Fund Information

Begun operations: October 3, 1979
Objective: The fund’s investment objective is to provide a high level of current income exempt from federal income tax, consistent with the preservation of capital.
Distinguishing characteristics: This strategy takes a quality-oriented approach to tax-exempt investing, with a focus on investment-grade securities. It is also our most diversified municipal offering with the flexibility to own higher income securities across the ratings spectrum. The strategy does not invest in bonds subject to the alternative minimum tax.
Types of investments: Primarily state, municipal and public authority bonds and notes. The fund normally invests at least 80% of its assets in tax-exempt securities.

Maturity: Typically, the fund invests in intermediate- to long-term securities.
Portfolio restrictions: No more than 10% of assets can be invested in higher yielding, lower rated bonds (BB+/Ba1 or below at the time of purchase). Does not invest in securities subject to the AMT.
Implementation guidance: Consider for a tax-exempt core bond allocation
Minimum initial investment: $250
Fund number: 19 CUSIP: 876902 10 7

Portfolio digest

Fiscal years ended July | 2019 | 2018 | 2017 | 2016 | 2015
--- | --- | --- | --- | --- | ---
Fund assets (in millions) | $21,645.6 | $19,028.1 | $14,470.7 | $13,817.5 | $10,475.1
Portfolio turnover | 20% | 17% | 20% | 13% | 14%

Issuers: 1364 (approximate number as of most recent fiscal year-end)

Figures shown are past results and are not predictive of results in future periods. Current and future results may be lower or higher than those shown. Prices and returns will vary, so investors may lose money. Investing for short periods makes losses more likely. For current information and month-end results, visit capitalgroup.com.

Returns shown at net asset value (NAV) have all distributions reinvested. If a sales charge had been deducted, the results would have been lower. Returns shown at maximum offering price (MOP) for Class A shares reflect deduction of the 3.75% maximum sales charge.

Class A share returns for periods ended 6/30/2019

<table>
<thead>
<tr>
<th>Total returns (%)</th>
<th>Average annual total returns (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Quarter to date</td>
<td>Year to date</td>
</tr>
<tr>
<td>Fund at net asset value (NAV)</td>
<td>2.13</td>
</tr>
<tr>
<td>Fund at maximum offering price (MOP)</td>
<td>-1.69</td>
</tr>
<tr>
<td>Bloomberg Barclays Municipal Bond Index</td>
<td>2.72</td>
</tr>
<tr>
<td>Lipper General &amp; Insured Municipal Debt</td>
<td>2.73</td>
</tr>
</tbody>
</table>

Fund’s annualized 30-day SEC yield (net): 1.48% (for Class A shares at MOP as of 6/30/20)

Investment process

Capital Group’s American Funds has helped investors since 1931 with a consistent approach that has led to consistent long-term results. The Capital SystemSM investment process divides funds into portions that are managed independently by investment professionals with diverse backgrounds and approaches, backed by an extensive global research effort.

Expense ratio

Fund expense ratio 0.54%

Portfolio managers

As of most recent prospectus | Years with Capital Group | Years in Profession
--- | --- | ---
Chad M. Rach | 15 | 26
Karl J. Zeile | 20 | 28

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 fund prospectuses and summary prospectuses, which can be obtained from a financial professional and should be read carefully before investing. This material must be preceded or accompanied by a prospectus or summary prospectus for the fund(s) being offered.

The return of principal for bond portfolios and for portfolios with significant underlying bond holdings is not guaranteed. Investments are subject to market risk, inflation risk, interest rate risk, credit risk, reinvestment risk, and government action risk.

Income from municipal bonds may be subject to state or local income taxes. Certain other income, as well as capital gain distributions, may be taxable.

The Capital Group Companies, Inc., an affiliated company or fund. All other company and product names mentioned are the property of their respective companies.

Investment results assume all distributions are reinvested and reflect applicable fees and expenses. Returns for one year or less are not annualized, but calculated as cumulative total returns.
Returns shown at net asset value (NAV) have all distributions reinvested. If a sales charge had been deducted, the results would have been lower.

**Results of a hypothetical $10,000 investment (12/31/99-12/31/19)**

<table>
<thead>
<tr>
<th>Fund</th>
<th>Bloomberg Barclays Municipal Bond Index</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>$25,071</td>
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<tr>
<td></td>
<td>$26,751</td>
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</tbody>
</table>

**Calendar year total returns for Class A shares (%)**

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</tr>
</thead>
<tbody>
<tr>
<td>Fund</td>
<td>2.1</td>
<td>10.2</td>
<td>8.9</td>
<td>-2.7</td>
<td>9.7</td>
<td>3.1</td>
<td>0.4</td>
<td>5.6</td>
<td>0.8</td>
<td>7.2</td>
</tr>
<tr>
<td>Index</td>
<td>2.4</td>
<td>10.7</td>
<td>6.8</td>
<td>-2.6</td>
<td>9.1</td>
<td>3.3</td>
<td>0.3</td>
<td>5.5</td>
<td>1.3</td>
<td>7.5</td>
</tr>
</tbody>
</table>

When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower and net expense ratios higher if shown. This information is provided in detail in the shareholder reports. For more information on fee waivers and expense reimbursements, visit capitalgroup.com.

1Expense ratios are as of the most recent prospectus available at the time of publication.

2The portfolio managers shown are as of the fund's most recent prospectus dated 10/01/2019.

3YTD (year-to-date return): the net change in the value of the portfolio (in percentage terms) from January 1 of the current year to the date shown above.

4Results for certain funds with an inception date after the share class inception also include hypothetical returns because those funds' shares sold after the funds' date of first offering.

5For bond funds, the maximum initial sales charge was 4.75% prior to 1/10/2000.

6Cash 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.

7Unlike average maturity, average life includes the impact of callable bonds.

8Totals may not reconcile due to rounding.

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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.

**TERMS & DEFINITIONS**

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

**Lipper General & Insured Municipal Debt Funds Average**: Lipper General & Insured Municipal Debt Funds Average is composed of funds that invest in municipal debt issues in the top four credit rating categories. The results of the underlying funds in the average include 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.