

American Funds Insurance Series®  
Target Date Series



# Target date funds & variable annuities: A path to and through retirement



## Capital Group Target Date name changes

Effective January 1, 2026, the American Funds 2010 Target Date Retirement Fund® has been renamed to the **American Funds 2010 Target Date Retirement Income Fund**. The 2015, 2020 and 2025 funds have been renamed in the same way.

For the Capital Group Target Date Retirement Series, the Capital Group 2010 Target Date Retirement Trust has been renamed to the **Capital Group 2010 Target Date Retirement Income Trust**. The 2015, 2020 and 2025 funds have been renamed in the same way.

For the Capital Group Target Date Retirement Blend Series, the Capital Group 2010 Target Date Retirement Blend Trust has been renamed to the **Capital Group 2010 Target Date Retirement Income Blend Trust**. The 2015, 2020 and 2025 funds have been renamed the same way.

For the Capital Group Target Date Retirement Strategy, the Capital Group 2010 Target Date Retirement Strategy has been renamed to the **Capital Group 2010 Target Date Retirement Income Strategy**. The 2015, 2020 and 2025 strategies have been renamed in the same way.

For the Capital Group Target Date Retirement Composites, the Capital Group 2010 Target Date Retirement Composite has been renamed to the **Capital Group 2010 Target Date Retirement Income Composite**. The 2015, 2020 and 2025 composites have been renamed in the same way.

For the Capital Group Target Date Retirement Blend Composites, the Capital Group 2010 Target Date Retirement Blend Composite has been renamed to the **Capital Group 2010 Target Date Retirement Income Blend Composite**. The 2015, 2020 and 2025 composites have been renamed in the same way.

**Investments are not FDIC-insured, nor are they deposits of or guaranteed by a bank or any other entity, so they may lose value. Investors should carefully consider investment objectives, risks, charges and expenses. This and other important information is contained in the mutual fund prospectuses/summary prospectuses, which can be obtained from a financial professional, and should be read carefully before investing. Similar information about collective investment trusts is contained in the fund's Characteristics Statement and/or other fund disclosure document(s), which can be obtained from the fund's trustee and/or the participants' plan provider or employer.**

Collective Investment Trusts (CITs) are available for investment only to certain qualified retirement plans. Capital Group CITs are maintained by Capital Bank and Trust Company ("trustee"), which has retained an affiliate to serve as investment adviser to the trustee.

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Capital Client Group, Inc.

# American Funds Insurance Series® – Target Date Series

## What are target date variable annuities?

Designed to meet investors' changing needs **to and through retirement**, the American Funds Insurance Series – Target Date Series brings together two powerful tools: **target date funds** and insurer-provided **variable annuities**.

With more than \$3.9 trillion dollars in assets and a 7% compound annual growth rate over the last five years,<sup>1</sup> target date funds are a growing sector. And it's one that many investors are familiar with from their defined contribution plans.

- In 2023, target date assets made up 35% of all 401(k) assets. By 2029, they're expected to account for nearly 50%.<sup>2</sup>
- Meanwhile, those nearing retirement are increasingly looking for protected income options to help manage the risk of outliving their savings.
- 90% of consumers ages 45-75 recently surveyed say Social Security benefits are important to retirement income needs, but just 58% are confident the benefit will be there in the future and continue providing income for the rest of their lives.<sup>3</sup>

**Combining the two represents an opportunity** to meet investor needs simply, with a diversified portfolio that shifts over time with their stage of life, and a retirement income stream designed to last their lifetime.

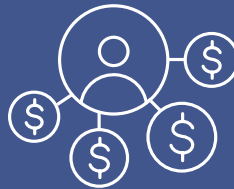
## Why investors use target date funds



### Easy

#### Easy selection

Simplifies choosing and managing retirement investments



### Diverse

#### Broad asset allocation

Diversifies investments among various asset classes



### Oversight

#### Professionally managed

Professional managers oversee asset allocation and glide path decisions

<sup>1</sup> Source: Sway Research. "The State of the Target Date Market: 2025." Compound annual growth rate for CITs and mutual funds combined.

<sup>2</sup> Source: Cerulli Associates. "The Cerulli Report – U.S. Defined Contribution Distribution 2024."

<sup>3</sup> Source: Alliance for Lifetime Income and Cannex. "ALI Cannex Protected Retirement Income and Planning (PRIP). Chapter 4: Accumulation to Decumulation." November 19, 2024. The report surveyed 2,516 consumers ages 45 to 75, of which 505 are an oversample of consumers ages 61 to 65, for a total of 886 in this age bracket.

# Why protected income?

As people prepare for and transition to living in retirement, their needs and priorities change. Generating income and protecting what they've worked hard to save are top-of-mind – but Social Security and pensions may not cover the needs of many retirees.

