

A Hypothetical Illustration for BUS-121 Spring 2019

PREPARED BY

Frank Paiano

Private Portfolio of San Diego, Inc.
2320 Soto Street
San Diego, CA 92107-1410

Phone: 619-248-0945

Email: frank@privateportfolio.com

This report is not complete unless all pages, as noted below, are included. Please read the information in the 'Important Disclosures' found at the beginning of this report.

Investments are not FDIC - insured, nor are they deposits of or guaranteed by a bank or any other entity, so they may lose value.

Important Disclosures

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. Share prices and returns will vary, so investors may lose money. Investing for short periods makes losses more likely. For more current information and month-end results, visit americanfunds.com.

Regular investing does not ensure a profit or protect against loss. Investors should carefully consider investment objectives, risks, charges and expenses. This and other important information is contained in the fund prospectuses, summary prospectuses, CollegeAmerica Program Description and ABLEAmerica Program Description, which should be obtained from a financial professional and should be read carefully before investing. Market indexes are unmanaged and, therefore, have no expenses. Investors cannot invest directly in an index. Results for the Lipper indexes do not reflect sales charges. There have been periods when the fund has lagged the index.

This illustration must be preceded or accompanied by the fund's current summary prospectus or prospectus, which details charges, expenses, investment objectives and operating policies. The American Funds are distributed by American Funds Distributors, Inc.

Investment results assume all distributions are reinvested and reflect applicable fees and expenses. Expense ratios are as of each fund's prospectus available at the time of publication. The expense ratios for Class F-3 and ABLE-A shares are estimated. When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower. Please see americanfunds.com for more information. For the funds and/or share classes listed below, the investment adviser is currently reimbursing a portion of the funds' fees or expenses, without which the results would have been lower and net expense ratios higher.

- American Funds Corporate Bond Fund: all share classes (through at least August 1, 2018)
- American Funds Tax-Exempt Fund of New York: all share classes (through at least October 1, 2018)
- American Funds Mortgage Fund: Class R-2E and R-5E shares (through at least November 1, 2018)
- Intermediate Bond Fund of America, Short-Term Bond Fund of America and U.S. Government Securities Fund: Class R-5E shares (through at least November 1, 2018)
- American High-Income Trust and American Funds U.S. Government Money Market Fund: Class R-5E shares (through at least December 1, 2018)
- American Funds 2010 - 2020 and 2040 - 2055 Target Date Retirement funds: Class F-3 shares (through at least January 1, 2019)
- American Mutual Fund: Class R-5E shares (through at least January 1, 2019)
- American Funds Global Balanced Fund: Class R-2E and R-5E shares (through at least January 1, 2019)
- American Funds Tax-Exempt Preservation Portfolio and American Funds 2060 Target Date Retirement Fund: all share classes (through at least January 1, 2019)
- American Funds Developing World Growth and Income Fund: Class F-3, R-2E and R-5E shares (through at least February 1, 2019)
- Capital World Bond Fund: Class R-5E shares (through at least March 1, 2019)

The investment adviser may elect at its discretion to extend, modify or terminate the reimbursements at that time. Please see each fund's most recent prospectus for details. The expense ratios for the College Target Date Series, Target Date Retirement Series and Portfolio Fund Series include the weighted average expenses of the underlying funds. Please see the fund's most recent prospectus for details.

As compensation for its oversight and administration, Virginia529SM receives a quarterly fee accrued daily and calculated at the annual rate of 0.10% on the first \$20 billion of the net assets invested in ABLEAmerica and CollegeAmerica in the aggregate and 0.05% on net assets between \$20 billion and \$100 billion. This fee applies to both Class 529 and Class ABLE-A shares. Additional breakpoints apply to assets in excess of \$100 billion. Virginia529SM is currently waiving the fee with respect to ABLEAmerica assets. This waiver will be in effect through at least July 1, 2019. Subject to the terms of its contractual arrangement with the investment adviser, Virginia529SM may elect to extend, modify or terminate the waiver at that time.

Standardized Average Annual Total Returns for Quarter Ended 3/31/2019

Returns for periods of less than one year are not annualized

Inception Max. Initial Sales

Security Name	Inception Date	Max. Initial Sales Charge/CDSC	1 Year	5 Years	10 Years	Since Inception
The Bond Fund of America A (ABNDX)	5/28/1974	3.75% Front	0.37%	1.69%	4.25%	7.31%

Gross Charges and Expenses

Fund Name	Sales Charge	Max CDSC	Max Redem Fee	Total Gross Operating Expense
The Bond Fund of America A (ABNDX)	3.75%	1.00%	0.00%	0.60%

The fund does not assess redemption fees. However, shareholders redeeming shares may be subject to the fund's Purchase Blocking Policy as described in the prospectus.

The illustration included herein does not reflect the effects of taxes in some or all of the investments.

If the results shown on the following pages do not reflect deduction of an initial sales charge (i.e. they are at net asset value), please note that they would have been lower if the sales charge had been deducted.

