



Quarterly models summary

Key takeaways for the quarter

- Markets closed out 2025 in positive territory, buoyed by robust earnings reports and continued U.S. Federal Reserve rate cuts.
- The American Funds Model Portfolios at Merrill all had positive absolute gross and net results for the quarter, with many of them leading or in line with their benchmarks on a gross basis, though nearly all of them lagged net of fees.
- While no model portfolio reallocations were made this quarter, the Custom Solutions Committee (CSC) and the Capital Solutions Group (CSG) continue to monitor model portfolios regularly for risks and to ensure alignment with their long-term portfolio objectives, while active underlying fund managers use company- and security-specific research to make real-time decisions and identify timely opportunities in today's ever-changing market environment.

Market review

Markets ended 2025 on a positive note, driven largely by solid corporate earnings and continued U.S. Federal Reserve interest rate cuts. U.S. inflation appeared to fall, or at least stabilize, in the fourth quarter but the inflation picture was clouded by missing data due to the government shutdown.

International equities, including emerging markets, outpaced U.S. equities with the MSCI All Country World Index (ACWI) ex USA advancing 5.05%, compared to the S&P 500 Index's 2.66%. Globally, value stocks led growth while defensive stocks generally outpaced more cyclical equities (based on components of the MSCI ACWI). Health care was the highest performing sector in the S&P 500, followed by communication services, with both utilities and real estate ending in negative territory. High-dividend paying stocks lagged the broader U.S. equities market (as evidenced by that component of the MSCI USA Index). The broad U.S. bond market advanced, boosted by high-yield, mortgage-backed securities and municipal bonds (based on results from the Bloomberg U.S. Aggregate, Bloomberg U.S. Corporate High Yield and Bloomberg Municipal Bond indexes). High-yield outpaced investment-grade credit (as measured by the Bloomberg U.S. Corporate Investment Grade Index). The U.S. Treasury curve steepened over the quarter.

The Fed cut interest rates twice in the fourth quarter in response to rising unemployment, bringing the total number of cuts to three in 2025. The Bank of England also lowered their policy rate, while the European Central Bank held theirs steady and the Bank of Japan raised theirs to a 30-year high. As measured by the U.S. Dollar Index, the U.S. dollar rose modestly in the fourth quarter, but still ended down over 9% for the year.

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

Past results are not predictive of results in future periods.

Advisory services offered through Capital Research and Management Company (CRMC) and its RIA affiliates.

Featured investment professionals



Raj Paramaguru
Chair of the Custom Solutions Committee



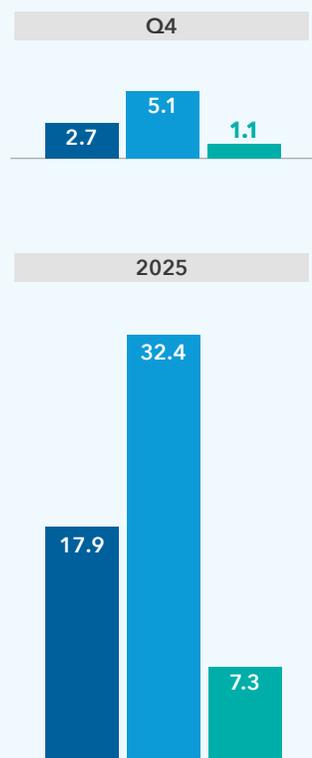
Mario DiVito
Multi-Asset Investment Director



Liz Yakes
Multi-Asset Investment Product Manager

Broad market results

Cumulative returns (%)



- **U.S. equities**
(S&P 500 Index)
- **International equities**
(MSCI ACWI ex USA Index)
- **U.S. fixed income**
(Bloomberg U.S. Aggregate Index)

Composite net results are calculated by subtracting an annual 3% fee, (which is equal to or higher than the highest actual model portfolio wrap fee charged by a program sponsor) from the gross composite monthly returns, which are net of underlying fund fees and expenses of all accounts in the composite.

Contribution to returns commentary is based on representative accounts of the model composites and is net of all fees and expenses applicable to the underlying funds and gross of any advisory fee charged by model providers. The net of fees composite results shown illustrate the impact of fees on the portfolio. Attribution for underlying ETFs is based on market price.

Model portfolio results for the quarter

All comments about model returns versus the benchmark are true on a gross- and net-of-fees basis, unless otherwise noted. All results are for the quarter unless otherwise specified.

Taxable and Tax-Aware

American Funds Aggressive MF (Taxable)

- Produced positive absolute returns but trailed its CIO benchmark.
- Driven primarily by strong non-U.S. equity selection, particularly in information technology and consumer discretionary.
- A smaller relative allocation to fixed income was also additive.
- U.S. equities weighed on relative results, driven primarily by holdings in consumer discretionary and financials.
- Cash hurt relative results for the period.

American Funds Aggressive MF (Tax-Aware)

- Produced positive absolute returns but trailed its CIO benchmark.
- U.S. equity selection detracted, particularly in consumer discretionary and industrials.
- Non-U.S. equities contributed, driven by a greater relative allocation to information technology as well as strong security selection from consumer discretionary.
- Overall fixed income was marginally positive with strength from health care and special tax municipals.
- Cash marginally detracted from relative results.

