Changes in Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2018**

|   | <b>Age-Based Multi-Firm Funds Portfolios</b> |                                    |                                    |                                    |                                    |
|---|--|------------------------------------|------------------------------------|------------------------------------|------------------------------------|
|   | <b>Delaware College<br/>Portfolio</b>        | <b>Delaware<br/>Portfolio 2018</b> | <b>Delaware<br/>Portfolio 2021</b> | <b>Delaware<br/>Portfolio 2024</b> | <b>Delaware<br/>Portfolio 2027</b> |
| <b>Additions</b>  |  |                                    |                                    |                                    |                                    |
| Subscriptions   | \$ 319,251                                   | \$ 348,239                         | \$ 728,495                         | \$ 632,249                         | \$ 998,608                         |
| Investment Income                                       |  |                                    |                                    |                                    |                                    |
| Net Increase (Decrease) in Fair Value of<br>Investments | (63,377)                                     | (73,633)                           | (153,319)                          | (183,031)                          | (296,413)                          |
| Interest and Dividends                                  | 41,400                                       | 47,220                             | 83,610                             | 88,415                             | 130,017                            |
| Less: Investment Expenses                               | (4,386)                                      | (4,925)                            | (7,263)                            | (6,640)                            | (8,422)                            |
| Net Investment Income (Loss)                            | (26,363)                                     | (31,338)                           | (76,972)                           | (101,256)                          | (174,818)                          |
| Other Income  | -  | -                                  | -                                  | -                                  | -                                  |
| Total Additions   | 292,888                                      | 316,901                            | 651,523                            | 530,993                            | 823,790                            |
| <b>Deductions</b>                                       |  |                                    |                                    |                                    |                                    |
| Redemptions   | 423,034                                      | 293,184                            | 241,795                            | 187,060                            | 205,166                            |
| Total Deductions  | 423,034                                      | 293,184                            | 241,795                            | 187,060                            | 205,166                            |
| Net Increase (Decrease) in Net Position                 | (130,146)                                    | 23,717                             | 409,728                            | 343,933                            | 618,624                            |
| <b>Net Position, Beginning of Year</b>                  | 1,305,742                                    | 1,373,834                          | 1,809,243                          | 1,653,422                          | 1,946,804                          |
| <b>Net Position, End of Year</b>                        | \$ 1,175,596                                 | \$ 1,397,551                       | \$ 2,218,971                       | \$ 1,997,355                       | \$ 2,565,428                       |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Changes in Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2018**

|   | <b>Age-Based Multi-Firm Funds Portfolios</b> |                                    |                                    |   |
|---|--|------------------------------------|------------------------------------|---|
|   | <b>Delaware<br/>Portfolio 2030</b>           | <b>Delaware<br/>Portfolio 2033</b> | <b>Delaware<br/>Portfolio 2036</b> | <b>Total Age-Based<br/>Multi-Firm Fund<br/>Portfolios</b> |
| <b>Additions</b>  |  |                                    |                                    |   |
| Subscriptions   | \$ 530,233                                   | \$ 414,898                         | \$ 211,355                         | \$ 4,183,328  |
| Investment Income                                       |  |                                    |                                    |   |
| Net Increase (Decrease) in Fair Value of<br>Investments | (417,216)                                    | (253,869)                          | (32,628)                           | (1,473,486)   |
| Interest and Dividends                                  | 180,511                                      | 104,671                            | 13,203                             | 689,047   |
| Less: Investment Expenses                               | (11,213)                                     | (5,844)                            | (518)                              | (49,211)  |
| Net Investment Income (Loss)                            | (247,918)                                    | (155,042)                          | (19,943)                           | (833,650)   |
| Other Income  | -  | -                                  | -                                  | -   |
| Total Additions   | 282,315                                      | 259,856                            | 191,412                            | 3,349,678   |
| <b>Deductions</b>                                       |  |                                    |                                    |   |
| Redemptions   | 102,835                                      | 35,537                             | 4,808                              | 1,493,419   |
| Total Deductions  | 102,835                                      | 35,537                             | 4,808                              | 1,493,419   |
| Net Increase (Decrease) in Net Position                 | 179,480                                      | 224,319                            | 186,604                            | 1,856,259   |
| <b>Net Position, Beginning of Year</b>                  | 2,963,530                                    | 1,454,216                          | 89,173                             | 12,595,964  |
| <b>Net Position, End of Year</b>                        | \$ 3,143,010                                 | \$ 1,678,535                       | \$ 275,777                         | \$ 14,452,223   |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Changes in Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2018**

|   | <b>Target Risk Fidelity Funds Portfolios</b>          |   |   |   |
|---|---|---|---|---|
|   | <b>Delaware<br/>Conservative<br/>Growth Portfolio</b> | <b>Delaware<br/>Moderate Growth<br/>Portfolio</b> | <b>Delaware<br/>Aggressive<br/>Growth Portfolio</b> | <b>Total Target Risk<br/>Fidelity Fund<br/>Portfolios</b> |
| <b>Additions</b>  |   |   |   |   |
| Subscriptions   | \$ 1,965,086  | \$ 1,474,509                                      | \$ 3,440,870  | \$ 6,880,465  |
| Investment Income                                       |   |   |   |   |
| Net Increase (Decrease) in Fair Value of<br>Investments | (111,042)   | (2,193,453)                                       | (6,123,651)   | (8,428,146)   |
| Interest and Dividends                                  | 167,450   | 970,947   | 2,496,309   | 3,634,706   |
| Less: Investment Expenses                               | (14,231)  | (37,072)  | (84,963)  | (136,266)   |
| Net Investment Income (Loss)                            | 42,177  | (1,259,578)                                       | (3,712,305)   | (4,929,706)   |
| Other Income  | -   | -   | -   | -   |
| Total Additions   | 2,007,263   | 214,931   | (271,435)   | 1,950,759   |
| <b>Deductions</b>                                       |   |   |   |   |
| Redemptions   | 1,790,868   | 3,118,830   | 13,022,504  | 17,932,202  |
| Total Deductions  | 1,790,868   | 3,118,830   | 13,022,504  | 17,932,202  |
| Net Increase (Decrease) in Net Position                 | 216,395   | (2,903,899)                                       | (13,293,939)  | (15,981,443)  |
| <b>Net Position, Beginning of Year</b>                  | 7,160,598   | 19,194,518  | 45,715,459  | 72,070,575  |
| <b>Net Position, End of Year</b>                        | \$ 7,376,993  | \$ 16,290,619                                     | \$ 32,421,520                                       | \$ 56,089,132   |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Changes in Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2018**

|   | <b>Target Risk Fidelity Index Funds Portfolios</b>    |   |   |   |
|---|---|---|---|---|
|   | <b>Delaware<br/>Conservative<br/>Growth Portfolio</b> | <b>Delaware<br/>Moderate Growth<br/>Portfolio</b> | <b>Delaware<br/>Aggressive<br/>Growth Portfolio</b> | <b>Total Target Risk<br/>Fidelity Index<br/>Fund Portfolios</b> |
| <b>Additions</b>  |   |   |   |   |
| Subscriptions   | \$ 922,587  | \$ 2,141,838                                      | \$ 3,743,528  | \$ 6,807,953  |
| Investment Income                                       |   |   |   | -   |
| Net Increase (Decrease) in Fair Value of<br>Investments | (42,969)  | (801,922)   | (1,666,337)   | (2,511,228)   |
| Interest and Dividends                                  | 79,164  | 244,715   | 357,217   | 681,096   |
| Less: Investment Expenses                               | (3,254)   | (8,516)   | (13,297)  | (25,067)  |
| Net Investment Income (Loss)                            | 32,941  | (565,723)   | (1,322,417)   | (1,855,199)   |
| Other Income  | -   | -   | -   | -   |
| Total Additions   | 955,528   | 1,576,115   | 2,421,111   | 4,952,754   |
| <b>Deductions</b>                                       |   |   |   |   |
| Redemptions   | 975,774   | 1,847,244   | 2,124,945   | 4,947,963   |
| Total Deductions  | 975,774   | 1,847,244   | 2,124,945   | 4,947,963   |
| Net Increase (Decrease) in Net Position                 | (20,246)  | (271,129)   | 296,166   | 4,791   |
| <b>Net Position, Beginning of Year</b>                  | 3,496,475   | 9,426,986   | 12,911,945  | 25,835,406  |
| <b>Net Position, End of Year</b>                        | \$ 3,476,229  | \$ 9,155,857                                      | \$ 13,208,111                                       | \$ 25,840,197   |