Protected income from variable annuities can help close this gap, where insurers offer guarantees that payments will continue for the investor's lifetime.

## Variable annuities may be useful for:



### Managing risk

Helps protect against risks of outliving income or rising health care costs.



### Lifetime income

Provides income for the investor's lifetime.



### Diversification

Helps protect against market downturns.

We believe protected income from variable annuities can play a strategic role in retirement income plans, among other investments.

Annuities can be an important part of a diversified retirement portfolio because they can help ensure that retirement income is protected even when there are downturns in the market that might affect a portfolio. So, no matter how other retirement investments perform, annuities can provide a source of protected lifetime income that few other financial products can offer.

## Other considerations

Be careful not to over-insure a retirement income plan. Things to consider:

**Higher potential fees** – Variable annuities may impose a variety of fees that may affect the growth of a portfolio.

**Lower flexibility/liquidity** – Variable annuities have investment and/or withdrawal limitation requirements. Early withdrawals may incur a fee.

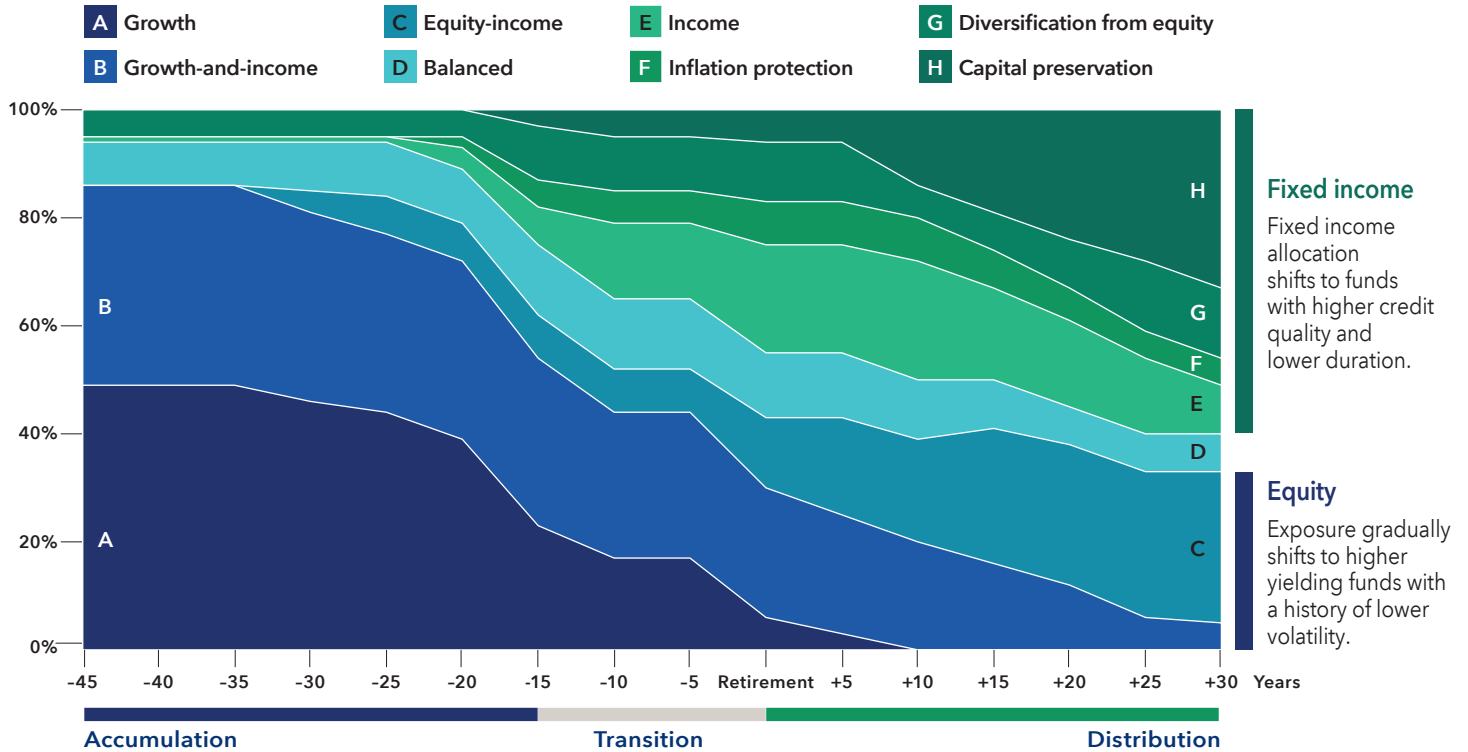
**About the guarantee:** Guarantees are subject to the claims-paying ability of the issuing insurance company.

