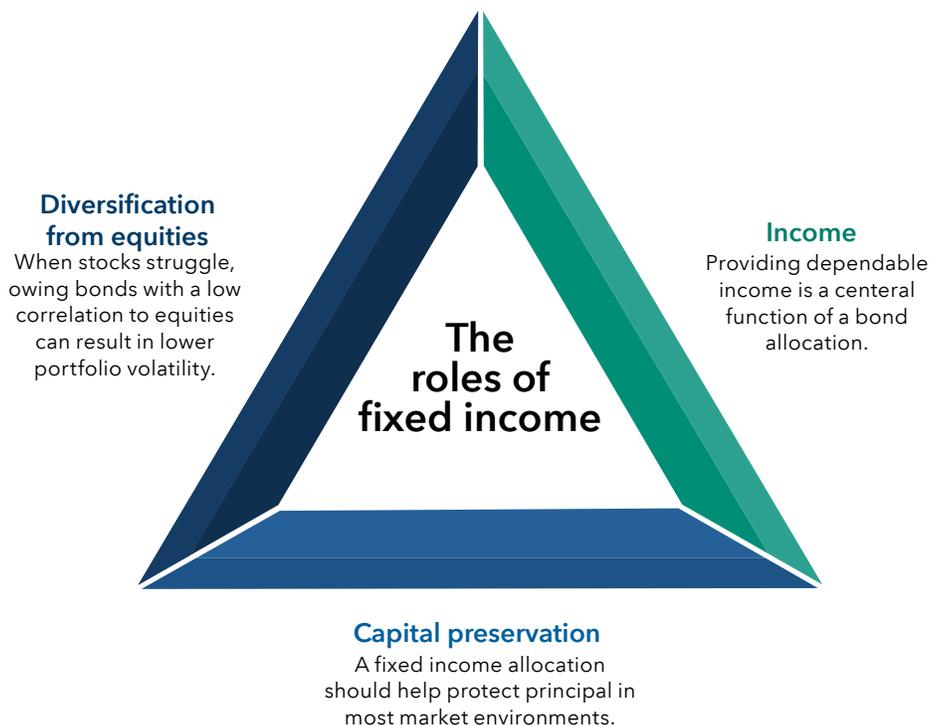


The roles of fixed income

Manage a wide range of fixed income assets

- \$636 billion in fixed income assets under management¹
- Managing fixed income strategies since 1973

The role of fixed income in portfolio construction



Our focus on long-term client outcomes and downside protection has led to strong relative results

A disciplined process guided by conviction

- Empowering research analysts to manage money enhances accountability and helps identify better opportunities
- A team approach results in high-conviction ideas gaining prominence in our portfolios
- 259 fixed income professionals collaborate regularly with their equity colleagues, leveraging our size and scale²

Commitment to investor success

- Portfolio managers invest in their own funds – 100% manager ownership in each fixed income mutual fund (excluding state-specific municipal funds and certain newly established funds)
- Manager compensation places an emphasis on long-term results, not assets under management
- We offer funds with low expense ratios³

Superior outcomes

as of 12/31/25

- Delivered strong long-term returns and risk-adjusted returns vs. peers⁴
- Helped investors achieve diversification through attention to the correlation between bonds and equities relative to peers⁵
- Manage core bond mutual funds that have shown relative resilience in periods of equity market volatility⁶

Footnotes/Important information:

¹Assets under management by Capital Fixed Income Investors as of 12/31/25.

²As of 12/31/25.

³Source: Lipper. Based on the Class F-2 share data as of 12/31/25. Nineteen out of 19 American Funds fixed income funds had expense ratios below the average for their respective Lipper categories, based on institutional load funds, excluding funds of funds.

⁴Data as of 12/31/25. Based on five- and 10-year total returns and Morningstar risk-adjusted returns of Class F-2 shares for taxable and tax-exempt bond funds. Morningstar risk-adjusted returns measure how much a fund returns versus the risk it takes, using the Sharpe Ratio to compare returns against volatility. Peer group is defined as the Morningstar category for each fund. The majority of the funds outperformed their peer group medians.

⁵Based on Class F-2 share results as of 12/31/25. Fifteen of 18 fixed income American Funds that have been in existence for the three-year period showed a three-year correlation lower than their respective

Morningstar peer group averages. S&P 500 Index was used as an equity market proxy.

Correlation based on monthly total returns. Correlation is a statistical measure of how a security and an index move in relation to each other. A correlation ranges from -1 to 1. A positive correlation close to 1 implies that as one moved, either up or down, the other moved in "lockstep," in the same direction. A negative correlation close to -1 indicates the two have moved in the opposite direction.

⁶Data from Morningstar. Periods of equity volatility were defined as the most recent market corrections between April 2010 and December 2025 when price declines were 10% or more (without dividends reinvested) in the unmanaged S&P 500 with at least 75% recovery. The Bond Fund of America, Intermediate Bond Fund of America, Short-Term Bond Fund of America and American Funds Strategic Bond Fund outperformed the S&P 500 during these periods of volatility. The returns of the funds and index are based on total returns for Class F-2 shares. There have been periods when the funds lagged the index.

Past results are not predictive of results in future periods.

Investments are not FDIC-insured, nor are they deposits of or guaranteed by a bank or any other entity, so they may lose value.

