

# A Hypothetical Illustration for BUS-121 Principles of Money Management - Fall 2024

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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.**

Results shown may or may not show gross of advisory fees that may be charged by the client's investment adviser which would result in lower portfolio results than shown.

## 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. Capital Client Group, 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.

Hypothetical portfolio results reflect a combination of the mutual funds 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 9/30/2024

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
American Balanced Fund A (ABALX)	7/26/1975	5.75% Front	18.65%	8.02%	7.80%	10.29%

#### Gross Charges and Expenses

Fund Name	Sales Charge	Max CDSC	Max Redem Fee	Total Gross Operating Expense
American Balanced Fund A (ABALX)	5.75%	1.00%	0.00%	0.57%

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 funds, Target Date Funds, Retirement Income funds and most Portfolio Series funds, 3.75% for most fixed income funds and American Funds Tax-Advantaged 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. 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, Ameridan 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 American Funds Global Insight Fund and American Funds International Vantage Fund, Class A shares were first offered on November 8, 2019. Class A share results prior to the date of first sale are hypothetical based on the results of the original share class of the fund, adjusted for typical estimated expenses. Please see [capitalgroup.com](http://capitalgroup.com) for more information on specific expense adjustments and the actual dates of first sale.

- 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.**

## Principal Risks

To understand the principal risks associated with these funds, please see the **Principal Risks** on the following pages.

American Balanced Fund A (ABALX)

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## Principal Risks

These are associated with the funds listed on the preceding page.

4. 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.

**American Balanced Fund A (ABALX)**

Date	Initial Investment	Initial Sales Charge	Net Amount Invested	Shares Purchased
10/01/1994	\$1,000,000.00	None	\$1,000,000	82,034.454

\$1,000,000 initial investment on 10/01/1994. Dividends and capital gains are reinvested. Withdrawals from 11/01/1994 to 09/30/2024 every month starting at 5.00% (annually) of Initial Investment and increasing by 3.00%, every twelve months, on the first day of the month as long as funds are available. The initial investment is not subject to sales charge. Withdrawals are subject to a deferred sales charge of up to 1.00%. The effects of income and capital gains taxes are not demonstrated.

Date	Investment(s)	Withdrawal	Dividend Income	Total Dividend Income	Capital Gains	Shares Held	Total Value
12/31/1994	1,000,000	8,251	11,388	11,388	2,440	82,497	989,962
12/31/1995	0	50,250	45,729	57,118	38,239	84,915	1,201,542
12/31/1996	0	51,758	47,313	104,431	71,649	89,614	1,303,888
12/31/1997	0	53,310	50,149	154,580	116,305	96,918	1,519,667
12/31/1998	0	54,910	54,115	208,695	101,340	103,450	1,630,377
12/31/1999	0	56,557	58,125	266,820	134,985	113,069	1,630,454
12/31/2000	0	58,254	62,992	329,812	65,186	117,868	1,823,414
12/31/2001	0	60,001	65,813	395,625	35,702	120,529	1,910,390
12/31/2002	0	61,801	51,477	447,102	2,877	120,041	1,730,990
12/31/2003	0	63,655	43,960	491,062	0	118,737	2,052,966
12/31/2004	0	65,565	42,320	533,383	51,882	120,368	2,166,617
12/31/2005	0	67,532	47,679	581,061	39,837	121,481	2,164,795
12/31/2006	0	69,558	56,609	637,670	48,833	123,326	2,345,658
12/31/2007	0	71,644	63,673	701,343	53,723	125,699	2,427,251
12/31/2008	0	73,794	67,769	769,112	17,508	126,393	1,741,701
12/31/2009	0	76,008	51,184	820,296	0	124,637	2,020,366
12/31/2010	0	78,288	44,166	864,463	0	122,551	2,197,348
12/31/2011	0	80,636	48,326	912,789	0	120,808	2,199,914
12/31/2012	0	83,056	45,221	958,010	0	118,843	2,424,395
12/31/2013	0	85,547	44,522	1,002,531	0	116,965	2,856,284
12/31/2014	0	88,114	44,472	1,047,003	165,262	121,868	3,016,224
12/31/2015	0	90,757	48,262	1,095,265	112,387	124,906	2,976,521
12/31/2016	0	93,480	54,398	1,149,663	75,651	126,353	3,134,807
12/31/2017	0	96,284	60,589	1,210,252	122,262	129,499	3,515,896
12/31/2018	0	99,173	66,772	1,277,024	129,434	133,554	3,325,492
12/31/2019	0	102,148	71,939	1,348,963	78,408	135,182	3,852,677
12/31/2020	0	105,212	53,582	1,402,545	122,181	137,528	4,153,346
12/31/2021	0	108,369	54,564	1,457,109	141,353	140,159	4,691,120
12/31/2022	0	111,620	67,409	1,524,517	24,648	139,602	4,014,942
12/31/2023	0	114,968	103,849	1,628,366	0	139,164	4,451,860
09/30/2024	0	88,371	45,489	1,673,855	0	137,862	5,004,399