# A glide path within a glide path

Target date series typically rebalance between equity funds and fixed income funds as investors age, gradually increasing the balance in favor of fixed income. Our series is differentiated in that it not only holds meaningful amounts of equities near retirement to help build wealth, it also changes the types of equities and fixed income over time, to help manage risk. This is an approach we call our glide path within a glide path.

Our glide path provides well-diversified but age-appropriate exposure to multiple asset classes.

## A well-designed glide path\*



Source: Capital Group. Target allocations as of December 31, 2024, and are subject to the oversight committee's discretion. The investment adviser anticipates assets will be invested within a range that deviates no more than 10% above or below the allocations shown in the prospectus. Underlying funds may be added or removed during the year. Visit [capitalgroup.com](http://capitalgroup.com) for current allocations.

Although the target date portfolios are managed for investors on a projected retirement date time frame, the allocation strategy does not guarantee that investors' retirement goals will be met. Investment professionals manage the portfolio, moving it from a more growth-oriented strategy to a more income-oriented focus as the target date gets closer. The target date is the year that corresponds roughly to the year in which an investor is assumed to retire and begin taking withdrawals. Investment professionals continue to manage each portfolio for approximately 30 years after it reaches its target date.

\* Glide path represents all vintages in the series. Vintage is sometimes used to refer to the target year denoted in the fund's name. In the case of the American Funds Insurance Series, the vintage year correlates to the expected retirement date. Insurers may not offer all funds, or they may limit access to funds that investors otherwise may have selected to match their retirement date.

# Distinguishing characteristics of our glide path

- Meaningful equity exposure throughout retirement to deliver capital growth potential.
- An emphasis on dividends with the intent of providing more equity exposure without increasing volatility.
- Fixed income strategies that seek income, capital preservation, inflation protection and diversification from equity.
- Funds are managed beyond retirement, meaning an investor could feasibly use a single fund for decades.

## A smart choice for investing in retirement

The series aligns with Capital Group's overarching target date retirement strategy, meaning it shares important characteristics with the American Funds Target Date Retirement Series.®

1. Identical target allocations to underlying funds in the American Funds family.
2. Identical glide paths designed to build and preserve wealth.
3. An overlapping team of veteran portfolio managers, with each team averaging 30 years of investment industry experience.\*

\* As of the most recent prospectus.

## A sophisticated approach, made simple

**Dividends matter** because, in general, they can be a sign of stability in companies. Exposure to companies with higher dividends and more sustainable dividend growth have tended to offer potential for downside protection and help guard against inflation.

**The American Funds Insurance Series – Target Date Series** – Target Date Series reflects our belief that the types of equities held, not just the amounts, can help offset age-specific risks investors face.

**For investors further from retirement:** the emphasis is on equity funds with exposure to high-growth, low-yielding stocks.

**For investors closer to and in retirement:** the equity emphasis shifts to funds with exposure to dividend-paying stocks as sensitivity to market downturns increases.

## Our bond holdings adapt over time to seek the four roles of fixed income



Diversification  
from equities



Capital  
preservation



Income



Inflation  
protection

# Capital Group: An industry leader in target date investing

Since 1931, Capital Group, home of American Funds, has been singularly focused on delivering superior outcomes for long-term investors using high-conviction portfolios, rigorous research and individual accountability.

With \$339 billion of target date assets under management (mutual funds and CITs combined), Capital Group is one of the leading providers of target date funds.<sup>4</sup>

## MORNINGSTAR® "Thrilling" strategies

Seven equity strategies underlying the insurance series were recognized on Morningstar's "The Thrilling 36" list.<sup>5</sup>

### Our underlying equity-focused funds have provided a strong foundation

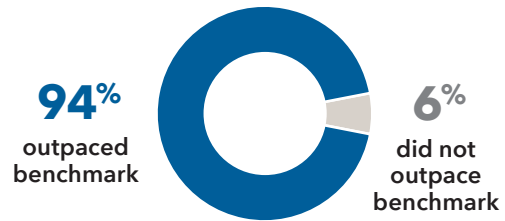
#### Results vs. peers

Our underlying equity-focused funds have outpaced their respective Lipper peer indexes/averages in 85% of monthly rolling 10-year periods.<sup>6</sup>



#### Results vs. benchmarks

Over their lifetimes, 94% of our underlying equity-focused funds have outpaced their respective benchmarks.<sup>7</sup>



Past results are not predictive of results in future periods. Results for indexes/averages do not reflect sales charges. There have been periods when the fund has lagged the indexes and/or averages. Market indexes are unmanaged and, therefore, have no expenses. Investors cannot invest directly in an index. Expenses differ for each share class, so results will vary.

Not all underlying funds are in every target date vintage. Check with insurance provider for fund availability.

