Fund Information

Began operations: February 19, 1988

Objective: The fund’s primary investment objective is to provide a high level of current income. Its secondary investment objective is capital appreciation.

Distinguishing characteristics: The strategy invests in a diversified portfolio of lower rated, higher yielding bonds with a focus on income and the potential for capital appreciation. A dedicated team of analysts, traders and portfolio managers collaborate to achieve a comprehensive understanding of a company's financial position and capital structure via fundamental bottom-up analysis. The high-yield investment team benefits from the extensive research capabilities across Capital’s equity and macroeconomic analysts.

Types of investments: At least 65% of the portfolio will be invested in high-yield, lower rated bonds (BB+/Ba1 or below at the time of purchase) and other similar securities, including preferred stocks. Up to 25% of assets may be invested in common stocks or equity-related securities.

Non-U.S. holdings: Up to 25% of assets may be invested in securities of non-U.S. issuers, which may be denominated in currencies other than the U.S. dollar.

Maturity: Typically, the fund invests in intermediate- to long-term securities.

Implementation guidance: Consider for a high-yield credit allocation

Minimum initial investment: $250

Fund number: 21  CUSIP: 026547 10 9

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 System 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 0.73%

Portfolio managers

As of most recent prospectus Years with Capital Group Years in Profession
Tom Chow 5 31
David A. Daigle 25 25
Tara L. Torrens 16 16
Shannon Ward 3 27

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.

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.

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 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.
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 U.S. Corporate High Yield 2% Issuer Capped Index</th>
<th>$32,625</th>
<th>$40,234</th>
</tr>
</thead>
<tbody>
<tr>
<td>Fund</td>
<td>Index</td>
<td></td>
<td>15.0</td>
</tr>
<tr>
<td>Fund</td>
<td>Index</td>
<td></td>
<td>14.9</td>
</tr>
</tbody>
</table>

There may have been periods when the results lagged the index(es). Certain market indexes are unmanaged and, therefore, have no expenses. Investors cannot invest directly in an index. Results for Lipper indexes/averages do not reflect sales charges. Lipper categories are dynamic and averages may have few funds, especially over longer periods. 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. To see the number of funds included in the Lipper category for each fund's lifetime, please see the quarterly statistical update, available on www.capgroup.com.

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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 12/01/2019.
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 U.S. Corporate High-Yield 2% Issuer Capped: Bloomberg Barclays 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.
Lipper High Yield Funds Index is an equally weighted index of funds that aim at high (relative) current yield from fixed-income securities, have no quality or maturity restrictions and tend to invest in lower grade debt issues. The results of the underlying funds in the index 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.