American Funds Moderately Aggressive MF (Taxable and Tax-Aware)

- Produced positive absolute returns and were roughly in line with their CIO benchmarks on a gross basis but net returns lagged.
- Driven mainly by fixed income.
 - A smaller relative allocation to the asset class was additive for **Moderately Aggressive MF Taxable**.
 - Bond selection in health care and special tax were the primary contributors for **Moderately Aggressive MF Tax-Aware**.
- Non-U.S. equities was also additive, driven by strong security selection in consumer discretionary, consumer staples and materials.
- U.S. equities detracted driven by industrials, consumer discretionary and communication services.
- Cash marginally detracted from relative results for the period.

American Funds Moderate MF (Taxable and Tax-Aware)

- Produced positive absolute returns, leading their CIO benchmarks on a gross basis but slightly lagging them net of fees.
- U.S. equity selection was additive for **Moderate MF Taxable**, driven primarily by holdings in information technology, while U.S. equity selection in consumer discretionary detracted in **Moderate MF Tax-Aware**.
- Non-U.S. equities were also additive for the quarter, with strength coming from information technology, consumer discretionary and materials; however industrials, health care and financials were detractive.
- Overall fixed income helped.
 - A smaller relative allocation to asset class was beneficial for **Moderate MF Taxable**.
 - Bond selection contributed positively for **Moderate MF Tax-Aware**, driven by a mix of health care and special tax municipals.
- Cash marginally detracted from relative results for the period.

American Funds Moderately Conservative MF (Taxable and Tax-Aware)

- Produced positive absolute returns, and led its CIO benchmark on a gross basis, while net returns lagged.
- Fixed income was the primary driver of positive relative returns.
 - Bond selection in emerging markets debt and a combination of both bond selection and a smaller-than-benchmark allocation in Treasuries helped **Moderately Conservative MF Taxable**.
 - Positive bond selection in health care and special tax municipals were the primary drivers for **Moderately Conservative MF Tax-Aware**.
- Strong security selection in non-U.S. equities also benefited **Moderately Conservative MF Taxable**, particularly in consumer discretionary and information technology as well as communication services and materials to a lesser extent.
- U.S. equities and cash marginally detracted from relative results for the period.

American Funds Conservative MF (Taxable and Tax-Aware)

- Produced positive absolute returns, and led its CIO benchmark on a gross basis, while net returns lagged.
- Fixed income was the primary driver of positive relative returns.
 - Bond selection in Treasuries helped **Conservative MF Taxable**.
 - Positive bond selection in health care and special tax municipals were the primary drivers for **Conservative MF Tax-Aware**.
- Non-U.S. equities also contributed for **Conservative MF Taxable**, particularly from strong equity selection in information technology.
- For **Conservative MF Tax-Aware**, U.S. equities partially offset the positive gains from fixed income with weakness coming from negative security selection in materials and communication services.
- Cash did not have a significant effect on either model for this period.

Multi-asset income

American Funds Moderate Income MF, Moderately Conservative Income MF and Conservative Income MF

- Produced positive absolute returns and led or were in line with their CIO benchmarks on both a gross and net-of-fees basis.
- Driven mainly by strong non-U.S. equity selection, particularly in consumer discretionary as well as communication services and consumer staples.
- Overall fixed income was also additive.
 - A smaller relative allocation to the asset class was beneficial for **Moderate Income MF** and **Moderately Conservative Income MF**.
 - Strong selection in Treasuries was the primary driver for positive fixed income contributions for **Conservative Income MF**.
- U.S. equity selection hurt relative results with weakness stemming primarily from communication services.
 - For **Conservative Income MF**, consumer staples also meaningfully detracted.
- Cash marginally detracted for **Moderate Income MF** and **Moderately Conservative Income MF** but was negligible for **Conservative Income MF**.

Looking ahead

As we enter 2026, prospects remain high for relatively stable global economic growth, supported by fiscal stimulus in the U.S. and Europe and the possibility of additional U.S. interest rate cuts. In the U.S., growth has remained solid despite an uptick in the unemployment rate, with strong holiday sales to end the year.

Within underlying funds, equity managers are mindful of historically high valuations across global markets, creating risks of pullbacks in the new year. Markets continue to broaden, with many companies driving returns outside the Magnificent 7 and information technology stocks. Although managers have favored selective information technology companies powering developments in AI, they also are targeting secondary beneficiaries of higher AI spending, including the utilities, industrials and materials companies that are benefiting from the build-out of AI infrastructure. Returns have also broadened geographically as non-U.S. equity markets have seen strong gains after years of mild returns. The German defense stimulus, and

increased defense spending in general, are expected to create opportunities in defense stocks. Corporate reforms in Asia may induce managements there to adopt greater capital efficiency and return more capital to shareholders. Across vast geographies and sectors, managers will continue to look for companies with attractive valuations, strong business models and quality management.

Within core U.S. fixed income, managers are seeking out select higher-quality opportunities in the credit space as historically high valuations make security selection critical. They also favor certain higher quality, higher coupon parts of the securitized market. Within the municipals market, underlying fund managers are finding compelling opportunities as fundamentals appear strong.

As we kick off the new year, portfolio managers and analysts continue to use their deep fundamental analysis in their quest to unearth overlooked opportunities and pursue strong results for investors.



Model portfolio allocation exposure

Exposure changes are based on actual model allocations, which reflect changes in the underlying funds over the periods shown.

Percent of net assets in equity as of 12/31/25.