Fixed income at Capital Group

Fixed income mutual funds

As of December 31, 2025

	Inception date	Ticker				Gross expense ratio (%)				5-year equity correlation to the S&P 500 Index
		A	F-2	F-3	R-6	A	F-2	F-3	R-6	F-2
American Funds fixed income taxable funds										
Capital preservation/Diversification from equities										
Intermediate Bond Fund of America®	2/19/88	AIBAX	IBAFX	IFBFX	RBOGX	0.68	0.39	0.28	0.28	0.51
Short-Term Bond Fund of America®	10/2/06	ASBAX	SBFFX	FSBTX	RMMGX	0.68	0.40	0.29	0.29	0.40
Income										
American Funds® Core Plus Bond Fund	9/25/25	AFCPX	AFCFX	CPAFX	AFPSX	1.02	0.72	0.61	0.61	-
American High-Income Trust®	2/19/88	AHITX	AHIFX	HIGFX	RITGX	0.74	0.47	0.36	0.36	0.82
Capital World Bond Fund®	8/4/87	CWBFX	BFWFX	WFBFX	RCWGX	0.99	0.60	0.48	0.48	0.62
American Funds Corporate Bond Fund®	12/14/12	BFCAX	BFCGX	CFBFX	RCBFX	0.71	0.43	0.31	0.31	0.69
American Funds Emerging Markets Bond Fund®	4/22/16	EBNAX	EBNFX	EBNGX	REGGX	0.93	0.65	0.54	0.54	0.68
American Funds® Multi-Sector Income Fund	3/22/19	MIAQX	MIAYX	MIAZX	RMDUX	0.75	0.48	0.37	0.37	0.81
Income/Diversification from equities										
The Bond Fund of America®	5/28/74	ABNDX	ABNFX	BFFAX	RBFGX	0.62	0.36	0.25	0.25	0.63
Diversification from equities										
U.S. Government Securities Fund®	10/17/85	AMUSX	GVTFX	USGFX	RGVGX	0.68	0.39	0.28	0.28	0.55
American Funds Inflation Linked Bond Fund®	12/14/12	BFIAX	BFIGX	FILBX	RILFX	0.69	0.40	0.29	0.29	0.60
American Funds Mortgage Fund®	11/1/10	MFAAX	MFAFX	AFFMX	RMAGX	0.72	0.41	0.30	0.30	0.56
American Funds Strategic Bond Fund	3/18/16	ANBAX	ANBFX	ANBGX	RANGX	0.72	0.42	0.31	0.31	0.53
American Funds fixed income tax-exempt (muni) funds										
Capital preservation/Diversification from equities										
Limited Term Tax-Exempt Bond Fund of America®	10/6/93	LTEBX	LTEFX	FLTEX	N/A	0.61	0.38	0.27	N/A	0.66
American Funds Short-Term Tax-Exempt Bond Fund®	8/7/09	ASTEX	ASTFX	SFTFX	N/A	0.44	0.32	0.25	N/A	0.63
Income/Diversification from equities										
The Tax-Exempt Bond Fund of America®	10/3/79	AFTEX	TEAFX	TFEBX	N/A	0.55	0.38	0.27	N/A	0.67
American Funds Tax-Exempt Fund of New York®	11/1/10	NYAAX	NYAFX	TFNYX	N/A	0.65	0.49	0.37	N/A	0.67
The Tax-Exempt Fund of California®	10/28/86	TAFTX	TEFEX	EXCAX	N/A	0.56	0.40	0.29	N/A	0.68
American High-Income Municipal Bond Fund®	9/26/94	AMHIX	AHMFEX	HIMFX	N/A	0.66	0.42	0.31	N/A	0.70

Investors should carefully consider investment objectives, risks, charges and expenses. This and other important information is contained in the fund prospectuses and summary prospectuses, which can be obtained from a financial professional and should be read carefully before investing.

We have identified which funds contribute to a particular role of fixed income based on the fund's investment strategies. The extent to which a fund contributes to a specified role depends on the portfolio's composition at any point in time.

Past results are not predictive of results in future periods.

The expense ratios are as of each fund's prospectus available at the time of publication.

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. The return of principal for bond portfolios and for portfolios with significant underlying bond holdings is not guaranteed. Investments are subject to the same interest rate, inflation and credit risks associated with the underlying bond holdings. There are ongoing fees and expenses associated with owning bond fund shares, which is in contrast to owning individual bonds. Income may be subject to state or local income taxes and/or the federal alternative minimum tax. Certain other income, as well as capital gain distributions, may be taxable. State tax-exempt bond funds are more susceptible to factors adversely affecting issuers of its state's tax-exempt securities than a more widely diversified municipal bond fund. Lower rated bonds are subject to greater fluctuations in value and risk of loss of income and principal than higher rated bonds. Investments in mortgage-related securities involve additional risks, such as prepayment risk. 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. While not directly correlated to changes in interest rates, the values of inflation linked bonds generally fluctuate in response to changes in real interest rates and may experience greater losses than other debt securities with similar durations. Interests in Capital Group's U.S. Government Securities portfolios are not guaranteed by the U.S. government. For American Funds Strategic Bond Fund, frequent and active trading of portfolio securities may occur, which may involve correspondingly greater transaction costs, adversely affecting the results. As a nondiversified fund, American Funds Emerging Markets Bond Fund has the ability to invest a larger percentage of assets in the securities of a smaller number of issuers than a diversified fund. As a result, poor results by a single issuer could adversely affect fund results more than if the fund were invested in a larger number of issuers. See the applicable prospectus for details.

S&P 500 Index is a market capitalization-weighted index based on the results of approximately 500 widely held common stocks. The indexes are unmanaged and, therefore, have no expenses. Investors cannot invest directly in an index.

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