

## Seeks to provide current income and preservation of capital using active ETFs

### Model description

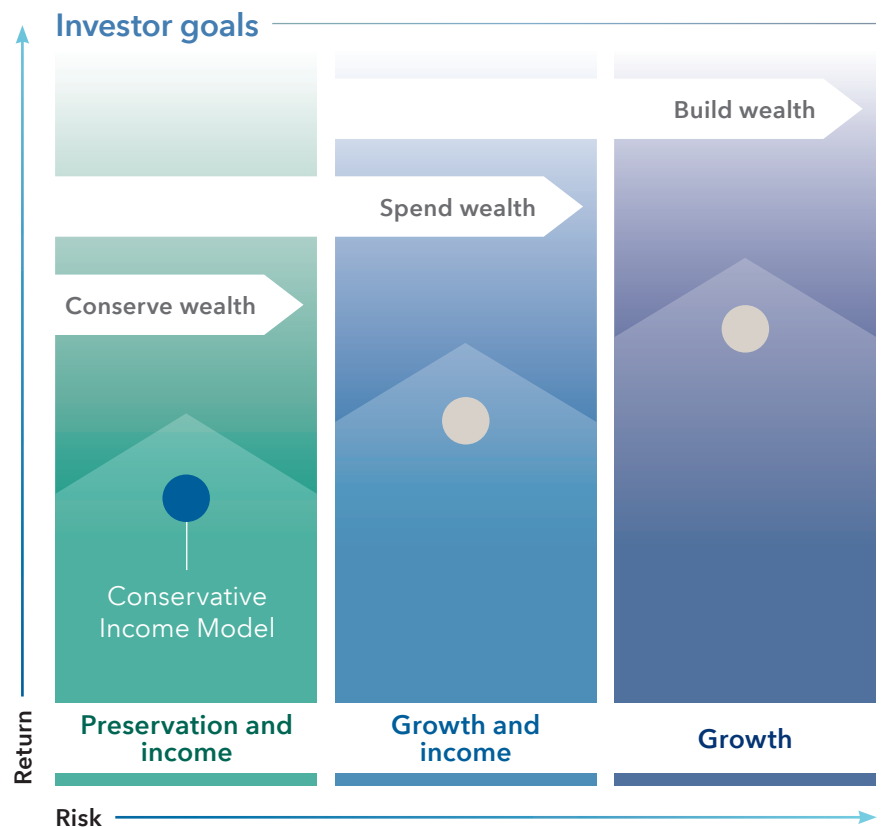
Seeks current income and preservation of capital primarily through a diversified portfolio of higher-quality fixed income securities and dividend-paying equities, using Capital Group exchange-traded funds (ETFs).

### Created by Capital Group

In creating the Capital Group ETF Conservative Income Model, the Portfolio Solutions Committee (PSC) relied on their in-depth understanding of the underlying funds. Our models are constructed and monitored by the PSC, seasoned investment professionals with support from the Capital Solutions Group, while the underlying funds are managed by their respective portfolio managers. The Portfolio Solutions Committee has an average of 30 years of investment industry experience.\*

### For investors who ...

- Seek a broadly diversified portfolio with a focus on income and capital preservation to help them pursue their long-term investment goals.
- Seek to avoid wide market fluctuations but still seek the potential for modest growth of capital.
- Want some current income through a diversified portfolio of quality bonds and dividend paying equities.
- Seek the tax advantages of the ETF vehicle and greater transparency of the underlying holdings.
- Value a diversified and experienced active manager to help them accomplish their goals.



\*As of December 31, 2024.

Advisory services offered through Capital Research Management Company (CRMC) and its RIA affiliates.

Model portfolios are provided to financial intermediaries who may or may not recommend them to clients. The portfolios consist of an allocation of funds for investors to consider and are not intended to be investment recommendations. The portfolios are asset allocations designed for individuals with different time horizons, investment objectives and risk profiles. Allocations may change and may not achieve investment objectives. If a cash allocation is not reflected in a model, the intermediary may choose to add one. Capital Group does not have investment discretion or authority over investment allocations in client accounts. Rebalancing approaches may differ depending on where the account is held. Investors should talk to their financial professional for information on other investment alternatives that may be available. In making investment decisions, investors should consider their other assets, income and investments.