**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Changes in Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2018**

|  | <b>Individual Funds Portfolios</b>         |  |   |  |  |
|--|--|--|---|--|--|
|  | <b>Delaware Money<br/>Market Portfolio</b> | <b>Intermediate<br/>Treasury Index<br/>Portfolio</b> | <b>Delaware<br/>International<br/>Index Portfolio</b> | <b>Delaware Fidelity<br/>500 Index<br/>Portfolio</b> | <b>Delaware Total<br/>Market Index<br/>Portfolio</b> |
| <b>Additions</b>                                     |  |  |   |  |  |
| Subscriptions  | \$ 5,809,804                               | \$ 1,650,998   | \$ 1,394,312  | \$ 5,975,923   | \$ 2,806,166   |
| Investment Income                                    |  |  |   |  |  |
| Net Increase (Decrease) in Fair Value of Investments | -  | (33,985)   | (1,107,286)   | (1,508,953)  | (882,971)  |
| Interest and Dividends                               | 165,968                                    | 84,140   | 141,965   | 522,252  | 278,460  |
| Less: Investment Expenses                            | (21,680)                                   | (3,323)  | (5,885)   | (18,715)   | (11,370)   |
| Net Investment Income (Loss)                         | 144,288                                    | 46,832   | (971,206)   | (1,005,416)  | (615,881)  |
| Other Income   | -  | -  | -   | -  | -  |
| Total Additions                                      | 5,954,092                                  | 1,697,830  | 423,106   | 4,970,507  | 2,190,285  |
| <b>Deductions</b>                                    |  |  |   |  |  |
| Redemptions  | 3,620,477                                  | 1,441,781  | 1,919,263   | 4,140,167  | 2,990,718  |
| Total Deductions                                     | 3,620,477                                  | 1,441,781  | 1,919,263   | 4,140,167  | 2,990,718  |
| Net Increase (Decrease) in Net Position              | 2,333,615                                  | 256,049  | (1,496,157)   | 830,340  | (800,433)  |
| <b>Net Position, Beginning of Year</b>               | 9,783,095                                  | 3,726,729  | 6,853,527   | 18,981,928   | 12,012,724   |
| <b>Net Position, End of Year</b>                     | \$ 12,116,710                              | \$ 3,982,778   | \$ 5,357,370  | \$ 19,812,268  | \$ 11,212,291  |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Changes in Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2018**

|   | <u>Individual Funds</u>                     |  |                                |                |
|---|---|--|--------------------------------|----------------|
|   | <u>Total Individual<br/>Fund Portfolios</u> | <u>Interest -Bearing<br/>Bank Deposit<br/>Fund</u> | <u>Administrative<br/>Fund</u> | <u>Total</u>   |
| <b>Additions</b>  |   |  |                                |                |
| Subscriptions   | \$ 17,637,203                               | \$ 5,697,084                                       | \$ -                           | \$ 90,928,653  |
| Investment Income                                       |   |  |                                |                |
| Net Increase (Decrease) in Fair Value of<br>Investments | (3,533,195)                                 | -  | -                              | (48,609,981)   |
| Interest and Dividends                                  | 1,192,785                                   | 134,705  | 12,454                         | 23,996,903     |
| Less: Investment Expenses                               | (60,973)                                    | (36,422)   | (200,063)                      | (1,418,949)    |
| Net Investment Income (Loss)                            | (2,401,383)                                 | 98,283   | (187,609)                      | (26,032,027)   |
| Other Income  | -   | -  | 298,865                        | 298,865        |
| Total Additions   | 15,235,820                                  | 5,795,367  | 111,256                        | 65,195,491     |
| <b>Deductions</b>                                       |   |  |                                |                |
| Redemptions   | 14,112,406                                  | 3,026,505  | -                              | 121,311,136    |
| Total Deductions  | 14,112,406                                  | 3,026,505  | -                              | 121,311,136    |
| Net Increase (Decrease) in Net Position                 | 1,123,414                                   | 2,768,862  | 111,256                        | (56,115,645)   |
| <b>Net Position, Beginning of Year</b>                  | 51,358,003                                  | 6,442,437  | 1,711,562                      | 682,350,618    |
| <b>Net Position, End of Year</b>                        | \$ 52,481,417                               | \$ 9,211,299                                       | \$ 1,822,818                   | \$ 626,234,973 |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Fiduciary Net Position by Portfolio**  
**December 31, 2017**

|   | <b>Age-Based Fidelity Funds Portfolios</b> |                                    |                                    |                                    |                                    |
|---|--|------------------------------------|------------------------------------|------------------------------------|------------------------------------|
|   | <b>Delaware College<br/>Portfolio</b>      | <b>Delaware<br/>Portfolio 2018</b> | <b>Delaware<br/>Portfolio 2021</b> | <b>Delaware<br/>Portfolio 2024</b> | <b>Delaware<br/>Portfolio 2027</b> |
| <b>Assets</b>                             |  |                                    |                                    |                                    |                                    |
| Cash                                      | \$ -                                       | \$ -                               | \$ -                               | \$ -                               | \$ -                               |
| Investments, at Fair Value                | 86,057,162                                 | 152,113,526                        | 113,641,898                        | 52,334,844                         | 21,361,733                         |
| Receivables                               |  |                                    |                                    |                                    |                                    |
| Capital Shares                            | 72,049                                     | 132,562                            | 63,586                             | 36,277                             | 19,250                             |
| Securities Sold                           | 178,847                                    | 19,670                             | -                                  | -                                  | -                                  |
| Accrued Dividends                         | 111,405                                    | 189,966                            | 122,074                            | 46,070                             | 14,873                             |
| Total Receivables                         | 362,301                                    | 342,198                            | 185,660                            | 82,347                             | 34,123                             |
| Total Assets                              | 86,419,463                                 | 152,455,724                        | 113,827,558                        | 52,417,191                         | 21,395,856                         |
| <b>Liabilities</b>                        |  |                                    |                                    |                                    |                                    |
| Capital Shares Payable                    | 250,868                                    | 152,220                            | 18,591                             | 10,680                             | -                                  |
| Securities Purchased Payable              | 111,473                                    | 189,979                            | 167,045                            | 71,662                             | 34,138                             |
| Administrative and Management Fee Payable | 15,063                                     | 25,853                             | 19,170                             | 8,791                              | 3,604                              |
| Total Liabilities                         | 377,404                                    | 368,052                            | 204,806                            | 91,133                             | 37,742                             |
| <b>Net Position</b>                       | <u>\$ 86,042,059</u>                       | <u>\$ 152,087,672</u>              | <u>\$ 113,622,752</u>              | <u>\$ 52,326,058</u>               | <u>\$ 21,358,114</u>               |
| <b>Unit Information</b>                   |  |                                    |                                    |                                    |                                    |
| Units Outstanding                         | 3,999,577                                  | 6,820,447                          | 4,940,953                          | 2,516,642                          | 1,288,745                          |
| Net Position Value per Unit, Ending       | <u>\$ 21.51</u>                            | <u>\$ 22.30</u>                    | <u>\$ 23.00</u>                    | <u>\$ 20.79</u>                    | <u>\$ 16.57</u>                    |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2017**