<sup>4</sup>Source: Sway Research. "The State of the Target Date Market: 2025."

<sup>5</sup>Source: Morningstar, "The Thrilling 36," Russel Kinnel, Morningstar, August 20, 2024. Morningstar's screening took into consideration expense ratios, manager ownership, returns over manager's tenure, and Morningstar Risk, Analyst, Medalist and Parent ratings. The universe was limited to share classes accessible to individual investors with a minimum investment no greater than \$50,000 and did not include funds of funds and must be rated by Morningstar analysts. Class A shares were evaluated for American Funds. American Funds Insurance Series – Target Date Series invests in Class R-6 shares of the underlying American Funds. Not all American Funds strategies are in each target date fund. Underlying funds may change over time. Visit morningstar.com for more details. For more on the specific fund allocations, see page 7.

<sup>6</sup>Source: Capital Group, as of 12/31/24. Based on Class R-6 shares results. In aggregate, the underlying equity American Funds have beaten their Lipper peer indexes or averages in 85% of all monthly rolling 10-year periods. All underlying equity funds in the series are reflected but all may not be allocated across every target date fund. Periods covered are the shorter of the fund's lifetime or since the comparable Lipper index/average inception date. Lipper indexes track the largest mutual funds (no more than 30), represented by one share class per fund, in the corresponding Lipper category. Lipper averages reflect the current composition of all eligible mutual funds (all share classes) within a given category. The 18 American Funds used in our analysis (and the relevant Lipper indexes/averages with which they were compared) are as follows: AMCAP Fund (Lipper Growth Funds Index); American Balanced Fund (Lipper Balanced Funds Index); American Funds Global Balanced Fund (Lipper Flexible Portfolio Funds Index); American Funds Global Insight Fund, Capital World Growth and Income Fund, The New Economy Fund, New Perspective Fund (Lipper Global Funds Index); American Mutual Fund, Fundamental Investors, The Income Fund of America, Washington Mutual Investors Fund (Lipper Growth and Income Funds Index); Capital Income Builder (Lipper Global Equity Income Funds Average); EuroPacific Growth Fund, International Growth and Income Fund (Lipper International Funds Index); The Growth Fund of America (Lipper Large-Cap Growth Funds Index); The Investment Company of America (Lipper Large-Cap Core Funds Index); New World Fund (Lipper Emerging Markets Funds Index); SMALLCAP World Fund (Lipper Global Small-/Mid-Cap Funds Average).

<sup>7</sup>Source: Capital Group as of 12/31/24. Based on Class R-6 share results. Seventeen out of 18 underlying equity funds had average annual lifetime returns that outpaced their respective benchmarks. The funds and the relevant index or index blend with which they were compared are as follows: AMCAP Fund, American Mutual Fund, The Growth Fund of America, Fundamental Investors, The Investment Company of America, Washington Mutual Investors Fund (S&P 500 Index); American Funds Global Insight Fund (MSCI World Index); SMALLCAP World Fund (SMALLCAP World Fund Historical Benchmarks Index); International Growth and Income Fund (International Growth and Income Fund Historical Benchmarks Index); EuroPacific Growth Fund (MSCI All Country World Index ex USA); The New Economy Fund, New World Fund (MSCI All Country World Index); New Perspective Fund (New Perspective Fund Historical Benchmarks Index); Capital World Growth and Income Fund (Capital World Growth and Income Fund Historical Benchmarks Index); American Balanced Fund (60%/40% S&P 500 Index/Bloomberg U.S. Aggregate Index); The Income Fund of America (65%/35% S&P 500 Index/Bloomberg U.S. Aggregate Index); Capital Income Builder (70%/30% MSCI All Country World Index/Bloomberg U.S. Aggregate Index); American Funds Global Balanced Fund (60%/40% MSCI All Country World Index/Bloomberg Global Aggregate Index). Continued on page 9.

# A suite of target date funds

Financial professionals and investors should carefully consider the target date fund they select. Generally, they pick a fund with the year closest to the date on which investors plan to retire. A 45-year-old investor who wishes to retire at age 65 might choose a target date fund with a date close to 20 years in the future. Similarly, a 55-year-old planning to retire at age 70 might choose a fund with a date around 15 years in the future.

