

## Enhancement to the American Funds Moderate Growth Model Portfolio

As part of the ongoing active management of our multi-asset solutions, Capital Group's solutions investment team regularly conducts strategic and thematic research on the portfolios to ensure alignment with their long-term objectives. The team assessed current portfolio allocations utilizing updated capital markets output and model optimization, considering both quantitative and qualitative criteria. Following the most recent review, research-driven enhancement to the American Funds Moderate Growth Model Portfolio has been approved.

### Key themes driving the updated allocation recommendations:

- Modestly decrease equity exposure in Moderate Growth to reduce portfolio volatility, increase asset class flexibility, and more closely align with the strategic asset allocation of the long-term objective.
- Reconfirmed current target allocations across the other model portfolios as the Portfolio Solutions Committee observed appropriate activity and positioning within underlying funds across multiple dimensions, including stock/bond and U.S./non-U.S. equity mix to stay within their strategic asset allocations consistent with the models' respective objectives and success metrics.

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# Allocation updates – American Funds Moderate Growth Model Portfolio

**COLUMN DESIGNATIONS:** **New** allocation (as of 4/24/25) X% ▼▲ X% Allocation change (as of 4/24/25)

Category	Underlying funds	Moderate Growth Model	
Growth	The Growth Fund of America®	20%	0%
Growth	AMCAP Fund®	10%	0%
Growth	SMALLCAP World Fund®	10%	0%
Growth	American Funds Global Insight Fund	5%	0%
Growth and income	Capital World Growth and Income Fund®	15%	0%
Growth and income	The Investment Company of America®	10%	0%
Growth and income	Fundamental Investors®	5%	▼ -5%
Balanced	American Balanced Fund®	13%	▲ 3%
Balanced	American Funds Global Balanced Fund	12%	▲ 2%

## 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](https://capitalgroup.com) for current allocations.

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