|   | <b>Age-Based Fidelity Funds Portfolios</b> |                                |                                | <b>Total Age-Based Fidelity Fund Portfolios</b> |
|---|--|--------------------------------|--------------------------------|---|
|   | <b>Delaware Portfolio 2030</b>             | <b>Delaware Portfolio 2033</b> | <b>Delaware Portfolio 2036</b> |   |
| <b>Assets</b>                             |  |                                |                                |   |
| Cash                                      | \$ -                                       | \$ -                           | \$ -                           | \$ -  |
| Investments, at Fair Value                | 8,353,823                                  | 2,622,080                      | 287,489                        | 436,772,555                                     |
| Receivables                               |  |                                |                                |   |
| Capital Shares                            | 1,735                                      | 84,571                         | 525                            | 410,555   |
| Securities Sold                           | -  | -                              | -                              | 198,517   |
| Accrued Dividends                         | 4,053                                      | 611                            | 17                             | 489,069   |
| Total Receivables                         | 5,788                                      | 85,182                         | 542                            | 1,098,141                                       |
| Total Assets                              | 8,359,611                                  | 2,707,262                      | 288,031                        | 437,870,696                                     |
| <b>Liabilities</b>                        |  |                                |                                |   |
| Capital Shares Payable                    | -  | -                              | -                              | 432,359   |
| Securities Purchased Payable              | 5,785                                      | 85,180                         | 542                            | 665,804   |
| Administrative and Management Fee Payable | 1,398                                      | 426                            | 44                             | 74,349  |
| Total Liabilities                         | 7,183                                      | 85,606                         | 586                            | 1,172,512                                       |
| <b>Net Position</b>                       | <u>\$ 8,352,428</u>                        | <u>\$ 2,621,656</u>            | <u>\$ 287,445</u>              | <u>\$ 436,698,184</u>                           |
| <b>Unit Information</b>                   |  |                                |                                |   |
| Units Outstanding                         | 446,345                                    | 182,073                        | 23,033                         |   |
| Net Position Value per Unit, Ending       | <u>\$ 18.71</u>                            | <u>\$ 14.40</u>                | <u>\$ 12.48</u>                |   |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2017**

|   | <b>Age-Based Fidelity Index Funds Portfolios</b> |                                    |                                    |                                    |                                    |
|---|--|------------------------------------|------------------------------------|------------------------------------|------------------------------------|
|   | <b>Delaware College<br/>Portfolio</b>            | <b>Delaware<br/>Portfolio 2018</b> | <b>Delaware<br/>Portfolio 2021</b> | <b>Delaware<br/>Portfolio 2024</b> | <b>Delaware<br/>Portfolio 2027</b> |
| <b>Assets</b>                             |  |                                    |                                    |                                    |                                    |
| Cash                                      | \$ -   | \$ -                               | \$ -                               | \$ -                               | \$ -                               |
| Investments, at Fair Value                | 7,433,748  | 13,780,523                         | 15,827,107                         | 17,568,288                         | 12,387,141                         |
| Receivables                               |  |                                    |                                    |                                    |                                    |
| Capital Shares                            | 24,138   | 20,697                             | 21,205                             | 14,705                             | 2,375                              |
| Securities Sold                           | 14,430   | 80,391                             | 115,162                            | 100,775                            | 74,169                             |
| Accrued Dividends                         | 10,698   | 19,140                             | 19,300                             | 17,846                             | 10,133                             |
| Total Receivables                         | 49,266   | 120,228                            | 155,667                            | 133,326                            | 86,677                             |
| Total Assets                              | 7,483,014  | 13,900,751                         | 15,982,774                         | 17,701,614                         | 12,473,818                         |
| <b>Liabilities</b>                        |  |                                    |                                    |                                    |                                    |
| Capital Shares Payable                    | 8,339  | 9,776                              | 70,170                             | 7,813                              | -                                  |
| Securities Purchased Payable              | 40,942   | 110,470                            | 85,515                             | 125,523                            | 86,681                             |
| Administrative and Management Fee Payable | 581  | 1,054                              | 1,200                              | 1,330                              | 936                                |
| Total Liabilities                         | 49,862   | 121,300                            | 156,885                            | 134,666                            | 87,617                             |
| <b>Net Position</b>                       | <u>\$ 7,433,152</u>                              | <u>\$ 13,779,451</u>               | <u>\$ 15,825,889</u>               | <u>\$ 17,566,948</u>               | <u>\$ 12,386,201</u>               |
| <b>Unit Information</b>                   |  |                                    |                                    |                                    |                                    |
| Units Outstanding                         | 496,310  | 860,639                            | 933,602                            | 986,488                            | 731,314                            |
| Net Position Value per Unit, Ending       | <u>\$ 14.98</u>                                  | <u>\$ 16.01</u>                    | <u>\$ 16.95</u>                    | <u>\$ 17.81</u>                    | <u>\$ 16.94</u>                    |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2017**

|   | <b>Age-Based Fidelity Index Funds Portfolios</b> |                                    |                                    |   |
|---|--|------------------------------------|------------------------------------|---|
|   | <b>Delaware<br/>Portfolio 2030</b>               | <b>Delaware<br/>Portfolio 2033</b> | <b>Delaware<br/>Portfolio 2036</b> | <b>Total Age-Based<br/>Fidelity Index<br/>Fund Portfolios</b> |
| <b>Assets</b>                             |  |                                    |                                    |   |
| Cash                                      | \$ -   | \$ -                               | \$ -                               | \$ -  |
| Investments, at Fair Value                | 5,170,234  | 3,121,640                          | 355,615                            | 75,644,296  |
| Receivables                               |  |                                    |                                    |   |
| Capital Shares                            | 7,100  | 2,440                              | 1,350                              | 94,010  |
| Securities Sold                           | 25,183   | 13,117                             | -                                  | 423,227   |
| Accrued Dividends                         | 3,086  | 1,032                              | 37                                 | 81,272  |
| Total Receivables                         | 35,369   | 16,589                             | 1,387                              | 598,509   |
| Total Assets                              | 5,205,603  | 3,138,229                          | 357,002                            | 76,242,805  |
| <b>Liabilities</b>                        |  |                                    |                                    |   |
| Capital Shares Payable                    | -  | -                                  | -                                  | 96,098  |
| Securities Purchased Payable              | 35,369   | 16,589                             | 1,387                              | 502,476   |
| Administrative and Management Fee Payable | 384  | 234                                | 25                                 | 5,744   |
| Total Liabilities                         | 35,753   | 16,823                             | 1,412                              | 604,318   |
| <b>Net Position</b>                       | <u>\$ 5,169,850</u>                              | <u>\$ 3,121,406</u>                | <u>\$ 355,590</u>                  | <u>\$ 75,638,487</u>  |
| <b>Unit Information</b>                   |  |                                    |                                    |   |
| Units Outstanding                         | 273,145  | 223,974                            | 29,433                             |   |
| Net Position Value per Unit, Ending       | <u>\$ 18.93</u>                                  | <u>\$ 13.94</u>                    | <u>\$ 12.08</u>                    |   |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2017**