■ *Increased allocation by 1% or more

■ †Decreased allocation by 1% or more

| Taxable models | | | | | | | | | | | | |
|---|--------------|-------------------|--------------------|--------------------|-------------|-------------------|--------------------|--------------------|-------------------|-------------------|--------------------|--------------------|
| | Total equity | % Change 3 months | % Change 12 months | +/- vs. 5 yr. avg. | U.S. equity | % Change 3 months | % Change 12 months | +/- vs. 5 yr. avg. | Non-U.S. equities | % Change 3 months | % Change 12 months | +/- vs. 5 yr. avg. |
| American Funds Aggressive MF | 91.8 | 0.7 | 1.1* | – | 67.7 | 0.3 | -2.4† | – | 24.1 | 0.4 | 3.5* | – |
| American Funds Moderately Aggressive MF | 78.0 | 0.9 | 0.6 | – | 57.8 | 0.6 | -1.2† | – | 20.2 | 0.3 | 1.7* | – |
| American Funds Moderate MF | 60.9 | 0.6 | 0.3 | – | 43.9 | 0.3 | -1.3† | – | 17.0 | 0.4 | 1.6* | – |
| American Funds Moderately Conservative MF | 40.2 | 0.4 | 0.8 | – | 30.2 | 0.1 | -1.0† | – | 10.1 | 0.4 | 1.8* | – |
| American Funds Conservative MF | 24.3 | 0.3 | 1.6* | – | 19.3 | 0.0 | 0.2 | – | 5.0 | 0.2 | 1.4* | – |

| Tax-aware models | | | | | | | | | | | | |
|---|--------------|-------------------|--------------------|--------------------|-------------|-------------------|--------------------|--------------------|-------------------|-------------------|--------------------|--------------------|
| | Total equity | % Change 3 months | % Change 12 months | +/- vs. 5 yr. avg. | U.S. equity | % Change 3 months | % Change 12 months | +/- vs. 5 yr. avg. | Non-U.S. equities | % Change 3 months | % Change 12 months | +/- vs. 5 yr. avg. |
| American Funds Aggressive MF Tax-Aware | 89.9 | 0.6 | 0.3 | – | 66.4 | 0.3 | -2.0† | – | 23.5 | 0.3 | 2.4* | – |
| American Funds Moderately Aggressive MF Tax-Aware | 75.4 | 0.7 | 0.4 | – | 56.5 | 0.4 | -1.8† | – | 18.9 | 0.3 | 2.2* | – |
| American Funds Moderate MF Tax-Aware | 58.8 | 0.3 | 0.3 | – | 43.7 | 0.1 | -0.8 | – | 15.1 | 0.2 | 1.1* | – |
| American Funds Moderately Conservative MF Tax-Aware | 41.0 | 0.2 | 0.2 | – | 31.2 | 0.1 | -1.7† | – | 9.8 | 0.1 | 1.9* | – |
| American Funds Conservative MF Tax-Aware | 22.4 | 0.1 | 0.3 | – | 18.3 | 0.0 | -0.5 | – | 4.1 | 0.1 | 0.8 | – |

| Multi-asset income models | | | | | | | | | | | | |
|--|--------------|-------------------|--------------------|--------------------|-------------|-------------------|--------------------|--------------------|-------------------|-------------------|--------------------|--------------------|
| | Total equity | % Change 3 months | % Change 12 months | +/- vs. 5 yr. avg. | U.S. equity | % Change 3 months | % Change 12 months | +/- vs. 5 yr. avg. | Non-U.S. equities | % Change 3 months | % Change 12 months | +/- vs. 5 yr. avg. |
| American Funds Moderate Income MF Taxable | 64.2 | 0.9 | 0.2 | 1.1* | 44.5 | 0.0 | -2.5† | -0.3 | 19.8 | 0.9 | 2.6* | 1.4* |
| American Funds Moderately Conservative Income MF Taxable | 47.9 | 0.8 | 0.1 | -1.8† | 32.3 | 0.0 | -2.0† | -2.1† | 15.6 | 0.7 | 2.2* | 0.3 |
| American Funds Conservative Income MF Taxable | 32.8 | 0.5 | -2.6† | -3.7† | 22.3 | -0.1 | -3.9† | -3.6† | 10.5 | 0.5 | 1.2* | -0.1 |

Model portfolio allocation exposure

Exposure changes are based on actual model allocations, which reflect changes in the underlying funds over the periods shown.

Percent of net assets in fixed income and cash as of 12/31/25.

■ *Increased allocation by 1% or more ■ †Decreased allocation by 1% or more

| Taxable models | | | | | | | | | | | | | | | | |
|---|------------|----------|-------------------|--------------------|-----------|----------|-------------------|--------------------|----------------|----------|-----------|--------------------|--------------------|----------|-----------|--------------------|
| % Change | Total bond | 3 months | 12 months | +/- vs. 5 yr. avg. | U.S. bond | 3 months | 12 months | +/- vs. 5 yr. avg. | Non-U.S. bonds | 3 months | 12 months | +/- vs. 5 yr. avg. | Cash & equivalents | 3 months | 12 months | +/- vs. 5 yr. avg. |
| American Funds Aggressive MF | 5.5 | 0.0 | -1.0 [†] | - | 3.9 | 0.1 | -0.6 | - | 1.6 | -0.1 | -0.4 | - | 2.8 | -0.7 | -0.1 | - |
| American Funds Moderately Aggressive MF | 18.5 | -0.2 | -0.9 | - | 16.3 | 0.0 | -0.6 | - | 2.2 | -0.2 | -0.3 | - | 3.5 | -0.7 | 0.3 | - |
| American Funds Moderate MF | 34.2 | -0.6 | -1.8 [†] | - | 29.1 | -0.2 | -1.1 [†] | - | 5.1 | -0.4 | -0.6 | - | 4.9 | 0.0 | 1.5* | - |
| American Funds Moderately Conservative MF | 54.1 | -0.7 | -2.7 [†] | - | 44.1 | -0.2 | -4.6 [†] | - | 10.0 | -0.5 | 1.9* | - | 5.7 | 0.2 | 1.9* | - |
| American Funds Conservative MF | 69.5 | -0.5 | -3.5 [†] | - | 63.4 | 0.1 | -3.7 [†] | - | 6.1 | -0.6 | 0.1 | - | 6.2 | 0.3 | 1.9* | - |