The American Funds Insurance Series – Target Date Series is designed to gradually reduce risk within its funds as they approach and pass their target date. **Insurers may not offer all funds in the series, or they may limit access to funds that investors otherwise may have selected to match their retirement date.**

✓ On Morningstar's "The Thrilling 36" list.

|   |  | Target date funds     |           |           |           |           |           |
|---|--|-----------------------|-----------|-----------|-----------|-----------|-----------|
|   |  | 2035                  | 2030      | 2025      | 2020      | 2015      | 2010      |
| Growth                                    | New Perspective Fund <sup>®</sup> ✓                    | 3                     | 2         | –         | –         | –         | –         |
|   | SMALLCAP World Fund <sup>®</sup>                       | 4                     | 2         | –         | –         | –         | –         |
|   | AMCAP Fund <sup>®</sup>                                | 6                     | 6         | 3         | 1         | –         | –         |
|   | The Growth Fund of America <sup>®</sup> ✓              | 6                     | 4         | –         | –         | –         | –         |
|   | New World Fund <sup>®</sup>                            | –                     | –         | –         | –         | –         | –         |
|   | The New Economy Fund <sup>®</sup> ✓                    | –                     | –         | –         | –         | –         | –         |
|   | American Funds Global Insight Fund                     | 4                     | 3         | 3         | 2         | –         | –         |
|   | EuroPacific Growth Fund                                | –                     | –         | –         | –         | –         | –         |
|   | <b>Allocation (%)</b>                                  | <b>23</b>             | <b>17</b> | <b>6</b>  | <b>3</b>  | <b>0</b>  | <b>0</b>  |
| Growth-and-income                         | American Mutual Fund ✓                                 | 7                     | 7         | 6         | 6         | 6         | 5         |
|   | Capital World Growth and Income Fund <sup>®</sup>      | 7                     | 7         | 6         | 5         | 5         | 3         |
|   | Washington Mutual Investors Fund                       | 5                     | 5         | 5         | 5         | 4         | 4         |
|   | Fundamental Investors <sup>®</sup>                     | 6                     | 3         | 3         | 3         | 2         | 1         |
|   | The Investment Company of America <sup>®</sup>         | 4                     | 3         | 3         | 3         | 3         | 3         |
|   | International Growth and Income Fund                   | 2                     | 2         | 1         | –         | 6         | –         |
|   | <b>Allocation (%)</b>                                  | <b>31</b>             | <b>27</b> | <b>24</b> | <b>22</b> | <b>20</b> | <b>16</b> |
| Equity-income                             | The Income Fund of America <sup>®</sup> ✓              | 4                     | 4         | 8         | 12        | 13        | 18        |
|   | Capital Income Builder <sup>®</sup> ✓                  | 4                     | 4         | 5         | 6         | 6         | 7         |
|   |  | <b>Allocation (%)</b> | <b>8</b>  | <b>8</b>  | <b>13</b> | <b>18</b> | <b>19</b> |
| Balanced                                  | American Balanced Fund <sup>®</sup> ✓                  | 8                     | 8         | 8         | 8         | 7         | 7         |
|   | American Funds <sup>®</sup> Global Balanced Fund       | 5                     | 5         | 4         | 4         | 4         | 2         |
|   |  | <b>Allocation (%)</b> | <b>13</b> | <b>13</b> | <b>12</b> | <b>12</b> | <b>11</b> |
| Fixed income                              | Intermediate Bond Fund of America <sup>®</sup>         | 3                     | 5         | 6         | 6         | 9         | 11        |
|   | The Bond Fund of America <sup>®</sup>                  | –                     | 7         | 8         | 8         | 9         | 10        |
|   | American Funds Mortgage Fund <sup>®</sup>              | 5                     | 5         | 6         | 6         | 6         | 7         |
|   | American Funds Inflation Linked Bond Fund <sup>®</sup> | 5                     | 6         | 8         | 8         | 8         | 7         |
|   | U.S. Government Securities Fund <sup>®</sup>           | 5                     | 5         | 5         | 5         | –         | –         |
|   | Short-Term Bond Fund of America <sup>®</sup>           | –                     | –         | –         | –         | 5         | 8         |
|   | American Funds Strategic Bond Fund <sup>®</sup>        | 2                     | 2         | 3         | 3         | 4         | 4         |
|   | American Funds Multi-Sector Income Fund <sup>®</sup>   | 3                     | 3         | 4         | 4         | 4         | 3         |
|   | Capital World Bond Fund <sup>®</sup>                   | 2                     | 2         | 2         | 2         | 2         | –         |
|   | American High-Income Trust <sup>®</sup>                | –                     | –         | 3         | 3         | 3         | –         |
| American Funds Emerging Markets Bond Fund | –  | –                     | –         | –         | –         | –         |           |
|   | <b>Allocation (%)</b>                                  | <b>25</b>             | <b>35</b> | <b>45</b> | <b>45</b> | <b>50</b> | <b>50</b> |

Totals may not reconcile due to rounding.