|   | <b>Age-Based Multi-Firm Funds Portfolios</b> |                                    |                                    |                                    |                                    |
|---|--|------------------------------------|------------------------------------|------------------------------------|------------------------------------|
|   | <b>Delaware College<br/>Portfolio</b>        | <b>Delaware<br/>Portfolio 2018</b> | <b>Delaware<br/>Portfolio 2021</b> | <b>Delaware<br/>Portfolio 2024</b> | <b>Delaware<br/>Portfolio 2027</b> |
| <b>Assets</b>                             |  |                                    |                                    |                                    |                                    |
| Cash                                      | \$ 304                                       | \$ 342                             | \$ 633                             | \$ 720                             | \$ 1,000                           |
| Investments, at Fair Value                | 1,306,107                                    | 1,374,199                          | 1,809,771                          | 1,653,900                          | 1,947,361                          |
| Receivables                               |  |                                    |                                    |                                    |                                    |
| Capital Shares                            | 25   | -                                  | -                                  | 770                                | 100                                |
| Securities Sold                           | 44,026                                       | 55,483                             | 116,469                            | 143,523                            | 212,752                            |
| Accrued Dividends                         | 2,408  | 2,401                              | 2,919                              | 2,278                              | 2,229                              |
| Total Receivables                         | 46,459                                       | 57,884                             | 119,388                            | 146,571                            | 215,081                            |
| Total Assets                              | 1,352,870                                    | 1,432,425                          | 1,929,792                          | 1,801,191                          | 2,163,442                          |
| <b>Liabilities</b>                        |  |                                    |                                    |                                    |                                    |
| Capital Shares Payable                    | 2,956  | -                                  | -                                  | -                                  | -                                  |
| Securities Purchased Payable              | 43,775                                       | 58,193                             | 119,995                            | 147,271                            | 216,067                            |
| Administrative and Management Fee Payable | 397  | 398                                | 554                                | 498                                | 571                                |
| Total Liabilities                         | 47,128                                       | 58,591                             | 120,549                            | 147,769                            | 216,638                            |
| <b>Net Position</b>                       | <u>\$ 1,305,742</u>                          | <u>\$ 1,373,834</u>                | <u>\$ 1,809,243</u>                | <u>\$ 1,653,422</u>                | <u>\$ 1,946,804</u>                |
| <b>Unit Information</b>                   |  |                                    |                                    |                                    |                                    |
| Units Outstanding                         | 100,426                                      | 91,396                             | 109,064                            | 91,396                             | 100,205                            |
| Net Position Value per Unit, Ending       | <u>\$ 13.00</u>                              | <u>\$ 15.03</u>                    | <u>\$ 16.59</u>                    | <u>\$ 18.09</u>                    | <u>\$ 19.43</u>                    |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2017**

|   | <b>Age-Based Multi-Firm Funds Portfolios</b> |                                    |                                    |   |
|---|--|------------------------------------|------------------------------------|---|
|   | <b>Delaware<br/>Portfolio 2030</b>           | <b>Delaware<br/>Portfolio 2033</b> | <b>Delaware<br/>Portfolio 2036</b> | <b>Total Age-Based<br/>Multi-Firm Fund<br/>Portfolios</b> |
| <b>Assets</b>                             |  |                                    |                                    |   |
| Cash                                      | \$ 1,752                                     | \$ 971                             | \$ 61                              | \$ 5,783  |
| Investments, at Fair Value                | 2,964,375                                    | 1,454,631                          | 89,193                             | 12,599,537  |
| Receivables                               |  |                                    |                                    |   |
| Capital Shares                            | 4,603  | 100                                | 100                                | 5,698   |
| Securities Sold                           | 387,157                                      | 224,003                            | 15,085                             | 1,198,498   |
| Accrued Dividends                         | 2,716  | 953                                | 31                                 | 15,935  |
| Total Receivables                         | 394,476                                      | 225,056                            | 15,216                             | 1,220,131   |
| Total Assets                              | 3,360,603                                    | 1,680,658                          | 104,470                            | 13,825,451  |
| <b>Liabilities</b>                        |  |                                    |                                    |   |
| Capital Shares Payable                    | -  | -                                  | -                                  | 2,956   |
| Securities Purchased Payable              | 396,208                                      | 226,019                            | 15,273                             | 1,222,801   |
| Administrative and Management Fee Payable | 865  | 423                                | 24                                 | 3,730   |
| Total Liabilities                         | 397,073                                      | 226,442                            | 15,297                             | 1,229,487   |
| <b>Net Position</b>                       | <u>\$ 2,963,530</u>                          | <u>\$ 1,454,216</u>                | <u>\$ 89,173</u>                   | <u>\$ 12,595,964</u>                                      |
| <b>Unit Information</b>                   |  |                                    |                                    |   |
| Units Outstanding                         | 144,962                                      | 103,558                            | 7,215                              |   |
| Net Position Value per Unit, Ending       | <u>\$ 20.44</u>                              | <u>\$ 14.04</u>                    | <u>\$ 12.36</u>                    |   |



**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2017**

|   | <b>Target Risk Fidelity Funds Portfolios</b>          |   |   |   |
|---|---|---|---|---|
|   | <b>Delaware<br/>Conservative<br/>Portfolio Growth</b> | <b>Delaware<br/>Moderate Growth<br/>Portfolio</b> | <b>Delaware<br/>Aggressive<br/>Growth Portfolio</b> | <b>Total Target Risk<br/>Fidelity Fund<br/>Portfolios</b> |
| <b>Assets</b>                             |   |   |   |   |
| Cash                                      | \$ -  | \$ -  | \$ -  | \$ -  |
| Investments, at Fair Value                | 7,161,846   | 19,197,757  | 45,723,188  | 72,082,791  |
| Receivables                               |   |   |   |   |
| Capital Shares                            | 9,820   | 22,567  | 9,047   | 41,434  |
| Securities Sold                           | 61,331  | -   | 11,682  | 73,013  |
| Accrued Dividends                         | 10,482  | 11,372  | -   | 21,854  |
| Total Receivables                         | 81,633  | 33,939  | 20,729  | 136,301   |
| Total Assets                              | 7,243,479   | 19,231,696  | 45,743,917  | 72,219,092  |
| <b>Liabilities</b>                        |   |   |   |   |
| Capital Shares Payable                    | 71,152  | 7,120   | 20,725  | 98,997  |
| Securities Purchased Payable              | 10,493  | 26,816  | -   | 37,309  |
| Administrative and Management Fee Payable | 1,236   | 3,242   | 7,733   | 12,211  |
| Total Liabilities                         | 82,881  | 37,178  | 28,458  | 148,517   |
| <b>Net Position</b>                       | <u>\$ 7,160,598</u>                                   | <u>\$ 19,194,518</u>                              | <u>\$ 45,715,459</u>                                | <u>\$ 72,070,575</u>                                      |
| <b>Unit Information</b>                   |   |   |   |   |
| Units Outstanding                         | 460,389   | 758,698   | 1,857,150   |   |
| Net Position Value per Unit, Ending       | <u>\$ 15.55</u>                                       | <u>\$ 25.30</u>                                   | <u>\$ 24.62</u>                                     |   |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2017**