| Tax-aware models | | | | | | | | | | | | | | | | |
|---|------------|----------|-------------------|--------------------|-----------|----------|-------------------|--------------------|----------------|----------|-----------|--------------------|--------------------|----------|-----------|--------------------|
| % Change | Total bond | 3 months | 12 months | +/- vs. 5 yr. avg. | U.S. bond | 3 months | 12 months | +/- vs. 5 yr. avg. | Non-U.S. bonds | 3 months | 12 months | +/- vs. 5 yr. avg. | Cash & equivalents | 3 months | 12 months | +/- vs. 5 yr. avg. |
| American Funds Aggressive MF Tax-Aware | 7.4 | -0.1 | -0.1 | - | 7.4 | -0.1 | -0.1 | - | 0.0 | 0.0 | 0.0 | - | 2.7 | -0.5 | -0.2 | - |
| American Funds Moderately Aggressive MF Tax-Aware | 21.3 | -0.3 | -0.4 | - | 21.3 | -0.2 | -0.4 | - | 0.0 | 0.0 | 0.0 | - | 3.3 | -0.5 | -0.1 | - |
| American Funds Moderate MF Tax-Aware | 37.0 | -0.5 | -0.7 | - | 36.9 | -0.5 | -0.7 | - | 0.1 | 0.0 | 0.0 | - | 4.2 | 0.1 | 0.4 | - |
| American Funds Moderately Conservative MF Tax-Aware | 53.7 | -0.3 | -1.0 [†] | - | 53.7 | -0.3 | -1.0 [†] | - | 0.1 | 0.0 | 0.0 | - | 5.3 | 0.1 | 0.8 | - |
| American Funds Conservative MF Tax-Aware | 71.2 | 0.3 | -1.3 [†] | - | 71.0 | 0.3 | -1.3 [†] | - | 0.2 | 0.0 | 0.0 | - | 6.4 | -0.5 | 1.0* | - |

| Multi-asset income models | | | | | | | | | | | | | | | | |
|--|------------|----------|-------------------|--------------------|-----------|----------|-----------|--------------------|----------------|----------|-----------|--------------------|--------------------|----------|-----------|--------------------|
| % Change | Total bond | 3 months | 12 months | +/- vs. 5 yr. avg. | U.S. bond | 3 months | 12 months | +/- vs. 5 yr. avg. | Non-U.S. bonds | 3 months | 12 months | +/- vs. 5 yr. avg. | Cash & equivalents | 3 months | 12 months | +/- vs. 5 yr. avg. |
| American Funds Moderate Income MF Taxable | 31.6 | 0.0 | -0.1 | -0.2 | 27.9 | 0.3 | 0.5 | 0.8 | 3.7 | -0.4 | -0.6 | -0.9 | 4.2 | -0.9 | -0.1 | -0.9 |
| American Funds Moderately Conservative Income MF Taxable | 46.5 | -0.4 | -1.6 [†] | 1.5* | 41.2 | 0.1 | -0.9 | 1.9* | 5.3 | -0.4 | -0.6 | -0.4 | 5.6 | -0.4 | 1.5* | 0.2 |
| American Funds Conservative Income MF Taxable | 61.1 | -0.6 | 0.5 | 2.9* | 55.5 | -0.2 | 0.6 | 3.1* | 5.6 | -0.5 | 0.0 | -0.3 | 6.1 | 0.2 | 2.1* | 0.8 |

Cash and equivalents includes short-term securities, other assets less liabilities, and may include accrued income. It may also include investments in money market or similar funds managed by the investment adviser or its affiliates that are not offered to the public.

Model portfolio results as of December 31, 2025

For additional model results, please view the profile sheets available on the Capital Group investment managers page in Resource Central.

MAA composite results (gross and net percentage)