Source: Capital Group. Target allocations as of December 31, 2024, and are subject to the oversight committee's discretion. Over the course of the year the Series will be implementing changes such as increasing exposure to New World Fund, decreasing American Funds Global Balanced Fund and adding an allocation to American Funds Emerging Markets Bond Fund. For current allocations to the underlying funds, visit [capitalgroup.com](http://capitalgroup.com). New target allocations will be reached by December 31, 2024. The investment adviser anticipates assets will be invested within a range that deviates no more than 10% above or below the allocations shown in the prospectus. Underlying funds may be added or removed during the year.

# A suite of target date funds\*

✓ On Morningstar's "The Thrilling 36" list.

|                       |  | Target date funds |           |           |           |           |           |           |
|-----------------------|--|-------------------|-----------|-----------|-----------|-----------|-----------|-----------|
|                       |  | 2070              | 2065      | 2060      | 2055      | 2050      | 2045      | 2040      |
| Growth                | New Perspective Fund® ✓                    | 10                | 10        | 10        | 9         | 9         | 7         | 7         |
|                       | SMALLCAP World Fund®                       | 10                | 10        | 10        | 9         | 8         | 7         | 6         |
|                       | AMCAP Fund®                                | 7                 | 7         | 7         | 7         | 7         | 7         | 7         |
|                       | The Growth Fund of America® ✓              | 7                 | 7         | 7         | 7         | 7         | 7         | 7         |
|                       | New World Fund®                            | 8                 | 8         | 8         | 8         | 6         | 6         | 4         |
|                       | The New Economy Fund® ✓                    | 5                 | 5         | 5         | 5         | 4         | 4         | 4         |
|                       | American Funds Global Insight Fund         | –                 | –         | –         | 2         | 3         | 4         | 4         |
|                       | EuroPacific Growth Fund                    | 2                 | 2         | 2         | 2         | 2         | 2         | –         |
| <b>Allocation (%)</b> | <b>49</b>                                  | <b>49</b>         | <b>49</b> | <b>49</b> | <b>46</b> | <b>44</b> | <b>39</b> |           |
| Growth-and-income     | American Mutual Fund ✓                     | 5                 | 5         | 5         | 6         | 7         | 7         | 7         |
|                       | Capital World Growth and Income Fund®      | 8                 | 8         | 8         | 8         | 7         | 7         | 7         |
|                       | Washington Mutual Investors Fund           | 8                 | 8         | 8         | 8         | 8         | 7         | 6         |
|                       | Fundamental Investors®                     | 9                 | 9         | 9         | 9         | 8         | 8         | 7         |
|                       | The Investment Company of America®         | 7                 | 7         | 7         | 6         | 5         | 4         | 4         |
|                       | International Growth and Income Fund       | –                 | –         | –         | –         | –         | –         | 2         |
| <b>Allocation (%)</b> | <b>37</b>                                  | <b>37</b>         | <b>37</b> | <b>37</b> | <b>35</b> | <b>33</b> | <b>33</b> |           |
| Equity-income         | The Income Fund of America® ✓              | –                 | –         | –         | –         | 2         | 4         | 4         |
|                       | Capital Income Builder® ✓                  | –                 | –         | –         | –         | 2         | 3         | 3         |
|                       | <b>Allocation (%)</b>                      | <b>0</b>          | <b>0</b>  | <b>0</b>  | <b>0</b>  | <b>4</b>  | <b>7</b>  | <b>7</b>  |
| Balanced              | American Balanced Fund® ✓                  | 6                 | 6         | 6         | 6         | 7         | 8         | 8         |
|                       | American Funds® Global Balanced Fund       | 2                 | 2         | 2         | 2         | 2         | 2         | 2         |
|                       | <b>Allocation (%)</b>                      | <b>8</b>          | <b>8</b>  | <b>8</b>  | <b>8</b>  | <b>9</b>  | <b>10</b> | <b>10</b> |
| Fixed income          | Intermediate Bond Fund of America®         | –                 | –         | –         | –         | –         | –         | –         |
|                       | The Bond Fund of America®                  | –                 | –         | –         | –         | –         | –         | –         |
|                       | American Funds Mortgage Fund®              | –                 | –         | –         | –         | –         | –         | –         |
|                       | American Funds Inflation Linked Bond Fund® | –                 | –         | –         | –         | –         | –         | 2         |
|                       | U.S. Government Securities Fund®           | 5                 | 5         | 5         | 5         | 5         | 5         | 5         |
|                       | Short-Term Bond Fund of America®           | –                 | –         | –         | –         | –         | –         | –         |
|                       | American Funds Strategic Bond Fund®        | –                 | –         | –         | –         | –         | –         | –         |
|                       | American Funds Multi-Sector Income Fund®   | –                 | –         | –         | –         | –         | –         | 2         |
|                       | Capital World Bond Fund®                   | –                 | –         | –         | –         | –         | –         | 2         |
|                       | American High-Income Trust®                | –                 | –         | –         | –         | –         | –         | –         |
|                       | American Funds Emerging Markets Bond Fund  | 1                 | 1         | 1         | 1         | 1         | 1         | –         |
| <b>Allocation (%)</b> | <b>6</b>                                   | <b>6</b>          | <b>6</b>  | <b>6</b>  | <b>6</b>  | <b>6</b>  | <b>11</b> |           |

Totals may not reconcile due to rounding.