|   | <b>Target Risk Fidelity Index Funds Portfolios</b> |   |   |   |
|---|--|---|---|---|
|   | <b>Delaware<br/>Conservative<br/>Portfolio</b>     | <b>Delaware<br/>Moderate Growth<br/>Portfolio</b> | <b>Delaware<br/>Aggressive<br/>Growth Portfolio</b> | <b>Total Target Risk<br/>Fidelity Index<br/>Fund Portfolios</b> |
| <b>Assets</b>                             |  |   |   |   |
| Cash                                      | \$ -   | \$ -  | \$ -  | \$ -  |
| Investments, at Fair Value                | 3,496,759  | 9,427,717   | 12,912,921  | 25,837,397  |
| Receivables                               |  |   |   |   |
| Capital Shares                            | 5,013  | 2,078   | 2,475   | 9,566   |
| Securities Sold                           | 11,017   | 31,053  | -   | 42,070  |
| Accrued Dividends                         | 5,427  | 6,389   | -   | 11,816  |
| Total Receivables                         | 21,457   | 39,520  | 2,475   | 63,452  |
| Total Assets                              | 3,518,216  | 9,467,237   | 12,915,396  | 25,900,849  |
| <b>Liabilities</b>                        |  |   |   |   |
| Capital Shares Payable                    | 16,031   | 11,500  | -   | 27,531  |
| Securities Purchased Payable              | 5,439  | 28,029  | 2,478   | 35,946  |
| Administrative and Management Fee Payable | 271  | 722   | 973   | 1,966   |
| Total Liabilities                         | 21,741   | 40,251  | 3,451   | 65,443  |
| <b>Net Position</b>                       | <u>\$ 3,496,475</u>                                | <u>\$ 9,426,986</u>                               | <u>\$ 12,911,945</u>                                | <u>\$ 25,835,406</u>  |
| <b>Unit Information</b>                   |  |   |   |   |
| Units Outstanding                         | 260,388  | 470,342   | 626,876   |   |
| Net Position Value per Unit, Ending       | <u>\$ 13.43</u>                                    | <u>\$ 20.04</u>                                   | <u>\$ 20.60</u>                                     |   |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2017**

|   | <b>Individual Funds Portfolios</b>         |  |   |  |  |
|---|--|--|---|--|--|
|   | <b>Delaware Money<br/>Market Portfolio</b> | <b>Intermediate<br/>Treasury Index<br/>Portfolio</b> | <b>Delaware<br/>International<br/>Index Portfolio</b> | <b>Delaware Fidelity<br/>500 Index<br/>Portfolio</b> | <b>Delaware Total<br/>Market Index<br/>Portfolio</b> |
| <b>Assets</b>                             |  |  |   |  |  |
| Cash                                      | \$ -                                       | \$ -   | \$ -  | \$ -   | \$ -   |
| Investments, at Fair Value                | 9,784,800                                  | 3,727,000  | 6,854,033   | 18,983,356   | 12,013,639   |
| Receivables                               |  |  |   |  |  |
| Capital Shares                            | 37,153                                     | 520  | 12,064  | 19,829   | 2,085  |
| Securities Sold                           | 3,625                                      | -  | -   | -  | 3,589  |
| Accrued Dividends                         | 7,456                                      | 6,221  | -   | -  | -  |
| Total Receivables                         | 48,234                                     | 6,741  | 12,064  | 19,829   | 5,674  |
| Total Assets                              | 9,833,034                                  | 3,733,741  | 6,866,097   | 19,003,185   | 12,019,313   |
| <b>Liabilities</b>                        |  |  |   |  |  |
| Capital Shares Payable                    | 40,775                                     | 749  | 2,355   | 7,805  | 5,675  |
| Securities Purchased Payable              | 7,465                                      | 5,984  | 9,704   | 12,023   | -  |
| Administrative and Management Fee Payable | 1,699                                      | 279  | 511   | 1,429  | 914  |
| Total Liabilities                         | 49,939                                     | 7,012  | 12,570  | 21,257   | 6,589  |
| <b>Net Position</b>                       | <u>\$ 9,783,095</u>                        | <u>\$ 3,726,729</u>                                  | <u>\$ 6,853,527</u>                                   | <u>\$ 18,981,928</u>                                 | <u>\$ 12,012,724</u>                                 |
| <b>Unit Information</b>                   |  |  |   |  |  |
| Units Outstanding                         | 897,321                                    | 232,766  | 487,164   | 789,285  | 488,345  |
| Net Position Value per Unit, Ending       | <u>\$ 10.90</u>                            | <u>\$ 16.01</u>                                      | <u>\$ 14.07</u>                                       | <u>\$ 24.05</u>                                      | <u>\$ 24.60</u>                                      |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2017**

|   | <u>Individual Funds</u>                     |   |                                |                       |
|---|---|---|--------------------------------|-----------------------|
|   | <u>Total Individual<br/>Fund Portfolios</u> | <u>Interest-Bearing<br/>Bank Deposit<br/>Fund</u> | <u>Administrative<br/>Fund</u> | <u>Total</u>          |
| <b>Assets</b>                             |   |   |                                |                       |
| Cash                                      | \$ -  | \$ -  | \$ 1,711,562                   | \$ 1,717,345          |
| Investments, at Fair Value                | 51,362,828                                  | 6,445,434   | -                              | 680,744,838           |
| Receivables                               |   |   |                                |                       |
| Capital Shares                            | 71,651                                      | -   | -                              | 632,914               |
| Securities Sold                           | 7,214                                       | 831   | -                              | 1,943,370             |
| Accrued Dividends                         | 13,677                                      | 7,325   | -                              | 640,948               |
| Total Receivables                         | 92,542                                      | 8,156   | -                              | 3,217,232             |
| Total Assets                              | 51,455,370                                  | 6,453,590   | 1,711,562                      | 685,679,415           |
| <b>Liabilities</b>                        |   |   |                                |                       |
| Capital Shares Payable                    | 57,359                                      | 831   | -                              | 716,131               |
| Securities Purchased Payable              | 35,176                                      | 7,432   | -                              | 2,506,944             |
| Administrative and Management Fee Payable | 4,832                                       | 2,890   | -                              | 105,722               |
| Total Liabilities                         | 97,367                                      | 11,153  | -                              | 3,328,797             |
| <b>Net Position</b>                       | <u>\$ 51,358,003</u>                        | <u>\$ 6,442,437</u>                               | <u>\$ 1,711,562</u>            | <u>\$ 682,350,618</u> |
| <b>Unit Information</b>                   |   |   |                                |                       |
| Units Outstanding                         |   | 634,645   |                                |                       |
| Net Position Value per Unit, Ending       |   | <u>\$ 10.15</u>                                   |                                |                       |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Changes in Fiduciary Net Position by Portfolio**  
**December 31, 2017**