| Taxable models | | | | | | | | |
|--|-------------|----------------|----------------|-----|------|--------|--------|----------|
| | Strategy ID | Inception date | Type of return | QTD | YTD | 1 year | 3 year | Lifetime |
| American Funds Aggressive MF | 28S02452 | 2/28/2021 | Gross | 2.9 | 19.6 | 19.6 | 20.4 | 10.4 |
| | | | Net | 2.4 | 17.5 | 17.5 | 18.3 | 8.4 |
| Merrill CIO Benchmark (Aggressive MF) | | | | 3.0 | 19.8 | 19.8 | 18.7 | 10.5 |
| American Funds Moderately Aggressive MF | 28S02451 | 3/31/2021 | Gross | 2.7 | 18.2 | 18.2 | 17.1 | 9.6 |
| | | | Net | 2.2 | 16.1 | 16.1 | 15.0 | 7.6 |
| Merrill CIO Benchmark (Moderately Aggressive MF) | | | | 2.7 | 17.6 | 17.6 | 16.2 | 8.5 |
| American Funds Moderate MF | 28S02450 | 3/31/2021 | Gross | 2.6 | 15.8 | 15.8 | 13.1 | 7.5 |
| | | | Net | 2.2 | 13.8 | 13.8 | 11.1 | 5.6 |
| Merrill CIO Benchmark (Moderate MF) | | | | 2.3 | 15.3 | 15.3 | 13.6 | 6.7 |
| American Funds Moderately Conservative MF | 28S02449 | 3/31/2021 | Gross | 2.2 | 12.9 | 12.9 | 9.9 | 5.5 |
| | | | Net | 1.8 | 11.0 | 11.0 | 8.0 | 3.6 |
| Merrill CIO Benchmark (Moderately Conservative MF) | | | | 1.9 | 12.4 | 12.4 | 11.0 | 4.9 |
| American Funds Conservative MF | 28S02448 | 3/31/2021 | Gross | 1.9 | 10.2 | 10.2 | 7.4 | 3.9 |
| | | | Net | 1.4 | 8.3 | 8.3 | 5.6 | 2.0 |
| Merrill CIO Benchmark (Conservative MF) | | | | 1.4 | 9.4 | 9.4 | 8.5 | 3.5 |

Past results are not predictive of results in future periods.

Performance data shows MAA Composite Performance results. Merrill Lynch is responsible for the calculation of these results.

MAA Composites: The MAA Composite performance results represent the actual performance of all unconstrained accounts managed by MAA in this Strategy that have enrolled in the Merrill Lynch Investment Advisory Program (IAP) as well as in other Merrill or Merrill affiliated investment advisory programs that meet the criteria set by MAA for inclusion in the MAA Composite performance calculation. The MAA Composite performance results shown, if any, are affected by the methodology used by MAA to select accounts and also by the size and number of accounts in the MAA Composite, which can vary.

Gross/Net Performance Results: Performance results are shown 'gross' or '(before fees)' which reflects the performance before the deduction of the Program Fee. Performance results are also shown 'net' or '(after fees)' which reflects the performance after the deduction of the Program Fee based on the maximum rate then in effect for the period shown for the Program and the maximum Style Manager Expense Rate charged for the Strategy, as reflected in the Strategy Profile. This maximum rate may differ from the actual rate agreed to by the client for IAP services and investment in the Style Manager Strategy. The return on investment for your client's Account will be reduced by the deduction of the Program Fee they pay. The compound impact on Composite performance of the deduction of fees is determined by the account size, the amount of the fee, the time period, and the gross investment performance.

The net of fee performance information shown for the Strategy for the period from May 1, 2022, to the date of this Profile is calculated using the maximum Program Fee of 1.75%, which is based on the maximum Style Manager Expense Rate (is applicable) in effect during the period and the maximum Merrill Lynch Fee Rate of 1.75%. The net of fee performance information shown for prior past periods is calculated based on the Style Manager Expense Rate then in effect plus the maximum Merrill Lynch Fee rate then in effect for the periods indicated as follows: (i) 2.00% rate in effect for the period from January 1, 2019, to April 30, 2022; (ii) 2.20% rate in effect from February 1, 2017 to January 1, 2019; and (iii) 2.70% rate in effect for the period prior to January 31, 2017.

For more information on the Merrill CIO benchmarks refer to page 11.

Model portfolio results as of December 31, 2025

For additional model results, please view the profile sheets available on the Capital Group investment managers page in Resource Central.

MAA composite results (gross and net percentage).

| Tax-aware models | | | | | | | | |
|--|-------------|----------------|----------------|-----|------|--------|--------|----------|
| | Strategy ID | Inception date | Type of return | QTD | YTD | 1 year | 3 year | Lifetime |
| American Funds Aggressive MF Tax-Aware | 28S02457 | 11/30/2021 | Gross | 2.8 | 19.3 | 19.3 | 20.5 | 8.2 |
| | | | Net | 2.3 | 17.2 | 17.2 | 18.4 | 6.3 |
| Merrill CIO Benchmark (Aggressive MF Tax-Aware) | | | | 3.1 | 19.5 | 19.5 | 18.6 | 8.7 |
| American Funds Moderately Aggressive MF Tax-Aware | 28S02456 | 5/31/2021 | Gross | 2.7 | 16.9 | 16.9 | 17.4 | 8.5 |
| | | | Net | 2.2 | 14.8 | 14.8 | 15.3 | 6.6 |
| Merrill CIO Benchmark (Moderately Aggressive MF Tax-Aware) | | | | 2.8 | 16.4 | 16.4 | 15.8 | 7.6 |
| American Funds Moderate MF Tax-Aware | 28S02455 | 4/30/2021 | Gross | 2.7 | 14.0 | 14.0 | 13.8 | 7.3 |
| | | | Net | 2.3 | 12.0 | 12.0 | 11.9 | 5.4 |
| Merrill CIO Benchmark (Moderate MF Tax-Aware) | | | | 2.5 | 13.9 | 13.9 | 13.2 | 6.8 |
| American Funds Moderately Conservative MF Tax-Aware | 28S02454 | 5/31/2021 | Gross | 2.2 | 10.8 | 10.8 | 9.9 | 5.3 |
| | | | Net | 1.8 | 8.9 | 8.9 | 8.0 | 3.4 |
| Merrill CIO Benchmark (Moderately Conservative MF Tax-Aware) | | | | 2.0 | 10.9 | 10.9 | 10.6 | 4.5 |
| American Funds Conservative MF Tax-Aware | 28S02453 | 6/30/2022 | Gross | 1.7 | 7.7 | 7.7 | 6.8 | 5.3 |
| | | | Net | 1.3 | 5.9 | 5.9 | 4.9 | 3.5 |
| Merrill CIO Benchmark (Conservative MF Tax-Aware) | | | | 1.5 | 8.1 | 8.1 | 8.0 | 5.6 |