Source: Capital Group. Target allocations as of December 31, 2024, and are subject to the oversight committee's discretion. The investment adviser anticipates assets will be invested within a range that deviates no more than 10% above or below the allocations shown in the prospectus. Underlying funds may be added or removed during the year. Visit [capitalgroup.com](http://capitalgroup.com) for current allocations. Volatility reflects the Target Date Solutions Committee's assessment of each fund's volatility positioning within each category based on factors such as the funds' historical standard deviation, objective and other factors like exposure to non-U.S. and small-cap stocks and exposure to government bonds and duration in the case of bond funds.

(Continued from page 6) The indexes for American Balanced Fund, The Income Fund of America, Capital Income Builder and American Funds Global Balanced Fund are composed of each fund's two primary benchmarks, blended as described and rebalanced monthly. The indexes for SMALLCAP World Fund, International Growth and Income Fund, New Perspective Fund, and Capital World Growth and Income Fund are historical benchmarks composed of the indexes described below. All other relevant indexes listed are each fund's primary benchmark. SMALLCAP World Fund Historical Benchmarks Index returns reflect the results of the S&P Global <\$3 Billion Index through 09/30/2009 and the MSCI All Country World Small Cap Index, the fund's current primary benchmark, thereafter. International Growth and Income Fund Historical Benchmarks Index returns reflect the results of the MSCI World ex USA Index through 06/30/2011 and the MSCI All Country World ex USA Index, the fund's current primary benchmark, thereafter. New Perspective Fund Historical Benchmarks Index returns reflect the results of the MSCI World Index from 03/13/1973 through 09/30/2011 and the MSCI All Country World Index, the fund's current primary benchmark, thereafter. Capital World Growth and Income Fund Historical Benchmarks Index returns reflect the results of the MSCI World Index through 11/30/2011 and the MSCI All Country World Index, the fund's current primary benchmark, thereafter.

Definitions:

**S&P 500 Index** is a market capitalization-weighted index based on the results of approximately 500 widely held common stocks. This index is unmanaged, and its results include reinvested dividends and/or distributions but do not reflect the effect of sales charges, commissions, account fees, expenses or U.S. federal income taxes. **MSCI World Index** is a free float-adjusted market capitalization weighted index that is designed to measure equity market results of developed markets. The index consists of more than 20 developed market country indexes, including the United States. Results reflect dividends net of withholding taxes. This index is unmanaged, and its results include reinvested dividends and/or distributions but do not reflect the effect of sales charges, commissions, account fees, expenses or U.S. federal income taxes. **MSCI All Country World 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, consisting 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. This index is unmanaged, and its results include reinvested dividends and/or distributions but do not reflect the effect of sales charges, commissions, account fees, expenses or U.S. federal income taxes. **Bloomberg U.S. Aggregate Index** represents the U.S. investment-grade fixed-rate bond market. This index is unmanaged, and its results include reinvested dividends and/or distributions but do not reflect the effect of sales charges, commissions, account fees, expenses or U.S. federal income taxes. **Bloomberg U.S. Government/Mortgage-Backed Securities Index** is a market-value-weighted index that covers fixed-rate, publicly placed, dollar-denominated obligations issued by the U.S. Treasury, U.S. government agencies, quasi-federal corporations, corporate or foreign debt guaranteed by the U.S. government, and the mortgage-backed pass-through securities of Federal National Mortgage Association, the Federal Home Loan Mortgage Corporation and the Government National Mortgage Association. This index is unmanaged, and its results include reinvested distributions but do not reflect the effect of sales charges, commissions, account fees, expenses or U.S. federal income taxes. **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%. This index is unmanaged, and its results include reinvested distributions but do not reflect the effect of sales charges, commissions, account fees, expenses or U.S. federal income taxes. **Bloomberg U.S. Government/Credit 1-7 Years ex BBB Index** is a market-value weighted index that tracks the total return results of fixed-rate, publicly placed, dollar-denominated obligations issued by the U.S. Treasury, U.S. government agencies, quasi-federal corporations, corporate or foreign debt guaranteed by the U.S. government, and U.S. corporate and foreign debentures and secured notes that meet specified maturity, liquidity and quality requirements, with maturities of one to seven years, excluding BBB-rated securities. This index is unmanaged, and its results include reinvested distributions but do not reflect the effect of sales charges, commissions, account fees, expenses or U.S. federal income taxes. **Bloomberg Global Aggregate Index** represents the global investment-grade fixed income markets. This index is unmanaged, and its results include reinvested distributions but do not reflect the effect of sales charges, commissions, account fees, expenses or U.S. federal income taxes. **Bloomberg U.S. Government/Credit 1-3 Years ex BBB Index** is a market-value weighted index that tracks the total return results of fixed-rate, publicly placed, dollar-denominated obligations issued by the U.S. Treasury, U.S. government agencies, quasi-federal corporations, corporate or foreign debt guaranteed by the U.S. government, and U.S. corporate and foreign debentures and secured notes that meet specified maturity, liquidity and quality requirements, with maturities of one to three years, excluding BBB-rated securities. This index is unmanaged, and its results include reinvested distributions but do not reflect the effect of sales charges, commissions, account fees, expenses or U.S. federal income taxes. **Bloomberg U.S. Mortgage Backed Securities Index** is a market-value-weighted index that covers the mortgage-backed pass-through securities of Ginnie Mae (GNMA), Fannie Mae (FNMA), and Freddie Mac (FHLMC). This index is unmanaged, and its results include reinvested distributions but do not reflect the effect of sales charges, commissions, account fees, expenses or U.S. federal income taxes. **Bloomberg U.S. Treasury Inflation Protected Securities (TIPS) Index** consists of investment-grade, fixed-rate, publicly placed, dollar-denominated and non-convertible inflation-protected securities issued by the U.S. Treasury that have at least one year remaining to maturity, and have at least \$250 million par amount outstanding. This index is unmanaged, and its results include reinvested distributions but do not reflect the effect of sales charges, commissions, account fees, expenses or U.S. federal income taxes.

