As of May 23, 2024

Making portfolios personal

Enhancements to the American Funds Model Portfolios

As part of the ongoing active management of our portfolio solutions, the Portfolio Solutions Committee (PSC) and Capital Solutions Group (CSG) regularly review portfolio exposures and conduct research. A key objective of the ongoing monitoring and research is to assess each portfolio's combination of underlying funds in an effort to ensure alignment with the corresponding investment objective. CSG and PSC assessed portfolio allocations that reflected the updated capital markets output and model optimization, considering both quantitative and qualitative criteria. Following the most recent review, the PSC has approved research-driven enhancements to several portfolios.

Key investment themes (may not impact all portfolios)

- Introduce an allocation to American Funds® Global Insight Fund to most portfolios with a capital appreciation objective. With its prudent growth of capital and conservation of principal objective, inclusion broadens portfolio holdings and complements other underlying global equity strategies.
- Reinforce and diversify growth-and-income fund exposure in the Growth Model Portfolio to help expand the investment opportunity set and help moderate overall portfolio volatility.
- Modestly increase the equity allocation in our income-oriented portfolios while refining the opportunity set for dividend sources across geographies and the spectrum of dividend growers and high dividend payers.
- Introduce an allocation to American Funds Emerging Markets Bond Fund® in income-oriented portfolios. Inclusion widens exposure to return-seeking fixed income to incorporate both sovereign and corporate emerging market bonds, denominated in either U.S. or local currency.

American Funds Model Portfolios

American Funds Growth Model Portfolio

Enhancements:

Funds	Category	Target allocations (%) (as of 4/30/24)	Allocation change (%)	New target allocation (%) (as of 5/23/24)
SMALLCAP World Fund ®	Growth	15		15
The New Economy Fund ®	Growth	10		10
The Growth Fund of America ®	Growth	25		25
New Perspective Fund ®	Growth	10	+5	15
AMCAP Fund ®	Growth	20	–5	15
Fundamental Investors ®	Growth and income	20	–10	10
The Investment Company of America ®	Growth and income		+10	10

American Funds Growth and Income Model Portfolio

Enhancements:

Funds	Category	Target allocations (%) (as of 4/30/24)	Allocation change (%)	New target allocation (%) (as of 5/23/24)
SMALLCAP World Fund®	Growth	8		8
The Growth Fund of America®	Growth	7		7
American Funds® Global Insight Fund	Growth		+5	5
Capital World Growth and Income Fund®	Growth and income	20	–5	15
The Investment Company of America®	Growth and income	20		20
Washington Mutual Investors Fund	Growth and income	10		10
Capital Income Builder®	Equity income	10		10
American Balanced Fund®	Balanced	10		10
American Funds® Multi-Sector Income Fund	Fixed income	5		5
The Bond Fund of America®	Fixed income	5		5
American Funds® Strategic Bond Fund	Fixed income	5		5

American Funds Conservative Growth and Income Model Portfolio

Enhancements:

Funds	Category	Target allocations (%) (as of 4/30/24)	Allocation change (%)	New target allocation (%) (as of 5/23/24)
Capital World Growth and Income Fund ®	Growth and income		+7	7
Washington Mutual Investors Fund	Growth and income	10		10
American Mutual Fund ®	Growth and income	10		10
Capital Income Builder®	Equity income	19	–4	15
The Income Fund of America®	Equity income	19	–4	15
American Funds Emerging Markets Bond Fund®	Fixed income		+3	3
American High-Income Trust®	Fixed income	10		10
American Funds® Multi-Sector Income Fund	Fixed income	16	–1	15
The Bond Fund of America®	Fixed income	16	–1	15

Important disclosures and information

Model portfolios are provided to financial intermediaries who may or may not recommend them to clients. The portfolios consist of an allocation of funds for investors to consider and are not intended to be investment recommendations. The portfolios are asset allocations designed for individuals with different time horizons, investment objectives and risk profiles. Allocations may change and may not achieve investment objectives. If a cash allocation is not reflected in a model, the intermediary may choose to add one. Capital Group does not have investment discretion or authority over investment allocations in client accounts. Rebalancing approaches may differ depending on where the account is held. Investors should talk to their financial professional for information on other investment alternatives that may be available. In making investment decisions, investors should consider their other assets, income and investments. Visit capitalgroup.com for current allocations.

Model portfolios are subject to the risks associated with the underlying funds in the model portfolio. Investors should carefully consider investment objectives, risks, fees and expenses of the funds in the model portfolio, which are contained in the fund prospectuses. Investing outside the United States involves risks, such as currency fluctuations, periods of illiquidity and price volatility. These risks may be heightened in connection with investments in developing countries. Small-company stocks entail additional risks, and they can fluctuate in price more than larger company stocks. The return of principal for bond funds and for funds with significant underlying bond holdings is not guaranteed. Fund shares are subject to the same interest rate, inflation and credit risks associated with the underlying bond holdings. Lower rated bonds are subject to greater fluctuations in value and risk of loss of income and principal than higher rated bonds. The use of derivatives involves a variety of risks, which may be different from, or greater than, the risks associated with investing in traditional securities, such as stocks and bonds. A nondiversified fund has the ability to invest a larger percentage of assets in securities of individual issuers than a diversified fund. As a result, a single issuer could adversely affect a nondiversified fund's results more than if the fund invested a smaller percentage of assets in securities of that issuer. See the applicable prospectus for details.

This content, developed by Capital Group, home of American Funds, should not be used as a primary basis for investment decisions and is not intended to serve as impartial investment or fiduciary advice.

Lit No. MFGEABRJ-001-0524O Printed in USA CGD/10592-S103619