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

Underlying Funds	Weight
CGCB – Capital Group Core Bond ETF	25%
CGSD – Capital Group Short Duration Income ETF	25%
CGCP – Capital Group Core Plus Income ETF	18%
CGBL – Capital Group Core Balanced ETF	10%
CGIB – Capital Group International Bond ETF (USD-Hedged)	8%
CGCV – Capital Group Conservative Equity ETF	5%
CGDV – Capital Group Dividend Value ETF	5%
CGDG – Capital Group Dividend Growers ETF	4%

Top five industry	Weight
Semiconductors & semiconductor equipment	1.9%
Aerospace & defense	1.5%
Software	1.2%
Interactive media & services	1.1%
Biotechnology	1.0%

Top five equity holdings	Weight
Broadcom	4.0%
Microsoft	3.6%
Meta Platforms	3.1%
RTX Corp.	2.4%
Philip Morris International	2.3%

Fixed income quality breakdown <sup>3</sup>	Weight
Investment grade (BBB/Baa and above)	91.2%
Non-Investment grade (BB/Ba and below)	9.0%

## Capital Group ETF Conservative Income Model

Asset mix <sup>1</sup>	Weight
<b>Total equities</b>	
U.S. equities	16.6%
Non-U.S. equities	3.3%
<b>Total fixed income</b>	
U.S. fixed income	65.0%
Non-U.S. fixed income	12.1%
Cash and equivalents <sup>2</sup>	2.9%

## The Portfolio Solutions Committee

This model is actively monitored by the committee – a group of senior investment professionals with varied backgrounds and approaches, and decades of investment industry experience. They regularly review the model's results and holdings to keep it aligned with its objectives.



Michelle Black  
30 years



Brittain Ezzes  
27 years



Samir Mathur  
32 years



Damien McCann  
25 years



Wesley Phoa  
32 years



John Queen  
35 years



Andrew Suzman  
31 years

Investment industry experience as of December 31, 2024.

All data as of January 31, 2025 unless stated otherwise

<sup>1</sup>Totals may not reconcile due to rounding.

<sup>2</sup>Cash 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 advisor or its affiliates that are not offered to the public.

<sup>3</sup>Bond ratings are based on a model portfolio's underlying funds' holdings and investment policies. Bond ratings, which typically range from AAA/Aaa (highest) to D (lowest), are assigned by credit rating agencies such as Standard & Poor's, Moody's and/or Fitch, as an indication of an issuer's creditworthiness. For most American Funds and Capital Group ETFs, if agency ratings differ, a security will be considered to have received the highest of those ratings; and securities in the Unrated category have not been rated by a rating agency, however, the investment adviser performs its own credit analysis and assigns comparable ratings that are used for compliance with applicable investment policies. Please see each fund's most recent prospectus for details.

Model portfolios are subject to the risks associated with the underlying funds in the model portfolio. Investors should carefully consider investment objectives, risks, fees and expenses of the funds in the model portfolio, which are contained in the fund prospectuses. 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. Smaller company stocks entail additional risks, and they can fluctuate in price more than larger company stocks. 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. Lower rated bonds are subject to greater fluctuations in value and risk of loss of income and principal than higher rated bonds. Investments in mortgage-related securities involve additional risks, such as prepayment risk. The use of derivatives involves a variety of risks, which may be different from, or greater than, the risks associated with investing in traditional securities, such as stocks and bonds. A nondiversified fund has the ability to invest a larger percentage of assets in the securities of a smaller number of issuers than a diversified fund. As a result, poor results by a single issuer could adversely affect fund results more than if the fund were invested in a larger number of issuers. See the applicable prospectus for details.

Portfolios are managed, so holdings will change. Holdings-based information is based on the weighted average of the underlying funds.

Capital Group exchange-traded funds (ETFs) are actively managed and do not seek to replicate a specific index. ETF shares are bought and sold through an exchange at the then current market price, not net asset value (NAV), and are not individually redeemed from the fund. Shares may trade at a premium or discount to their NAV when traded on an exchange. Brokerage commissions will reduce returns. There can be no guarantee that an active market for ETFs will develop or be maintained, or that the ETF's listing will continue or remain unchanged.

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