Fund Information

Began 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: 1370 (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 payment of the 3.75% maximum sales charge.

Class A share returns for periods ended 3/31/20

<table>
<thead>
<tr>
<th>Fund</th>
<th>Total returns (%)</th>
<th>Average annual total returns (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Quarter to date</td>
<td>Year to date123</td>
</tr>
<tr>
<td>Fund at net asset value (NAV)</td>
<td>-0.82</td>
<td>-0.82</td>
</tr>
<tr>
<td>Fund at maximum offering price (MOP)</td>
<td>-4.54</td>
<td>-4.54</td>
</tr>
<tr>
<td>Bloomberg Barclays Municipal Bond Index</td>
<td>-0.63</td>
<td>-0.63</td>
</tr>
<tr>
<td>Lipper General &amp; Insured Municipal Debt</td>
<td>-1.92</td>
<td>-1.92</td>
</tr>
</tbody>
</table>

Fund’s annualized 30-day SEC yield (net): 1.84% (for Class A shares at MOP as of 3/31/20)

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 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.

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.

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 SystemM 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 ratio1

Fund expense ratio 0.54%

Portfolio managers

As of most recent prospectus | Years with Capital Group2 | Years in Profession
---|---|---
Chad M. Rach | 15 | 26
Karl J. Zeile | 20 | 28

The Tax-Exempt Bond Fund of America®

Class A shares
Tax-exempt bond fund
1Q Fact Sheet
Data as of March 31, 2020
## Portfolio summary as of 3/31/20

<table>
<thead>
<tr>
<th>% of net assets</th>
<th>Revenue bonds</th>
<th>General obligation bonds</th>
<th>Cash &amp; equivalents&lt;sup&gt;6&lt;/sup&gt;</th>
</tr>
</thead>
<tbody>
<tr>
<td>88.8</td>
<td>7.0</td>
<td>4.2</td>
<td></td>
</tr>
</tbody>
</table>

## Top holdings by issuer as of 3/31/20

<table>
<thead>
<tr>
<th>% of net assets</th>
<th>The City of New York</th>
<th>State of Illinois</th>
<th>Metropolitan Transportation Authority</th>
<th>New York City Transitional Finance Authority</th>
<th>Chicago Board of Education</th>
<th>Santee Cooper</th>
<th>Pennsylvania Turnpike Commission</th>
<th>TRINITY HEALTH</th>
<th>The Illinois State Toll Highway Authority</th>
<th>REGIONAL TRANSPORTATION</th>
<th>AUTHORITY ILL</th>
</tr>
</thead>
<tbody>
<tr>
<td>1.3</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>0.9</td>
<td>0.8</td>
<td>0.8</td>
<td>0.8</td>
<td>0.8</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

## Asset mix<sup>8</sup> as of 3/31/20

<table>
<thead>
<tr>
<th>% of net assets</th>
<th>U.S. stocks</th>
<th>Non-U.S. stocks</th>
<th>U.S. bonds</th>
<th>Non-U.S. bonds</th>
<th>Cash &amp; equivalents&lt;sup&gt;6&lt;/sup&gt;</th>
</tr>
</thead>
<tbody>
<tr>
<td>0.0</td>
<td>0.0</td>
<td>95.8</td>
<td>0.0</td>
<td>4.2</td>
<td></td>
</tr>
</tbody>
</table>

## Top 10 states as of 3/31/20

<table>
<thead>
<tr>
<th>% of net assets</th>
<th>Illinois</th>
<th>Texas</th>
<th>New York</th>
<th>Florida</th>
<th>California</th>
<th>Pennsylvania</th>
<th>Michigan</th>
<th>Washington</th>
<th>Georgia</th>
<th>Ohio</th>
</tr>
</thead>
<tbody>
<tr>
<td>12.7</td>
<td>10.7</td>
<td>8.3</td>
<td>6.7</td>
<td>6.3</td>
<td>5.4</td>
<td>4.3</td>
<td>2.7</td>
<td>2.7</td>
<td>2.6</td>
<td></td>
</tr>
</tbody>
</table>

## Rating exposure as of 3/31/20

<table>
<thead>
<tr>
<th>% of net assets</th>
<th>AAA/Aaa</th>
<th>AAAa</th>
<th>A</th>
<th>BBB/Baa</th>
<th>BB/Ba</th>
<th>B</th>
<th>CCC &amp; Below</th>
<th>Unrated</th>
<th>Cash &amp; equivalents&lt;sup&gt;6&lt;/sup&gt;</th>
</tr>
</thead>
<tbody>
<tr>
<td>10.5</td>
<td>44.4</td>
<td>27.3</td>
<td>7.9</td>
<td>2.2</td>
<td>0.1</td>
<td>0.1</td>
<td>3.3</td>
<td>4.2</td>
<td></td>
</tr>
</tbody>
</table>

## Effective duration (years) | 6.0 |

## Average yield to maturity | 3.2% |

## Average coupon | 4.5% |

Results 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 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)**

- **Fund** $25,071
- **Bloomberg Barclays Municipal Bond Index** $26,751

**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. For more information on fee waivers and expense reimbursements, visit capitalgroup.com.

1. Expense ratios are as of the most recent prospectus available at the time of publication.
2. The portfolio managers shown are as of the fund’s most recent prospectus dated 10/01/2019.
3. YTD (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.
4. Results 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.
5. For bond funds, the maximum initial sales charge was 4.75% prior to 1/10/2000.
6. 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.
7. Unlike average maturity, average life includes the impact of callable bonds.
8. Totals may not reconcile due to rounding.

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**TERMS & DEFINITIONS**

**Bloomberg Barclays Municipal Bond:** 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.

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