|  | <b>Age-Based Fidelity Funds Portfolios</b> |                                    |                                    |                                    |                                    |
|--|--|------------------------------------|------------------------------------|------------------------------------|------------------------------------|
|  | <b>Delaware College<br/>Portfolio</b>      | <b>Delaware<br/>Portfolio 2018</b> | <b>Delaware<br/>Portfolio 2021</b> | <b>Delaware<br/>Portfolio 2024</b> | <b>Delaware<br/>Portfolio 2027</b> |
| <b>Additions</b>                         |  |                                    |                                    |                                    |                                    |
| Subscriptions                            | \$ 8,887,641                               | \$ 9,513,909                       | \$ 7,446,007                       | \$ 4,660,360                       | \$ 2,119,934                       |
| Investment Income                        |  |                                    |                                    |                                    |                                    |
| Net Increase (Decrease) in Fair Value of |  |                                    |                                    |                                    |                                    |
| Investments                              | 5,300,389                                  | 9,233,870                          | 9,026,123                          | 5,072,533                          | 2,489,013                          |
| Interest and Dividends                   | 2,091,686                                  | 3,590,690                          | 2,994,089                          | 1,514,700                          | 685,734                            |
| Less: Investment Expenses                | (196,860)                                  | (300,828)                          | (213,257)                          | (95,641)                           | (39,222)                           |
| Net Investment Income (Loss)             | 7,195,215                                  | 12,523,732                         | 11,806,955                         | 6,491,592                          | 3,135,525                          |
| Other Income                             | -  | -                                  | -                                  | -                                  | -                                  |
| Total Additions                          | 16,082,856                                 | 22,037,641                         | 19,252,962                         | 11,151,952                         | 5,255,459                          |
| <b>Deductions</b>                        |  |                                    |                                    |                                    |                                    |
| Redemptions                              | 36,972,691                                 | 14,582,213                         | 3,891,600                          | 1,832,742                          | 1,109,904                          |
| Total Deductions                         | 36,972,691                                 | 14,582,213                         | 3,891,600                          | 1,832,742                          | 1,109,904                          |
| Net Increase (Decrease) in Net Position  | (20,889,835)                               | 7,455,428                          | 15,361,362                         | 9,319,210                          | 4,145,555                          |
| <b>Net Position, Beginning of Year</b>   | 106,931,894                                | 144,632,244                        | 98,261,390                         | 43,006,848                         | 17,212,559                         |
| <b>Net Position, End of Year</b>         | \$ 86,042,059                              | \$ 152,087,672                     | \$ 113,622,752                     | \$ 52,326,058                      | \$ 21,358,114                      |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Changes in Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2017**

|  | <b>Age-Based Fidelity Funds Portfolios</b> |                                |                                | <b>Total Age-Based Fidelity Fund Portfolios</b> |
|--|--|--------------------------------|--------------------------------|---|
|  | <b>Delaware Portfolio 2030</b>             | <b>Delaware Portfolio 2033</b> | <b>Delaware Portfolio 2036</b> |   |
| <b>Additions</b>                                     |  |                                |                                |   |
| Subscriptions  | \$ 959,451                                 | \$ 790,626                     | \$ 267,214                     | \$ 34,645,142                                   |
| Investment Income                                    |  |                                |                                |   |
| Net Increase (Decrease) in Fair Value of Investments | 1,072,347                                  | 338,985                        | 12,039                         | 32,545,299                                      |
| Interest and Dividends                               | 284,677                                    | 90,757                         | 8,594                          | 11,260,927                                      |
| Less: Investment Expenses                            | (14,644)                                   | (4,166)                        | (209)                          | (864,827)                                       |
| Net Investment Income (Loss)                         | 1,342,380                                  | 425,576                        | 20,424                         | 42,941,399                                      |
| Other Income   | -  | -                              | -                              | -   |
| Total Additions                                      | 2,301,831                                  | 1,216,202                      | 287,638                        | 77,586,541                                      |
| <b>Deductions</b>                                    |  |                                |                                |   |
| Redemptions  | 183,000                                    | 215,975                        | 1,192                          | 58,789,317                                      |
| Total Deductions                                     | 183,000                                    | 215,975                        | 1,192                          | 58,789,317                                      |
| Net Increase (Decrease) in Net Position              | 2,118,831                                  | 1,000,227                      | 286,446                        | 18,797,224                                      |
| <b>Net Position, Beginning of Year</b>               | 6,233,597                                  | 1,621,429                      | 999                            | 417,900,960                                     |
| <b>Net Position, End of Year</b>                     | \$ 8,352,428                               | \$ 2,621,656                   | \$ 287,445                     | \$ 436,698,184                                  |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Changes in Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2017**

|  | <b>Age-Based Fidelity Index Funds Portfolios</b> |                                    |                                    |                                    |                                    |
|--|--|------------------------------------|------------------------------------|------------------------------------|------------------------------------|
|  | <b>Delaware College<br/>Portfolio</b>            | <b>Delaware<br/>Portfolio 2018</b> | <b>Delaware<br/>Portfolio 2021</b> | <b>Delaware<br/>Portfolio 2024</b> | <b>Delaware<br/>Portfolio 2027</b> |
| <b>Additions</b>                         |  |                                    |                                    |                                    |                                    |
| Subscriptions                            | \$ 1,584,435                                     | \$ 2,325,131                       | \$ 1,563,336                       | \$ 1,837,371                       | \$ 1,626,140                       |
| Investment Income                        |  |                                    |                                    |                                    |                                    |
| Net Increase (Decrease) in Fair Value of |  |                                    |                                    |                                    |                                    |
| Investments                              | 349,444  | 610,071                            | 1,028,723                          | 1,451,397                          | 1,237,317                          |
| Interest and Dividends                   | 167,873  | 266,920                            | 324,809                            | 371,233                            | 271,924                            |
| Less: Investment Expenses                | (7,902)  | (11,775)                           | (13,322)                           | (14,381)                           | (9,999)                            |
| Net Investment Income (Loss)             | 509,415  | 865,216                            | 1,340,210                          | 1,808,249                          | 1,499,242                          |
| Other Income                             | -  | -                                  | -                                  | -                                  | -                                  |
| Total Additions                          | 2,093,850  | 3,190,347                          | 2,903,546                          | 3,645,620                          | 3,125,382                          |
| <b>Deductions</b>                        |  |                                    |                                    |                                    |                                    |
| Redemptions                              | 4,226,331  | 1,124,103                          | 679,800                            | 624,986                            | 523,544                            |
| Total Deductions                         | 4,226,331  | 1,124,103                          | 679,800                            | 624,986                            | 523,544                            |
| Net Increase (Decrease) in Net Position  | (2,132,481)                                      | 2,066,244                          | 2,223,746                          | 3,020,634                          | 2,601,838                          |
| <b>Net Position, Beginning of Year</b>   | 9,565,633  | 11,713,207                         | 13,602,143                         | 14,546,314                         | 9,784,363                          |
| <b>Net Position, End of Year</b>         | \$ 7,433,152                                     | \$ 13,779,451                      | \$ 15,825,889                      | \$ 17,566,948                      | \$ 12,386,201                      |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Changes in Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2017**

|   | <b>Age-Based Fidelity Index Funds Portfolios</b> |                                    |                                    |   |
|---|--|------------------------------------|------------------------------------|---|
|   | <b>Delaware<br/>Portfolio 2030</b>               | <b>Delaware<br/>Portfolio 2033</b> | <b>Delaware<br/>Portfolio 2036</b> | <b>Total Age-Based<br/>Fidelity Index<br/>Fund Portfolios</b> |
| <b>Additions</b>  |  |                                    |                                    |   |
| Subscriptions   | \$ 818,592                                       | \$ 996,080                         | \$ 331,657                         | \$ 11,082,742   |
| Investment Income                                       |  |                                    |                                    |   |
| Net Increase (Decrease) in Fair Value of<br>Investments | 594,733  | 366,714                            | 17,828                             | 5,656,227   |
| Interest and Dividends                                  | 113,758  | 67,562                             | 6,486                              | 1,590,565   |
| Less: Investment Expenses                               | (4,061)  | (2,218)                            | (113)                              | (63,771)  |
| Net Investment Income (Loss)                            | 704,430  | 432,058                            | 24,201                             | 7,183,021   |
| Other Income  | -  | -                                  | -                                  | -   |
| Total Additions   | 1,523,022  | 1,428,138                          | 355,858                            | 18,265,763  |
| <b>Deductions</b>                                       |  |                                    |                                    |   |
| Redemptions   | 228,722  | 105,601                            | 1,266                              | 7,514,353   |
| Total Deductions  | 228,722  | 105,601                            | 1,266                              | 7,514,353   |
| Net Increase (Decrease) in Net Position                 | 1,294,300  | 1,322,537                          | 354,592                            | 10,751,410  |
| <b>Net Position, Beginning of Year</b>                  | 3,875,550  | 1,798,869                          | 998                                | 64,887,077  |
| <b>Net Position, End of Year</b>                        | \$ 5,169,850                                     | \$ 3,121,406                       | \$ 355,590                         | \$ 75,638,487   |



