Capital Group Active-Passive
Retirement Income Model – Conservative

Data as of March 31, 2025

Seeks current income, long-term growth and conservation of capital, utilizing both active and passive ETFs

Model description

Seeks to support sustained, inflation-adjusted withdrawals and the accomplishment of three investment objectives: current income, long-term growth of capital and conservation of capital. Emphasis is placed on income and conservation of capital through allocation to generally higher quality fixed income, as well as income-focused equities. Uses active Capital Group exchange-traded funds (ETFs) and passive exchange-traded funds.

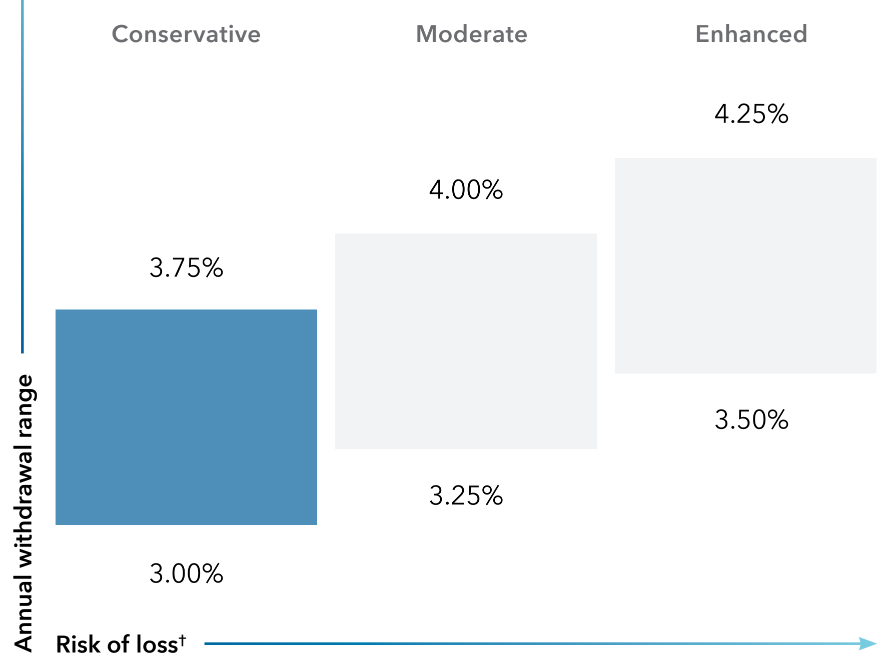
Created by Capital Group

In creating the Capital Group Active-Passive Retirement Income Model – Conservative, the Portfolio Solutions Committee (PSC) relied on their in-depth understanding of the underlying funds. Our models are constructed and monitored by the PSC, seasoned investment professionals with support from the Capital Solutions Group, while the underlying funds are managed by their respective portfolio managers. The Portfolio Solutions Committee has an average of 30 years of investment industry experience.*

For investors who ...

- Seek a broadly diversified portfolio, with a focus on income, to help them pursue their retirement goals.
- Are in, or near, retirement and want an investment that supports periodic withdrawals while seeking to preserve as much principal as possible.
- Desire a potentially lower level of downside risk in exchange for a potentially lower level of income and growth of capital.
- Seeks the tax advantages of the ETF vehicle and greater transparency of the underlying holdings.
- Value a diversified and experienced active investment manager, complemented by passive investment strategies, to help them accomplish their goal.

Retirement Income Model Portfolio suggested withdrawal rate range



*As of December 31, 2024

† Risk of loss is defined by the Portfolio Solutions Committee as an increased exposure to equities, which can lead to greater volatility in the portfolio and potentially impact both withdrawal rates and whether overall assets invested will decline over time.

Data as of March 31, 2025

Underlying funds

Underlying funds	Weight
CGDG – Capital Group Dividend Growers ETF	17%
CGCB – Capital Group Core Bond ETF	13%
CGBL – Capital Group Core Balanced ETF	11%
CGMS – Capital Group U.S. Multi-Sector Income ETF	11%
CGCP – Capital Group Core Plus Income ETF	8%
CGCV – Capital Group Conservative Equity ETF	7%
CGSD – Capital Group Short Duration Income ETF	6%
VTIP – Vanguard Short-Term Inflation-Protected Securities Index Fund ETF	5%
MBB – iShares MBS ETF	3%
GOVT – iShares U.S. Treasury Bond ETF	3%
VYM – Vanguard High Dividend Yield Index Fund ETF	3%
BNDX – Vanguard Total International Bond Index Fund ETF	3%
DGRO – iShares Core Dividend Equity ETF	2%
AGG – iShares Core U.S. AGG Bond ETF	2%
SCHD – Schwab US Dividend Equity ETF™	2%
VEA – Vanguard FTSE Developed Markets Index Fund ETF	2%
VGSH – Vanguard Short-Term Treasury ETF Index Fund	2%

Top five industry

Top five industry	Weight
Semiconductors & semiconductor equipment	8.1%
Banks	6.1%
Aerospace & defense	5.5%
Oil, gas & consumable fuels	5.1%
Capital markets	4.8%

Top five equity holdings

Top five equity holdings	Weight
Broadcom	1.2%
Philip Morris International	1.0%
Microsoft	0.8%
TSMC	0.7%
RTX Corp.	0.7%

Capital Group Active-Passive Retirement Income Model – Conservative

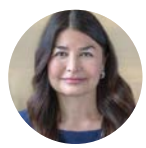
Asset mix[1]	Weight
Total equities	
U.S. equities	27.2%
Non-U.S. equities	11.3%
Total fixed income	
U.S. fixed income	52.4%
Non-U.S. fixed income	6.5%
Cash and equivalents[2]	2.7%

Fixed income quality breakdown[3]

Fixed income quality breakdown	Weight
Investment grade (BBB/Baa and above)	85.8%
Non-Investment grade (BB/Ba and below)	14.2%

The Portfolio Solutions Committee

This model is actively monitored by the committee – a group of senior investment professionals with varied backgrounds and approaches, and decades of investment industry experience. They regularly review the model's results and holdings to keep it aligned with its objectives.


Michelle Black
30 years

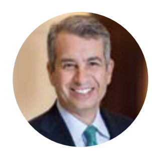

Brittain Ezzes
27 years


Samir Mathur
32 years


Damien McCann
25 years


Wesley Phoa
32 years


John Queen
35 years


Andrew Suzman
31 years

Investment industry experience as of December 31, 2024.

[1]Totals may not reconcile due to rounding.

[2]For Capital Group ETFs, cash and equivalents includes short-term securities, accrued income and other assets less liabilities. 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.

[3]Bond ratings are based on a model portfolio's underlying funds' holdings and investment policies. Bond ratings, which typically range from AAA/Aaa (highest) to D (lowest), are assigned by credit rating agencies such as Standard & Poor's, Moody's and/or Fitch, as an indication of an issuer's creditworthiness. For most American Funds and Capital Group ETFs, if agency ratings differ, a security will be considered to have received the highest of those ratings; and securities in the Unrated category have not been rated by any of the rating agencies referenced above; however, the investment adviser performs its own credit analysis and assigns comparable ratings that are used for compliance with applicable investment policies. Please see each fund's most recent prospectus for details.

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. Smaller company stocks entail additional risks, and they can fluctuate in price more than larger company stocks. The return of principal for bond bonds 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. 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. A nondiversified 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.

Portfolios are managed, so holdings will change. Holdings-based information is based on the weighted average of the underlying funds.

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.

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