

# A Hypothetical Illustration for BUS-121, Principles of Money Management, Fall 2022

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**PREPARED BY**

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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. Prices and returns will vary, so investors may lose money. Investing for short periods makes losses more likely. If a sales charge had been deducted, the results would have been lower. For more current information and month-end results, visit [capitalgroup.com](http://capitalgroup.com).

Investors should carefully consider investment objectives, risks, charges, and expenses. This and other important information is contained in the fund prospectuses, summary prospectuses, ABLEAmerica Program Description and CollegeAmerica Program Description, which can be obtained from a financial professional and should be read carefully before investing.

Regular investing does not ensure a profit or protect against loss. Investors should consider their willingness to keep investing when share prices are declining. 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. 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. There have been periods when the fund has lagged the index.

This illustration must be preceded or accompanied by a summary prospectus or prospectus for the fund(s) being offered. American Funds Distributors, Inc., member FINRA.

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. For American Funds Global Insight Fund and American Funds International Vantage Fund and American Funds 2065 Target Date Retirement Fund, the expense ratios are estimated.

Portfolio results reflect a combination of the mutual funds and/or ETFs shown, using the allocations and rebalancing frequency noted. The criteria and assumptions on which the portfolio is based are believed to be relevant to the likely financial situation and investment objectives of the intended investor. The portfolio's risks are directly related to the risks of the individual funds as described below. There are no guarantees that investment objectives will be met.

### Standardized Average Annual Total Returns for Quarter Ended 9/30/2022

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	-17.42%	-0.54%	0.74%	6.73%

#### 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%	0.55%

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.

- Cumulative Volume Discount Reflected Where Applicable in This Illustration.
- NOTE: Systematic Accumulation Plans cannot assure a profit or protect against loss in declining markets.

Class A shares are subject to an up-front maximum sales charge of 5.75% for equity, Target Date, Retirement Income and most Portfolio Series funds, 3.75% for most fixed income funds and American Funds Tax-Aware Conservative Growth and Income Portfolio, and 2.50% for American Funds Inflation Linked Bond Fund, 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. Data prior to 6/30/2020, returns reflect deduction of the maximum sales charge: 5.75% for equity

funds and most Portfolio Series funds and 3.75% for most fixed income funds maximum sales charges. The sales charge declines for accounts and aggregated investments is as follows: \$25,000 for equity, Target Date Retirement, Retirement Income Portfolio Series and most Portfolio Series funds; \$100,000 for most bond funds and American Funds Tax-Aware Conservative Growth and Income Portfolio; \$500,000 for American Funds Inflation Linked Bond Fund, American Funds Short-Term Tax-Exempt Bond Fund, Intermediate Bond Fund of America, Limited Term Tax-Exempt Bond Fund of America, Short-Term Bond Fund of America, American Funds Tax-Exempt Fund of New York, American High-Income Municipal Bond Fund, The Tax-Exempt Bond Fund of America, The Tax-Exempt Fund of California, American Funds Preservation Portfolio and American Funds Tax-Exempt Preservation Portfolio. 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 (0.75% CDSC on American Funds Inflation Linked Bond Fund, American Funds Short-Term Tax-Exempt Bond Fund, Intermediate Bond Fund of America, Limited Term Tax-Exempt Bond Fund of America, Short-Term Bond Fund of America, American Funds Tax-Exempt Fund of New York, American High-Income Municipal Bond Fund, The Tax-Exempt Bond Fund of America, The Tax-Exempt Fund of California, American Funds Preservation Portfolio, American Funds Tax-Exempt Preservation Portfolio). 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.

- 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.

**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.**

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 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.