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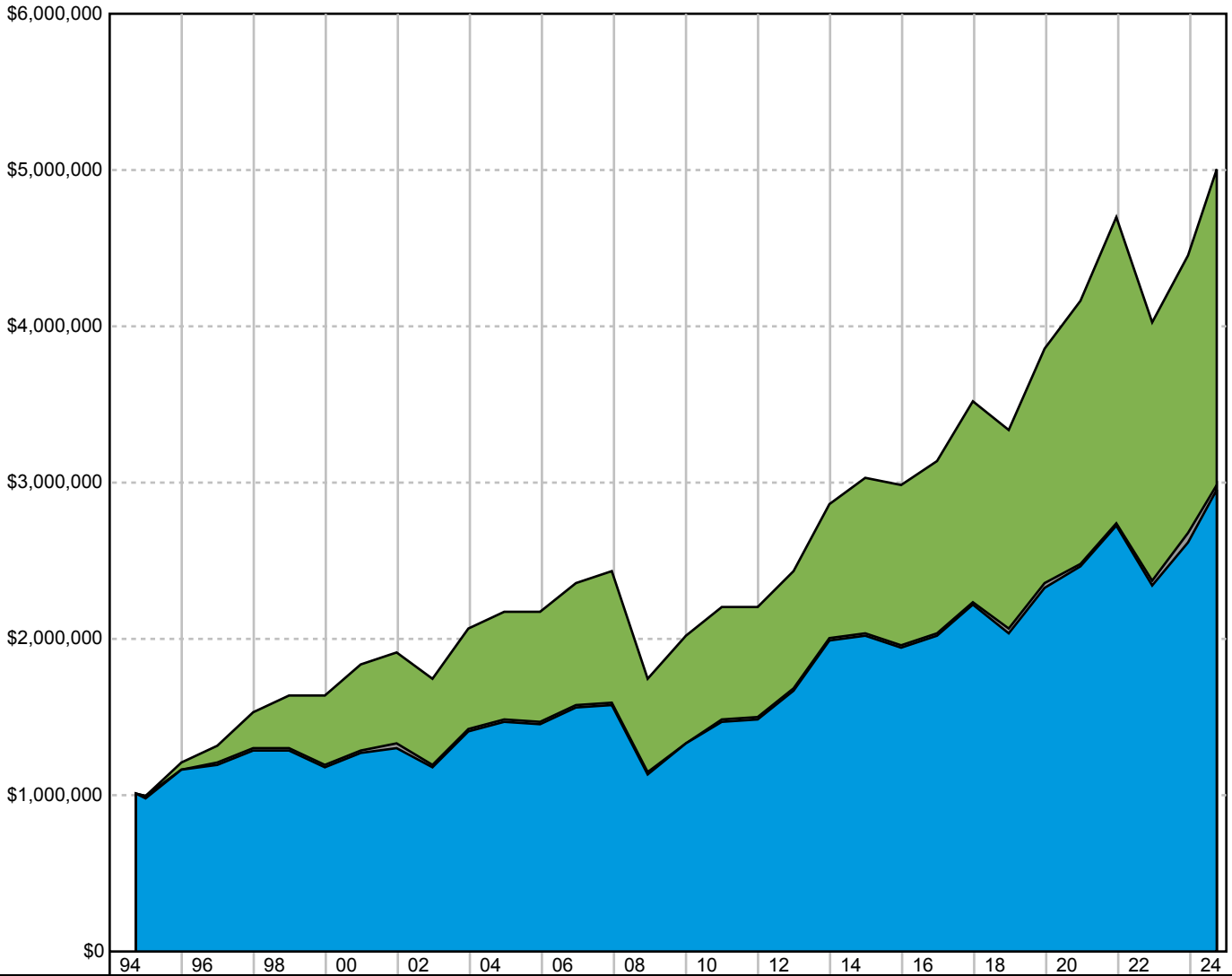
<b>Date</b>	<b>Investment(s)</b>	<b>Withdrawal</b>	<b>Dividend Income</b>	<b>Total Dividend Income</b>	<b>Capital Gains</b>	<b>Shares Held</b>	<b>Total Value</b>
<b>Total</b>	<b>1,000,000</b>	<b>2,368,869</b>	<b>1,673,855</b>	<b>1,673,855</b>	<b>1,752,091</b>	<b>137,862</b>	<b>5,004,399</b>

Average annual return on the investment for the period 10/01/1994 - 09/30/2024 : 9.52%

10/1/1994 - 9/30/2024

Total Ending Amount: \$5,004,399

**American Balanced Fund A (ABALX)** : \$1,000,000 initial investment on 10/01/1994. Dividends and capital gains are reinvested. Withdrawals from 11/01/1994 to 09/30/2024 every month starting at 5.00% (annually) of Initial Investment and increasing by 3.00%, every twelve months, on the first day of the month as long as funds are available. The initial investment is not subject to sales charge. Withdrawals are subject to a deferred sales charge of up to 1.00%. The effects of income and capital gains taxes are not demonstrated.



- From Capital Gains (Ending value: \$2,025,815)
- From Income (Ending value: \$25,744)
- From Principal (Ending value: \$2,952,839)

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