Class A shares are subject to an up-front maximum sales charge of 5.75% for equity funds and most Portfolio Series funds, 3.75% for most fixed income funds and American Funds Tax-Advantaged Income Portfolio, and 2.50% for Intermediate Bond Fund of America, Short-Term Bond Fund of America, American Funds Short-Term Tax-Exempt Bond Fund, Limited Term Tax-Exempt Bond Fund of America, American Funds Preservation Portfolio and American Funds Tax-Exempt Preservation Portfolio. The sales charge declines for accounts and aggregated investments (\$25,000 for equity and target date funds, \$100,000 for most bond funds, \$500,000 for Intermediate Bond Fund of America, Short Term Bond Fund of America, American Funds Short-Term Tax-Exempt Bond Fund, and Limited Term Tax-Exempt Bond Fund of America). There is no initial sales charge on purchases of \$1 million or more. A 1% contingent deferred sales charge (CDSC) may be assessed if a redemption occurs within 18 months of purchase. Results on the following pages reflect deduction of the CDSC if the investment is \$1 million or more and a withdrawal is selected within 18 months of purchase. Certain withdrawals before age 59 1/2 may be subject to income tax and, if applicable, to a 10% federal penalty. For current information and month-end results, visit americanfunds.com.

The return of principal for bond funds 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.

Investing outside the United States involves additional risks, such as currency fluctuations, periods of illiquidity and price volatility, as more fully described in the prospectus. These risks may be heightened in connection with investments in developing countries.

Higher yielding, higher risk bonds can fluctuate in price more than investment-grade bonds, so investors should maintain a long-term perspective.

- The A/529-A share 1, 5, and 10-year return for each fund is based on the MOP value.
- The "Average annual return on the investment" is based on the initial investment and the breakpoint chosen.
- Cumulative Volume Discount Reflected Where Applicable in This Illustration.
- NOTE: Systematic Accumulation Plans cannot assure a profit or protect against loss in declining markets.

The Bond Fund of America A (ABNDX)

Date	Initial Investment	Initial Sales Charge	Net Amount Invested	Shares Purchased
03/01/1979	\$100.00	3.75%	\$96	6.954

\$100 initial investment on 03/01/1979. Dividends and capital gains are reinvested. Subsequent investments of \$100.00 from 04/01/1979 to 02/28/2019 every month, on the first day of the month. The initial investment is subject to a 3.75% sales charge. Subsequent investments are subject to a sales charge of up to 3.75%. The effects of income and capital gains taxes are not demonstrated.

Date	Investment(s)	Dividend Income	Total Dividend Income	Capital Gains	Shares Held	Total Value
12/31/1979	1,000	52	52	0	75	955
12/31/1980	1,200	195	247	0	185	2,169
12/31/1981	1,200	395	642	0	325	3,540
12/31/1982	1,200	619	1,262	0	480	6,092
12/31/1983	1,200	793	2,055	0	634	7,864
12/31/1984	1,200	1,037	3,092	0	816	10,064
12/31/1985	1,200	1,306	4,397	0	1,004	14,067
12/31/1986	1,200	1,613	6,010	473	1,229	17,467
12/31/1987	1,200	1,768	7,778	0	1,444	18,973
12/31/1988	1,200	1,972	9,750	0	1,677	22,202
12/31/1989	1,200	2,339	12,090	0	1,939	25,651
12/31/1990	1,200	2,578	14,668	0	2,234	27,673
12/31/1991	1,200	2,801	17,469	0	2,538	34,769
12/31/1992	1,200	3,055	20,524	113	2,850	39,877
12/31/1993	1,200	3,236	23,760	1,218	3,234	46,738
12/31/1994	1,200	3,566	27,326	0	3,588	45,528
12/31/1995	1,200	3,939	31,264	0	3,969	55,090
12/31/1996	1,200	4,218	35,482	0	4,364	59,999
12/31/1997	1,200	4,453	39,935	0	4,769	66,763
12/31/1998	1,200	4,737	44,673	708	5,246	71,399
12/31/1999	1,200	5,080	49,753	0	5,717	74,206
12/31/2000	1,200	5,714	55,467	0	6,255	80,007
12/31/2001	1,200	5,823	61,289	0	6,794	86,893
12/31/2002	1,200	5,871	67,160	0	7,355	93,409
12/31/2003	1,200	5,349	72,509	0	7,850	106,052
12/31/2004	1,200	5,160	77,669	0	8,318	113,547
12/31/2005	1,200	5,794	83,463	0	8,837	116,831
12/31/2006	1,200	5,957	89,420	0	9,377	124,895
12/31/2007	1,200	6,772	96,192	0	9,976	130,283
12/31/2008	1,200	7,709	103,901	0	10,723	115,376
12/31/2009	1,200	5,750	109,651	0	11,340	133,813
12/31/2010	1,200	5,362	115,012	0	11,875	144,754