| Multi-asset income models | | | | | | | | | |
|---|-------------|----------------|----------------|-----|------|--------|--------|--------|----------|
| | Strategy ID | Inception date | Type of return | QTD | YTD | 1 year | 3 year | 5 year | Lifetime |
| American Funds Moderate Income MF Taxable | 28S02347 | 12/31/2020 | Gross | 2.9 | 17.0 | 17.0 | 13.5 | 8.5 | 8.9 |
| | | | Net | 2.4 | 15.0 | 15.0 | 11.6 | 6.6 | 7.0 |
| Merrill CIO Benchmark (Moderate Income MF Taxable) | | | | 2.3 | 15.3 | 15.3 | 13.6 | 6.6 | 7.1 |
| American Funds Moderately Conservative Income MF Taxable | 28S02346 | 12/31/2020 | Gross | 2.4 | 14.8 | 14.8 | 10.9 | 6.8 | 7.0 |
| | | | Net | 2.0 | 12.8 | 12.8 | 9.0 | 4.9 | 5.1 |
| Merrill CIO Benchmark (Moderately Conservative Income MF Taxable) | | | | 1.9 | 12.4 | 12.4 | 11.0 | 4.7 | 5.1 |
| American Funds Conservative Income MF Taxable | 28S02345 | 12/31/2020 | Gross | 1.9 | 12.2 | 12.2 | 8.4 | 4.8 | 4.8 |
| | | | Net | 1.4 | 10.2 | 10.2 | 6.5 | 2.9 | 2.9 |
| Merrill CIO Benchmark (Conservative Income MF Taxable) | | | | 1.4 | 9.4 | 9.4 | 8.5 | 3.2 | 3.5 |

Market index results as of December 31, 2025

| Index name | Cumulative total returns (%) | | | Average annual total returns (%) | | |
|--|------------------------------|-------|--------|----------------------------------|---------|----------|
| | QTD | YTD | 1 year | 3 years | 5 years | 10 years |
| Bloomberg U.S. Aggregate Index | 1.10 | 7.30 | 7.30 | 4.66 | -0.36 | 2.01 |
| MSCI All Country World Index (ACWI) ex USA | 5.05 | 32.39 | 32.39 | 17.33 | 7.91 | 8.41 |
| S&P 500 Index | 2.66 | 17.88 | 17.88 | 23.01 | 14.42 | 14.82 |

Past results are not predictive of results in future periods.

Model portfolio allocation ranges

| Taxable models | | |
|---|-------------|---|
| | Strategy ID | Estimated allocation range* (equity/fixed income % range) |
| American Funds Aggressive MF | 28S02452 | 80%-90% Equity/10%-20% Fixed Income |
| American Funds Moderately Aggressive MF | 28S02451 | 70%-80% Equity/20%-30% Fixed Income |
| American Funds Moderate MF | 28S02450 | 60%-70% Equity/30%-40% Fixed Income |
| American Funds Moderately Conservative MF | 28S02449 | 30%-40% Equity/60%-70% Fixed Income |
| American Funds Conservative MF | 28S02448 | 15%-25% Equity/75%-85% Fixed Income |

| Tax-aware models | | |
|---|-------------|---|
| | Strategy ID | Estimated allocation range* (equity/fixed income % range) |
| American Funds Aggressive MF Tax-Aware | 28S02457 | 80%-90% Equity/10%-20% Fixed Income |
| American Funds Moderately Aggressive MF Tax-Aware | 28S02456 | 70%-80% Equity/20%-30% Fixed Income |
| American Funds Moderate MF Tax-Aware | 28S02455 | 60%-70% Equity/30%-40% Fixed Income |
| American Funds Moderately Conservative MF Tax-Aware | 28S02454 | 30%-40% Equity/60%-70% Fixed Income |
| American Funds Conservative MF Tax-Aware | 28S02453 | 15%-25% Equity/75%-85% Fixed Income |

| Multi-asset income models | | |
|--|-------------|---|
| | Strategy ID | Estimated allocation range* (equity/fixed income % range) |
| American Funds Moderate Income MF Taxable | 28S02347 | 55%-65% Equity/35%-45% Fixed Income |
| American Funds Moderately Conservative Income MF Taxable | 28S02346 | 45%-55% Equity/45%-55% Fixed Income |
| American Funds Conservative Income MF Taxable | 28S02345 | 35%-45% Equity/55%-65% Fixed Income |

*Capital Group Custom Solutions Committee does not explicitly manage to these asset allocation ranges. The ranges reflect current expectations for the portfolios' allocations. These ranges may change based on market conditions or Merrill CIO guidance.