**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Changes in Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2017**

|   | <b>Age-Based Multi-Firm Funds Portfolios</b> |                                    |                                    |                                    |                                    |
|---|--|------------------------------------|------------------------------------|------------------------------------|------------------------------------|
|   | <b>Delaware College<br/>Portfolio</b>        | <b>Delaware<br/>Portfolio 2018</b> | <b>Delaware<br/>Portfolio 2021</b> | <b>Delaware<br/>Portfolio 2024</b> | <b>Delaware<br/>Portfolio 2027</b> |
| <b>Additions</b>  |  |                                    |                                    |                                    |                                    |
| Subscriptions   | \$ 448,119                                   | \$ 306,346                         | \$ 483,470                         | \$ 451,518                         | \$ 437,594                         |
| Investment Income                                       |  |                                    |                                    |                                    |                                    |
| Net Increase (Decrease) in Fair Value of<br>Investments | 66,577                                       | 65,181                             | 136,496                            | 135,732                            | 179,013                            |
| Interest and Dividends                                  | 37,468                                       | 36,294                             | 63,192                             | 64,353                             | 85,112                             |
| Less: Investment Expenses                               | (4,685)                                      | (4,097)                            | (6,218)                            | (5,127)                            | (5,811)                            |
| Net Investment Income (Loss)                            | 99,360                                       | 97,378                             | 193,470                            | 194,958                            | 258,314                            |
| Other Income  | -  | -                                  | -                                  | -                                  | -                                  |
| Total Additions   | 547,479                                      | 403,724                            | 676,940                            | 646,476                            | 695,908                            |
| <b>Deductions</b>                                       |  |                                    |                                    |                                    |                                    |
| Redemptions   | 501,830                                      | 66,665                             | 355,056                            | 171,428                            | 105,714                            |
| Total Deductions  | 501,830                                      | 66,665                             | 355,056                            | 171,428                            | 105,714                            |
| Net Increase (Decrease) in Net Position                 | 45,649                                       | 337,059                            | 321,884                            | 475,048                            | 590,194                            |
| <b>Net Position, Beginning of Year</b>                  | 1,260,093                                    | 1,036,775                          | 1,487,359                          | 1,178,374                          | 1,356,610                          |
| <b>Net Position, End of Year</b>                        | \$ 1,305,742                                 | \$ 1,373,834                       | \$ 1,809,243                       | \$ 1,653,422                       | \$ 1,946,804                       |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Changes in Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2017**

|   | <b>Age-Based Multi-Firm Funds Portfolios</b> |                                    |                                    |   |
|---|--|------------------------------------|------------------------------------|---|
|   | <b>Delaware<br/>Portfolio 2030</b>           | <b>Delaware<br/>Portfolio 2033</b> | <b>Delaware<br/>Portfolio 2036</b> | <b>Total Age-Based<br/>Multi-Firm Fund<br/>Portfolios</b> |
| <b>Additions</b>  |  |                                    |                                    |   |
| Subscriptions   | \$ 410,068                                   | \$ 452,554                         | \$ 82,053                          | \$ 3,071,722  |
| Investment Income                                       |  |                                    |                                    |   |
| Net Increase (Decrease) in Fair Value of<br>Investments | 323,798                                      | 151,661                            | 1,603                              | 1,060,061   |
| Interest and Dividends                                  | 144,929                                      | 77,128                             | 4,609                              | 513,085   |
| Less: Investment Expenses                               | (8,998)                                      | (3,988)                            | (88)                               | (39,012)  |
| Net Investment Income (Loss)                            | 459,729                                      | 224,801                            | 6,124                              | 1,534,134   |
| Other Income  | -  | -                                  | -                                  | -   |
| Total Additions   | 869,797                                      | 677,355                            | 88,177                             | 4,605,856   |
| <b>Deductions</b>                                       |  |                                    |                                    |   |
| Redemptions   | 118,313                                      | 30,449                             | -                                  | 1,349,455   |
| Total Deductions  | 118,313                                      | 30,449                             | -                                  | 1,349,455   |
| Net Increase (Decrease) in Net Position                 | 751,484                                      | 646,906                            | 88,177                             | 3,256,401   |
| <b>Net Position, Beginning of Year</b>                  | 2,212,046                                    | 807,310                            | 996                                | 9,339,563   |
| <b>Net Position, End of Year</b>                        | \$ 2,963,530                                 | \$ 1,454,216                       | \$ 89,173                          | \$ 12,595,964   |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Changes in Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2017**

|   | <b>Target Risk Fidelity Funds Portfolios</b>          |   |   |   |
|---|---|---|---|---|
|   | <b>Delaware<br/>Conservative<br/>Portfolio Growth</b> | <b>Delaware<br/>Moderate Growth<br/>Portfolio</b> | <b>Delaware<br/>Aggressive<br/>Growth Portfolio</b> | <b>Total Target Risk<br/>Fidelity Fund<br/>Portfolios</b> |
| <b>Additions</b>  |   |   |   |   |
| Subscriptions   | \$ 2,058,494  | \$ 1,774,443                                      | \$ 4,190,396  | \$ 8,023,333  |
| Investment Income                                       |   |   |   |   |
| Net Increase (Decrease) in Fair Value of<br>Investments | 42,646  | 2,505,808   | 7,994,216   | 10,542,670  |
| Interest and Dividends                                  | 113,001   | 696,536   | 1,884,882   | 2,694,419   |
| Less: Investment Expenses                               | (13,944)  | (37,648)  | (88,986)  | (140,578)   |
| Net Investment Income (Loss)                            | 141,703   | 3,164,696   | 9,790,112   | 13,096,511  |
| Other Income  | -   | -   | -   | -   |
| Total Additions   | 2,200,197   | 4,939,139   | 13,980,508  | 21,119,844  |
| <b>Deductions</b>                                       |   |   |   |   |
| Redemptions   | 1,517,903   | 4,741,718   | 9,144,047   | 15,403,668  |
| Total Deductions  | 1,517,903   | 4,741,718   | 9,144,047   | 15,403,668  |
| Net Increase (Decrease) in Net Position                 | 682,294   | 197,421   | 4,836,461   | 5,716,176   |
| <b>Net Position, Beginning of Year</b>                  | 6,478,304   | 18,997,097  | 40,878,998  | 66,354,399  |
| <b>Net Position, End of Year</b>                        | \$ 7,160,598  | \$ 19,194,518                                     | \$ 45,715,459                                       | \$ 72,070,575   |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Changes in Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2017**