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

**The Bond Fund of America A (ABNDX)**

Date	Initial Investment	Initial Sales Charge	Net Amount Invested	Shares Purchased
10/01/1982	\$100.00	3.75%	\$96	7.968

\$100 initial investment on 10/01/1982. Dividends and capital gains are reinvested. Subsequent investments of \$100.00 from 11/01/1982 to 09/30/2022 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
12/31/1982	300	6	6	0	24	301
12/31/1983	1,200	108	113	0	123	1,525
12/31/1984	1,200	267	380	0	241	2,968
12/31/1985	1,200	440	820	0	363	5,083
12/31/1986	1,200	625	1,446	192	500	7,100
12/31/1987	1,200	754	2,200	0	640	8,407
12/31/1988	1,200	908	3,108	0	793	10,505
12/31/1989	1,200	1,141	4,249	0	966	12,774
12/31/1990	1,200	1,316	5,564	0	1,160	14,377
12/31/1991	1,200	1,484	7,048	0	1,364	18,681
12/31/1992	1,200	1,666	8,714	62	1,572	21,993
12/31/1993	1,200	1,806	10,520	685	1,822	26,324
12/31/1994	1,200	2,029	12,550	0	2,060	26,139
12/31/1995	1,200	2,283	14,832	0	2,317	32,164
12/31/1996	1,200	2,483	17,315	0	2,584	35,536
12/31/1997	1,200	2,656	19,971	0	2,860	40,037
12/31/1998	1,200	2,858	22,829	428	3,181	43,291
12/31/1999	1,200	3,097	25,926	0	3,502	45,455
12/31/2000	1,200	3,518	29,445	0	3,868	49,475
12/31/2001	1,200	3,617	33,062	0	4,236	54,184
12/31/2002	1,200	3,676	36,738	0	4,622	58,704
12/31/2003	1,200	3,374	40,112	0	4,967	67,103
12/31/2004	1,200	3,276	43,388	0	5,296	72,285
12/31/2005	1,200	3,701	47,089	0	5,658	74,798
12/31/2006	1,200	3,826	50,915	0	6,035	80,392
12/31/2007	1,200	4,372	55,287	0	6,453	84,276
12/31/2008	1,200	5,002	60,288	0	6,971	75,004
12/31/2009	1,200	3,748	64,036	0	7,409	87,425
12/31/2010	1,200	3,511	67,547	0	7,792	94,982
12/31/2011	1,200	3,353	70,900	0	8,156	102,358
12/31/2012	1,200	2,761	73,661	0	8,462	109,578
12/31/2013	1,200	2,532	76,193	0	8,754	108,544