Important information

Merrill CIO Benchmarks (pages 7-8)

The Merrill CIO Benchmarks, referred to as Style Indexes at Merrill, provide a reasonably relevant market comparison to the performance of the Strategy. Merrill selects either a single market index or customizes the Style Index. For a Style Index customized by Merrill, its performance is derived from the performance of the two or more indexes identified according to the percentage allocations noted. The Merrill CIO Benchmarks and their respective weightings are as follows:

Aggressive MF: 31% Russell 1000 Value Index, 27% Russell 1000 Growth Index, 16% MSCI All Country World Index (ACWI) ex USA (Net), 9% MSCI Emerging Markets Index (Net), 5% ICE BofA US Corporate Master Index, 4% Russell 2000 Growth Index, 4% Russell 2000 Value Index, 3% ICE BofA Government Master, 1% ICE BofA Treasury Bill LOC TR.

Aggressive MF TA: 31% Russell 1000 Value Index, 27% Russell 1000 Growth Index, 16% MSCI All Country World Index (ACWI) ex USA (Net), 9% MSCI Emerging Markets Index (Net), 7% Bloomberg Municipal Total Return Index, 4% Russell 2000 Growth Index, 4% Russell 2000 Value Index, 1% Bloomberg Municipal High Yield Total Return Index, 1% ICE BofA US Treasury Bill LOC TR.

Conservative MF, Conservative Income MF: 22% ICE BofA Global Broad Market ex USD TR Hedged, 17% ICE BofA Government Master, 17% ICE BofA US Corporate Master, 12% ICE BofA Mortgage Master Index, 8% Russell 1000 Value Index, 7% Russell 1000 Growth Index, 5% ICE BofA US Treasury Bill LOC TR, 5% MSCI All Country World Index (ACWI) ex USA (Net), 3% ICE BofA US Cash Pay High Yield, 2% MSCI Emerging Markets Index (Net), 1% Russell 2000 Growth Index, 1% Russell 2000 Value Index.

Conservative MF TA: 28% Bloomberg Municipal Total Return Index, 17% ICE BofA Global Broad Market ex USD TR Hedged, 9% ICE BofA Government Master, 8% Russell 1000 Value Index, 7% ICE BofA US Corporate Master Index, 7% Russell 1000 Growth Index, 5% ICE BofA Mortgage Master Index, 5% ICE BofA US Treasury Bill LOC TR, 4% Bloomberg Municipal High Yield Total Return Index, 4% MSCI All Country World Index (ACWI) ex USA (Net), 3% ICE BofA US Cash Pay High Yield, 1% MSCI Emerging Markets Index (Net), 1% Russell 2000 Growth Index, 1% Russell 2000 Value Index.

Moderately Aggressive MF: 26% Russell 1000 Value Index, 22% Russell 1000 Growth Index, 14% MSCI All Country World Index (ACWI) ex USA (Net), 11% ICE BofA US Corporate Master Index, 8% ICE BofA Government Master Index, 7% MSCI Emerging Markets Index (Net), 3% ICE BofA Mortgage Master Index, 3% Russell 2000 Growth Index, 3% Russell 2000 Value Index, 1% ICE BofA Global Broad Market ex USD TR Hedged, 1% ICE BofA US Cash Pay High Yield, 1% ICE BofA US Treasury Bill LOC TR.

Moderately Aggressive MF TA: 26% Russell 1000 Value Index, 22% Bloomberg Municipal Total Return Index, 22% Russell 1000 Growth Index, 13% MSCI All Country World Index (ACWI) ex USA (Net), 7% MSCI Emerging Markets Index (Net), 3% Bloomberg Municipal High Yield Total Return Index, 3% Russell 2000 Growth Index, 3% Russell 2000 Value Index, 1% ICE BofA US Treasury Bill LOC TR.

Moderately Conservative MF, Moderately Conservative Income MF: 17% ICE BofA Government Master Index, 16% ICE BofA US Corporate Master Index, 14% Russell 1000 Value Index, 13% ICE BofA Mortgage Master Index, 12% Russell 1000 Growth Index, 10% ICE BofA Global Broad Market ex USD TR Hedged, 8% MSCI All Country World Index (ACWI) ex USA (Net), 4% MSCI Emerging Markets Total Return Net Index, 3% ICE BofA US Cash Pay High Yield, 1% ICE BofA US Treasury Bill LOC TR, 1% Russell 2000 Growth Index, 1% Russell 2000 Value Index.

Moderately Conservative MF TA: 34% Bloomberg Municipal Total Return Index, 14% ICE BofA Global Broad Market ex USD TR Hedged, 14% Russell 1000 Value Index, 12% Russell 1000 Growth Index, 8% MSCI All Country World Index (ACWI) ex USA (Net), 4% Bloomberg Municipal High Yield Total Return Index, 4% ICE BofA US Corporate Master Index, 4% MSCI Emerging Markets Total Return Net Index, 2% ICE BofA Mortgage Master Index, 1% ICE BofA US Cash Pay High Yield, 1% ICE BofA US Treasury Bill LOC TR, 1% Russell 2000 Growth Index, 1% Russell 2000 Value Index.

Moderate MF, Moderate Income MF: 20% Russell 1000 Value Index, 17% Russell 1000 Growth Index, 13% ICE BofA US Government Master Index, 13% ICE BofA US Corporate Master, 11% MSCI All Country World Index (ACWI) ex USA (Net), 10% ICE BofA Mortgage Master Index, 6% MSCI Emerging Markets Total Return Net Index, 3% ICE BofA Global Broad Market ex USD TR Hedged, 2% ICE BofA US Cash Pay High Yield, 2% Russell 2000 Growth Index, 2% Russell 2000 Value Index, 1% ICE BofA US Treasury Bill LOC TR.

