

# 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](mailto: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](http://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](http://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, Virginia529<sup>SM</sup> 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. Virginia529<sup>SM</sup> 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, Virginia529<sup>SM</sup> 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 Growth Fund of America A (AGTHX)	12/1/1973	5.75% Front	1.16%	10.20%	14.75%	13.38%

#### Gross Charges and Expenses

<b>Fund Name</b>	<b>Sales Charge</b>	<b>Max CDSC</b>	<b>Max Redem Fee</b>	<b>Total Gross Operating Expense</b>
The Growth Fund of America A (AGTHX)	5.75%	1.00%	0.00%	0.62%

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](http://americanfunds.com).**

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.

- 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 Growth Fund of America A (AGTHX)**

Date	Initial Investment	Initial Sales Charge	Net Amount Invested	Shares Purchased
04/01/1979	\$100.00	5.75%	\$94	33.784

\$100 initial investment on 04/01/1979. Dividends and capital gains are reinvested. Subsequent investments from 05/01/1979 to 03/31/2019 every month starting at \$100.00 and increasing by \$10.00, every twelve months, on the first day of the month. The initial investment is subject to a 5.75% sales charge. Subsequent investments are subject to a sales charge of up to 5.75%. 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	900	8	8	0	283	1,019
12/31/1980	1,280	39	48	0	599	2,971
12/31/1981	1,400	180	228	0	911	4,317
12/31/1982	1,520	343	571	0	1,274	7,155
12/31/1983	1,640	294	865	199	1,582	10,743
12/31/1984	1,760	258	1,123	98	1,909	11,843
12/31/1985	1,880	233	1,356	923	2,350	17,047
12/31/1986	2,000	356	1,712	1,004	2,758	21,734
12/31/1987	2,120	423	2,135	1,656	3,233	25,156
12/31/1988	2,240	539	2,674	1,026	3,661	32,055
12/31/1989	2,360	1,182	3,856	3,856	4,376	44,133
12/31/1990	2,480	1,109	4,964	1,894	4,957	44,664
12/31/1991	2,600	908	5,872	2,776	5,537	63,485
12/31/1992	2,720	548	6,420	259	5,834	70,995
12/31/1993	2,840	363	6,783	2,932	6,298	84,235
12/31/1994	2,960	553	7,336	3,385	6,823	87,097
12/31/1995	3,080	1,018	8,354	7,969	7,619	116,335
12/31/1996	3,200	859	9,214	6,717	8,266	136,966
12/31/1997	3,320	1,097	10,310	17,382	9,444	177,360
12/31/1998	3,440	865	11,175	21,231	10,614	237,749
12/31/1999	3,560	484	11,659	34,348	12,041	350,862
12/31/2000	3,680	1,762	13,421	49,754	14,053	380,554
12/31/2001	3,800	639	14,060	0	14,232	337,449
12/31/2002	3,920	274	14,334	0	14,433	266,571
12/31/2003	4,040	89	14,423	0	14,629	358,997
12/31/2004	4,160	1,331	15,754	0	14,839	406,298
12/31/2005	4,280	2,848	18,602	3,372	15,189	468,733
12/31/2006	4,400	4,197	22,798	16,855	15,960	524,591
12/31/2007	4,520	5,780	28,578	33,088	17,249	586,637
12/31/2008	4,640	4,073	32,651	0	17,612	360,684
12/31/2009	4,760	3,756	36,407	0	17,957	490,752
12/31/2010	4,880	4,442	40,849	0	18,277	556,363