Results for the Lipper indexes/averages include the reinvestment of dividends and capital gain distributions, as well as brokerage commissions paid by the funds for portfolio transactions and other fund expenses, but do not reflect the effect of sales charges, account fees or U.S. federal income taxes. **Lipper Growth Funds Index** is an equally weighted index of growth funds, as defined by each fund's related prospectus. **Lipper Balanced Funds Index** is an equally weighted index of funds that seek to conserve principal by maintaining a balanced portfolio of both stocks and bonds. **Lipper Flexible Portfolio Funds Index** is an equally weighted index of funds that allocate their investments to both domestic and foreign securities across traditional asset classes with a focus on total return. The traditional asset classes utilized are common stocks, bonds, and money market instruments. **Lipper Global Funds Index** is an equally weighted index of funds that invest at least 25% of their portfolios in securities traded outside the United States and may own U.S. Securities as well. **Lipper Growth and Income Funds Index** is an equally weighted index of funds that combines a growth-of-earnings orientation and an income requirement for level and/or rising dividends. **Lipper Global Equity Income Funds Average** is composed of funds that, by prospectus language and portfolio practice, seek relatively high current income and growth of income by investing at least 65% of their portfolio in dividend-paying equity securities of domestic and foreign companies. **Lipper International Funds Index** is an equally weighted index of funds that invest assets in securities with primary trading markets outside the United States. **Lipper Large-Cap Growth Funds Index** is an equally weighted index of funds that invest at least 75% of their equity assets in companies with market capitalizations (on a three-year weighted basis) above Lipper's U.S. diversified equity large-cap floor. Large-cap growth funds typically have an above-average price-to-earnings ratio, price-to-book ratio, and three-year sales-per-share growth value, compared to the S&P 500 Index. **Lipper Large-Cap Core Funds Index** is an equally weighted index of funds that invest at least 75% of their equity assets in companies with market capitalizations (on a three-year weighted basis) above Lipper's U.S. diversified equity large-cap floor. Large-cap core funds have more latitude in the companies in which they invest. These funds typically have an average price-to-earnings ratio, price-to-book ratio, and three-year sales-per-share growth value, compared to the S&P 500 Index. **Lipper Emerging Markets Funds Index** is an equally weighted index of funds that seek long-term capital appreciation by investing at least 65% of total assets in emerging market equity securities, where "emerging market" is defined by a country's GNP per capita or other economic measures. **Lipper Global Small-/Mid-Cap Funds Average** is composed of funds that invest at least 75% of their equity assets in companies both inside and outside of the United States with market capitalizations (on a three-year weighted basis) below Lipper's global large-cap floor.

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**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.**

Allocations may not achieve investment objectives. The portfolios' risks are related to the risks of the underlying funds, in proportion to their allocations. See below for risks associated with the underlying funds. 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. Investments in mortgage-related securities involve additional risks, such as prepayment risk. Lower rated bonds are subject to greater fluctuations in value and risk of loss of income and principal than higher rated bonds. 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 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.

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