Moderate MF TA: 35% Bloomberg Municipal Total Return Index, 20% Russell 1000 Value Index, 17% Russell 1000 Growth Index, 11% MSCI All Country World Index (ACWI) ex USA (Net), 6% MSCI Emerging Markets Total Return Net Index, 4% Bloomberg Municipal High Yield Total Return Index, 2% Russell 2000 Growth Index, 2% Russell 2000 Value Index, 1% ICE BofA Global Broad Market ex USD TR Hedged, 1% ICE BofA US Cash Pay High Yield, 1% ICE BofA US Treasury Bill LOC TR.

The Style Index is unmanaged and is not subject to management fees and other expenses. Securities contained in the Style Index will vary from those in the strategies list or in the client account. It is not possible to invest directly in a Style Index. There may have been periods when the model portfolios lagged the Style Index.

The Magnificent Seven stocks consist of Alphabet, Amazon, Apple, Meta, Microsoft, NVIDIA and Tesla.

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The ICE BofA Corporate Master Index is a market-value-weighted index composed of domestic Corporate (BBB/Baa rated or better) debt issues. The ML Corporate Master Index is a component of the MLCP&G.

The ICE BofA Government Master Index is a market-value-weighted index composed of U.S. Treasury and Agency fixed income issues. Mortgage-backed securities are excluded. The ML Government Master Index is a component of the MLCP&G.

The ICE BofA Merrill Lynch Global Broad Market Excluding US Dollar Index is a subset of The BofA Merrill Lynch Global Broad Market Index excluding all securities denominated in US dollars. The BofA Merrill Lynch Global Broad Market Index tracks the performance of investment grade debt publicly issued in the major domestic and eurobond markets, including sovereign, quasi-government, corporate, securitized and collateralized securities. Qualifying securities must have an investment grade rating (based on an average of Moody's, S&P and Fitch).

The ICE BofA Merrill Lynch US Cash Pay High Yield Index tracks the performance of US dollar denominated below investment grade corporate debt, currently in a coupon paying period, that is publicly issued in the US domestic market. Qualifying securities must have a below investment grade rating (based on an average of Moody's, S&P and Fitch), at least 18 months to final maturity at the time of issuance, at least one year remaining term to final maturity as of the rebalancing date, a fixed coupon schedule and a minimum amount outstanding of \$100 million.

The ICE BofA Merrill Lynch US Mortgage Backed Securities Index tracks the performance of US dollar denominated fixed rate and hybrid residential mortgage pass-through securities publicly issued by US agencies in the US domestic market.

The ICE BofA Merrill Lynch US Treasury Bill Index tracks the performance of US dollar denominated US Treasury Bills publicly issued in the US domestic market. Qualifying securities must have at least one month remaining term to final maturity and a minimum amount outstanding of \$1 billion.

ICE Data Services is the marketing name used to refer to the suite of pricing (including evaluated pricing), market data, analytics, and related services offered by Intercontinental Exchange, Inc. and certain of its affiliates, including Interactive Data Corporation and its subsidiaries.

Bloomberg U.S. Aggregate Index represents the U.S. investment-grade fixed-rate bond market.

Bloomberg U.S. Corporate High Yield 2% Issuer Capped Index covers the universe of fixed-rate, non-investment-grade debt. The index limits the maximum exposure of any one issuer to 2%.

Bloomberg Municipal Bond Index is a market-value-weighted index designed to represent the long-term investment-grade tax-exempt bond market.

Bloomberg High Yield Municipal Bond Index is a market-value-weighted index composed of municipal bonds rated below BBB/Baa.

MSCI All Country World ex USA Index is a free float-adjusted market capitalization weighted index that is designed to measure equity market results in the global developed and emerging markets, excluding the United States. The index consists of more than 40 developed and emerging market country indexes. Results reflect dividends gross of withholding taxes through December 31, 2000, and dividends net of withholding taxes thereafter.

MSCI Emerging Markets Index is a free float-adjusted market capitalization weighted index that is designed to measure equity market results in the global emerging markets, consisting of more than 20 emerging market country indexes. Results reflect dividends gross of withholding taxes through December 31, 2000, and dividends net of withholding taxes thereafter.

MSCI USA Index is a free float-adjusted, market capitalization-weighted index that is designed to measure the U.S. portion of the world market. This index is unmanaged and includes reinvested dividends and/or distributions, but does not reflect sales charges, commissions, expenses, or taxes. Results reflect dividends gross of withholding taxes.

S&P 500 Index is a market-capitalization-weighted index based on the results of approximately 500 widely held common stocks.

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The Russell 1000 Growth Index is a market capitalization-weighted index that represents the large-cap growth segment of the U.S. equity market and includes stocks from the Russell 1000 Index that have higher price-to-book ratios and higher expected growth values.

The Russell 1000 Value Index is a market capitalization-weighted index that represents the large-cap value segment of the U.S. equity market and includes stocks from the Russell 1000 Index that have lower price-to-book ratios and lower expected growth values.

The Russell 2000 Growth Index measures the performance of those Russell 2000 companies with higher price-to-book ratios and higher forecasted growth values.

The Russell 2000 Value Index measures the performance of those Russell 2000 companies with lower price-to-book ratios and lower forecasted growth values.

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