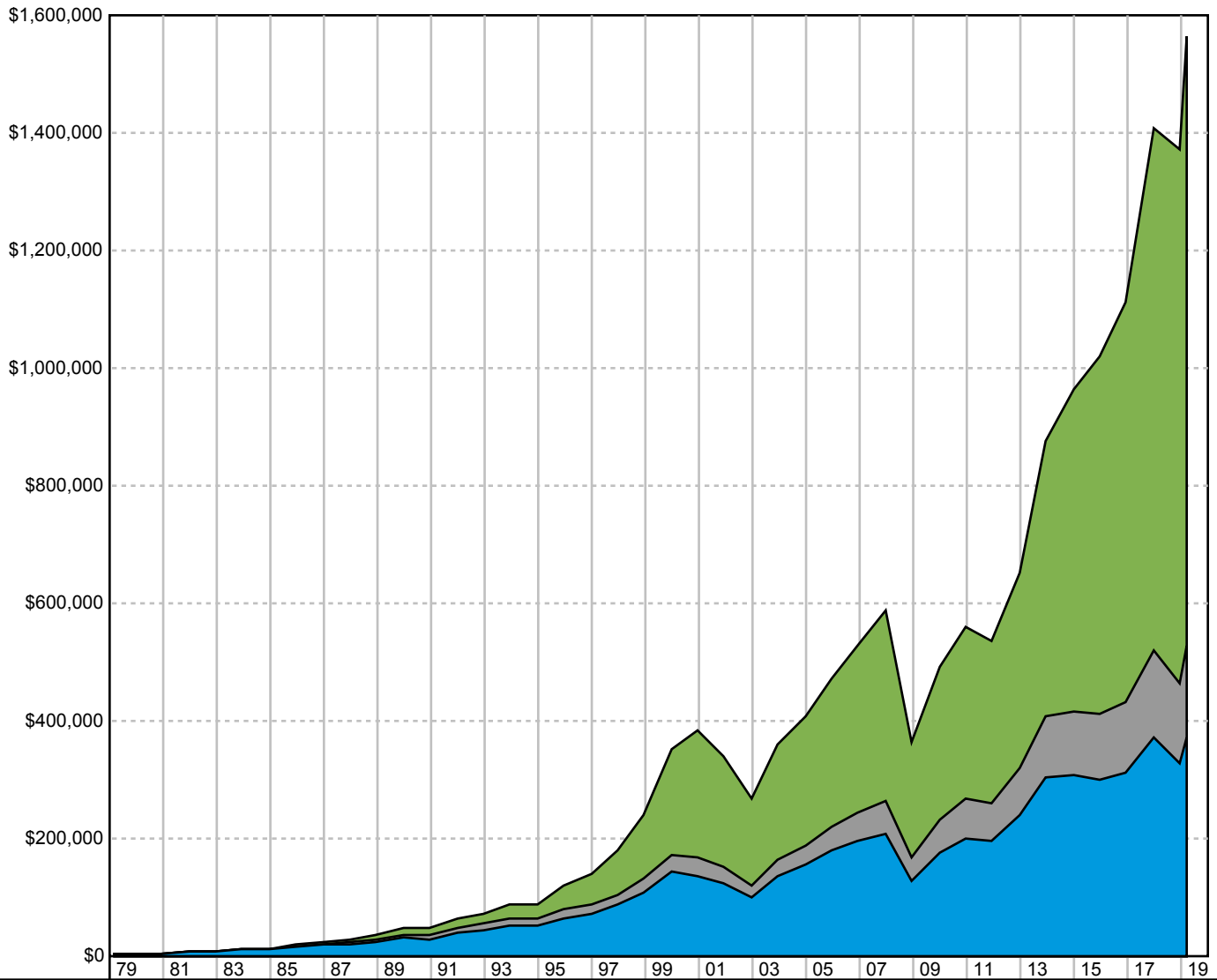
<b>Date</b>	<b>Investment(s)</b>	<b>Dividend Income</b>	<b>Total Dividend Income</b>	<b>Capital Gains</b>	<b>Shares Held</b>	<b>Total Value</b>
12/31/2011	5,000	4,038	44,887	0	18,580	533,798
12/31/2012	5,120	5,302	50,189	0	18,890	648,868
12/31/2013	5,240	2,615	52,805	52,271	20,330	874,178
12/31/2014	5,360	3,435	56,240	82,957	22,518	961,050
12/31/2015	5,480	6,170	62,410	76,775	24,658	1,018,133
12/31/2016	5,600	6,208	68,618	62,704	26,409	1,110,215
12/31/2017	5,720	6,632	75,250	85,796	28,398	1,406,826
12/31/2018	5,840	8,695	83,945	137,408	32,076	1,371,556
03/31/2019	1,470	0	83,945	0	32,108	1,562,045
<b>Total</b>	<b>141,210</b>	<b>83,945</b>	<b>83,945</b>	<b>708,635</b>	<b>32,108</b>	<b>1,562,045</b>

**Average annual return on the investment for the period 04/01/1979 - 03/31/2019 : 11.56%**

4/1/1979 - 3/31/2019

Total Ending Amount: \$1,562,045

**The Growth Fund of America A (AGTHX)** : \$100 initial investment on 04/01/1979. Dividends and capital gains are reinvested. Subsequent investments from 05/01/1979 to 03/31/2019 every month starting at \$100.00 and increasing by \$10.00, every twelve months, on the first day of the month. The initial investment is subject to a 5.75% sales charge. Subsequent investments are subject to a sales charge of up to 5.75%. The effects of income and capital gains taxes are not demonstrated.



- From Capital Gains (Ending value: \$1,034,296)
- From Income (Ending value: \$155,810)
- From Principal (Ending value: \$371,938)

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