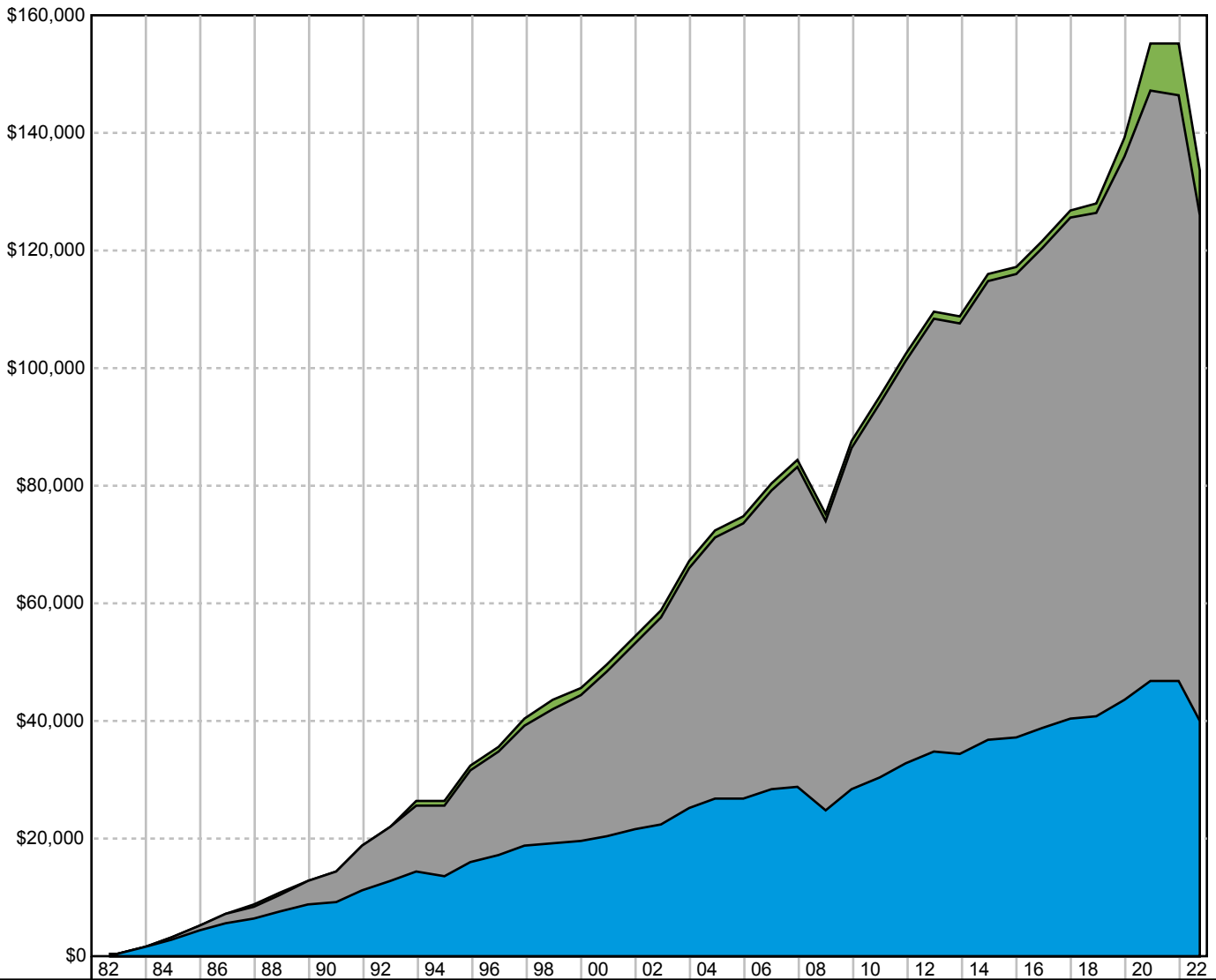
<b>Date</b>	<b>Investment(s)</b>	<b>Dividend Income</b>	<b>Total Dividend Income</b>	<b>Capital Gains</b>	<b>Shares Held</b>	<b>Total Value</b>
12/31/2014	1,200	2,411	78,604	0	9,034	115,730
12/31/2015	1,200	2,308	80,912	0	9,305	117,152
12/31/2016	1,200	2,047	82,958	0	9,553	121,517
12/31/2017	1,200	2,296	85,254	0	9,821	126,594
12/31/2018	1,200	2,990	88,245	0	10,152	127,610
12/31/2019	1,200	3,129	91,373	1,852	10,622	139,042
12/31/2020	1,200	2,760	94,134	4,756	11,250	155,143
12/31/2021	1,200	2,162	96,295	869	11,561	154,801
09/30/2022	900	2,722	99,017	176	11,870	133,301
<b>Total</b>	<b>48,000</b>	<b>99,017</b>	<b>99,017</b>	<b>9,020</b>	<b>11,870</b>	<b>133,301</b>

**Average annual return on the investment for the period 10/01/1982 - 09/30/2022 : 4.55%**

10/1/1982 - 9/30/2022

Total Ending Amount: \$133,301

**The Bond Fund of America A (ABNDX)** : \$100 initial investment on 10/01/1982. Dividends and capital gains are reinvested. Subsequent investments of \$100.00 from 11/01/1982 to 09/30/2022 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: \$7,438)
- From Income (Ending value: \$86,047)
- From Principal (Ending value: \$39,816)

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