|   | <b>Target Risk Fidelity Index Funds Portfolios</b> |   |   |   |
|---|--|---|---|---|
|   | <b>Delaware<br/>Conservative<br/>Portfolio</b>     | <b>Delaware<br/>Moderate Growth<br/>Portfolio</b> | <b>Delaware<br/>Aggressive<br/>Growth Portfolio</b> | <b>Total Target Risk<br/>Fidelity Index<br/>Fund Portfolios</b> |
| <b>Additions</b>  |  |   |   |   |
| Subscriptions   | \$ 1,282,555                                       | \$ 1,491,463                                      | \$ 2,081,357  | \$ 4,855,375  |
| Investment Income                                       |  |   |   | -   |
| Net Increase (Decrease) in Fair Value of<br>Investments | 17,003   | 1,113,606   | 2,047,320   | 3,177,929   |
| Interest and Dividends                                  | 57,685   | 222,705   | 296,874   | 577,264   |
| Less: Investment Expenses                               | (3,266)  | (8,029)   | (10,665)  | (21,960)  |
| Net Investment Income (Loss)                            | 71,422   | 1,328,282   | 2,333,529   | 3,733,233   |
| Other Income  | -  | -   | -   | -   |
| Total Additions   | 1,353,977  | 2,819,745   | 4,414,886   | 8,588,608   |
| <b>Deductions</b>                                       |  |   |   |   |
| Redemptions   | 1,081,101  | 1,802,661   | 2,133,980   | 5,017,742   |
| Total Deductions  | 1,081,101  | 1,802,661   | 2,133,980   | 5,017,742   |
| Net Increase (Decrease) in Net Position                 | 272,876  | 1,017,084   | 2,280,906   | 3,570,866   |
| <b>Net Position, Beginning of Year</b>                  | 3,223,599  | 8,409,902   | 10,631,039  | 22,264,540  |
| <b>Net Position, End of Year</b>                        | \$ 3,496,475                                       | \$ 9,426,986                                      | \$ 12,911,945                                       | \$ 25,835,406   |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Changes in Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2017**

|  | <b>Individual Funds Portfolios</b>         |  |   |  |  |
|--|--|--|---|--|--|
|  | <b>Delaware Money<br/>Market Portfolio</b> | <b>Intermediate<br/>Treasury Index<br/>Portfolio</b> | <b>Delaware<br/>International<br/>Index Portfolio</b> | <b>Delaware Fidelity<br/>500 Index<br/>Portfolio</b> | <b>Delaware Total<br/>Market Index<br/>Portfolio</b> |
| <b>Additions</b>                                     |  |  |   |  |  |
| Subscriptions  | \$ 5,436,904                               | \$ 1,125,696   | \$ 2,145,733  | \$ 4,952,410   | \$ 2,861,892   |
| Investment Income                                    |  |  |   |  |  |
| Net Increase (Decrease) in Fair Value of Investments | -  | 9,820  | 1,099,923   | 2,881,967  | 1,799,817  |
| Interest and Dividends                               | 55,830                                     | 64,324   | 164,549   | 356,602  | 274,585  |
| Less: Investment Expenses                            | (18,955)                                   | (3,063)  | (5,173)   | (14,773)   | (9,711)  |
| Net Investment Income (Loss)                         | 36,875                                     | 71,081   | 1,259,299   | 3,223,796  | 2,064,691  |
| Other Income   | -  | -  | -   | -  | -  |
| Total Additions                                      | 5,473,779                                  | 1,196,777  | 3,405,032   | 8,176,206  | 4,926,583  |
| <b>Deductions</b>                                    |  |  |   |  |  |
| Redemptions  | 3,289,858                                  | 623,738  | 1,177,488   | 3,270,562  | 2,691,798  |
| Total Deductions                                     | 3,289,858                                  | 623,738  | 1,177,488   | 3,270,562  | 2,691,798  |
| Net Increase (Decrease) in Net Position              | 2,183,921                                  | 573,039  | 2,227,544   | 4,905,644  | 2,234,785  |
| <b>Net Position, Beginning of Year</b>               | 7,599,174                                  | 3,153,690  | 4,625,983   | 14,076,284   | 9,777,939  |
| <b>Net Position, End of Year</b>                     | \$ 9,783,095                               | \$ 3,726,729   | \$ 6,853,527  | \$ 18,981,928  | \$ 12,012,724  |

**Delaware Qualified Tuition Savings Plan Trust**  
**Statements of Changes in Fiduciary Net Position by Portfolio - Continued**  
**December 31, 2017**

|   | <u>Individual Funds</u>                     |   |                                |                |
|---|---|---|--------------------------------|----------------|
|   | <u>Total Individual<br/>Fund Portfolios</u> | <u>Interest-Bearing<br/>Bank Deposit<br/>Fund</u> | <u>Administrative<br/>Fund</u> | <u>Total</u>   |
| <b>Additions</b>  |   |   |                                |                |
| Subscriptions   | \$ 16,522,635                               | \$ 2,388,783                                      | \$ -                           | \$ 80,589,732  |
| Investment Income                                       |   |   |                                |                |
| Net Increase (Decrease) in Fair Value of<br>Investments | 5,791,527                                   | -   | -                              | 58,773,713     |
| Interest and Dividends                                  | 915,890                                     | 70,675  | 5,906                          | 17,628,731     |
| Less: Investment Expenses                               | (51,675)                                    | (32,824)  | (309,234)                      | (1,523,881)    |
| Net Investment Income (Loss)                            | 6,655,742                                   | 37,851  | (303,328)                      | 74,878,563     |
| Other Income  | -   | -   | 297,440                        | 297,440        |
| Total Additions   | 23,178,377                                  | 2,426,634   | (5,888)                        | 155,765,735    |
| <b>Deductions</b>                                       |   |   |                                |                |
| Redemptions   | 11,053,444                                  | 3,165,191   | -                              | 102,293,170    |
| Total Deductions  | 11,053,444                                  | 3,165,191   | -                              | 102,293,170    |
| Net Increase (Decrease) in Net Position                 | 12,124,933                                  | (738,557)   | (5,888)                        | 53,472,565     |
| <b>Net Position, Beginning of Year</b>                  | 39,233,070                                  | 7,180,994   | 1,717,450                      | 628,878,053    |
| <b>Net Position, End of Year</b>                        | \$ 51,358,003                               | \$ 6,442,437                                      | \$ 1,711,562                   | \$ 682,350,618 |



**BELFINT • LYONS • SHUMAN**  
Certified Public Accountants

[www.belfint.com](http://www.belfint.com)

---

***Independent Auditors' Report on Internal Control over Financial Reporting  
and on Compliance and Other Matters Based on an Audit of Financial Statements  
Performed in Accordance with Government Auditing Standards***

To the State of Delaware Plans Management Board  
Trustee of the Delaware Qualified Tuition Savings Plan Trust  
Dover, Delaware

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Delaware Qualified Tuition Savings Plan Trust as of and for the years ended December 31, 2018 and 2017, and the related notes to the financial statements, which collectively comprise Delaware Qualified Tuition Savings Plan Trust's basic financial statements, and have issued our report thereon dated March 29, 2019.

***Internal Control Over Financial Reporting***

In planning and performing our audits of the financial statements, we considered the Delaware Qualified Tuition Savings Plan Trust's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing an opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Delaware Qualified Tuition Savings Plan Trust's internal control. Accordingly, we do not express an opinion on the effectiveness of the Delaware Qualified Tuition Savings Plan Trust's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Plan's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified.

To the State of Delaware Plans Management Board  
Trustee of the Delaware Qualified Tuition Savings Plan Trust  
Dover, Delaware

***Compliance and Other Matters***

As part of obtaining reasonable assurance about whether the Delaware Qualified Tuition Savings Plan Trust's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audits and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

***Purpose of this Report***

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Plan's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Belfint, Lyons & Shuman, P.A.*

November 7, 2019  
Wilmington, Delaware