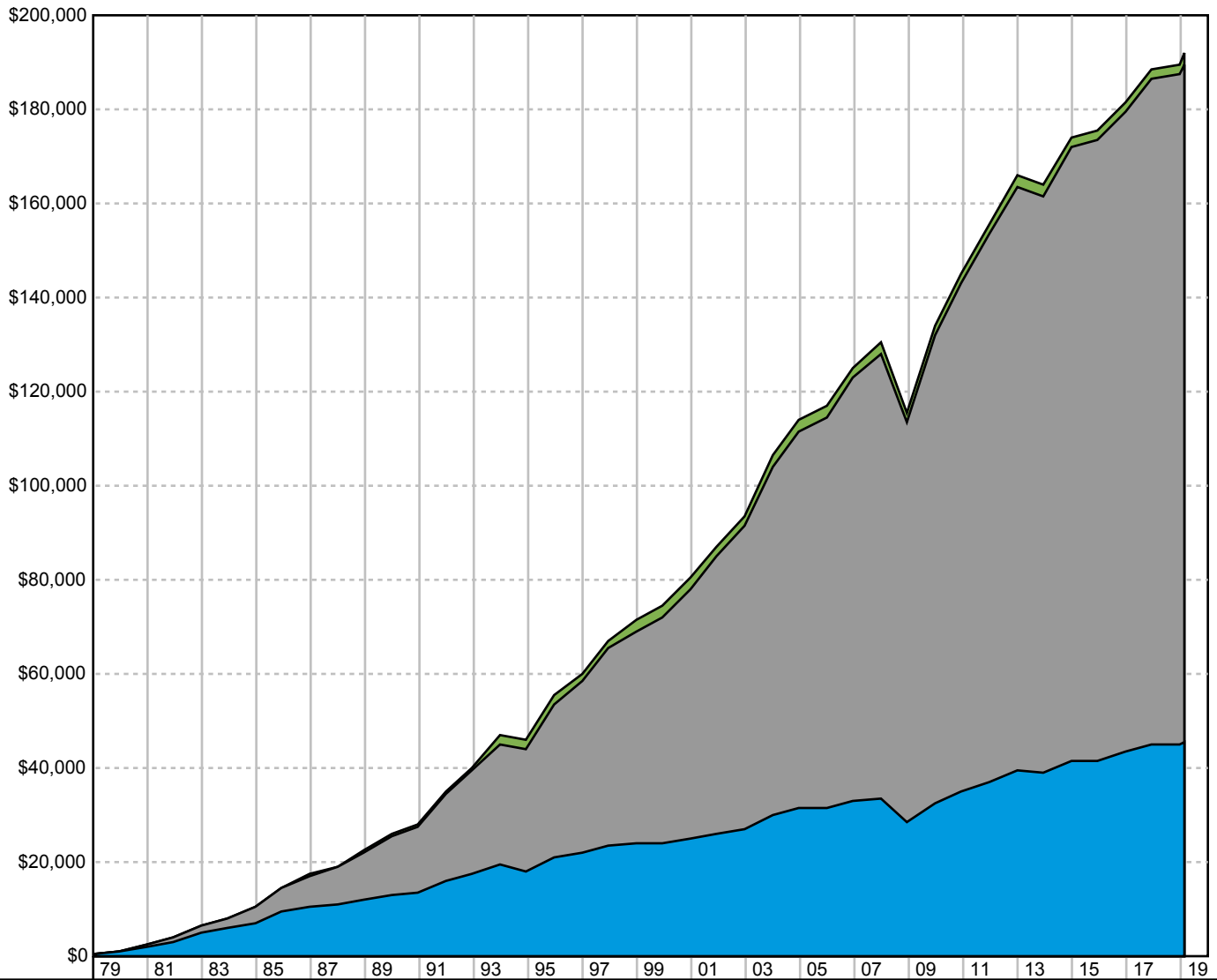
Date	Investment(s)	Dividend Income	Total Dividend Income	Capital Gains	Shares Held	Total Value
12/31/2011	1,200	5,098	120,110	0	12,380	155,368
12/31/2012	1,200	4,182	124,292	0	12,796	165,711
12/31/2013	1,200	3,822	128,114	0	13,190	163,560
12/31/2014	1,200	3,626	131,740	0	13,567	173,789
12/31/2015	1,200	3,459	135,199	0	13,928	175,348
12/31/2016	1,200	3,058	138,257	0	14,254	181,310
12/31/2017	1,200	3,420	141,677	0	14,609	188,309
12/31/2018	1,200	4,440	146,117	0	15,055	189,246
02/28/2019	200	727	146,844	0	15,128	191,520
Total	48,000	146,844	146,844	2,512	15,128	191,520

Average annual return on the investment for the period 03/01/1979 - 02/28/2019 : 6.00%

3/1/1979 - 2/28/2019

Total Ending Amount: \$191,520

The Bond Fund of America A (ABNDX) : \$100 initial investment on 03/01/1979. Dividends and capital gains are reinvested. Subsequent investments of \$100.00 from 04/01/1979 to 02/28/2019 every month, on the first day of the month. The initial investment is subject to a 3.75% sales charge. Subsequent investments are subject to a sales charge of up to 3.75%. The effects of income and capital gains taxes are not demonstrated.



- From Capital Gains (Ending value: \$2,241)
- From Income (Ending value: \$143,942)
- From Principal (Ending value: \$45,338)

This graph must be accompanied by the underlying Hypo illustration(s).