



Investing in global companies for the long term

Beginning on January 1, 2021, as permitted by regulations adopted by the U.S. Securities and Exchange Commission, you may not receive paper copies of the fund's shareholder reports from the insurance company that offers your contract unless you specifically request paper copies from the insurance company or from your financial intermediary. Instead, the shareholder reports will be made available on a website, and the insurance company will notify you by mail each time a report is posted and provide you with a website link to access the report. Instructions for requesting paper copies will be provided by your insurance company.

If you have already elected to receive shareholder reports electronically, you will not be affected by this change and do not need to take any action. You may elect to receive shareholder reports and other communications from the insurance company electronically by following the instructions provided by the insurance company.

You may elect to receive paper copies of all future reports free of charge from the insurance company. You can inform the insurance company that you wish to continue receiving paper copies of your shareholder reports by following the instructions provided by the insurance company. Your election to receive paper reports will apply to all investment options available under your contract.

American Funds Insurance Series, by Capital Group, is the underlying investment vehicle for many variable annuities and insurance products. For nearly 90 years, Capital Group has invested with a long-term focus based on thorough research and attention to risk.

Investing for short periods makes losses more likely. For current information and month-end results, visit capitalgroup.com/afis. For information about your insurance contract and month-end results, go to the website of the company that issued your contract.

Investing outside the United States involves 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. Investing in small-capitalization stocks can involve greater risk than is customarily associated with investing in stocks of larger, more established companies. 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. High-yield bonds are subject to greater fluctuations in value and risk of loss of income and principal than investment-grade bonds. 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. Futures may not provide an effective hedge of the underlying securities because changes in the prices of futures may not track those of the securities they are intended to hedge. In addition, the managed risk strategy may not effectively protect the funds from market declines and will limit the funds' participation in market gains. The use of the managed risk strategy could cause the funds' returns to lag those of the applicable underlying funds in certain rising market conditions. Refer to the funds' prospectuses and the Risk Factors section of this report for more information on these and other risks associated with investing in the funds.

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

Fellow investors:

Shown in the table on the following pages are American Funds Insurance Series' semi-annual results for the period ended June 30, 2020. Also shown are the results of each fund's applicable benchmark.

For additional information about the series, its investment results, holdings and portfolio managers, visit capitalgroup.com/individual/products/american-funds-insurance-series.html. You can also access information about Capital Group's American Funds and read our insights about the markets, retirement, saving for college, investing fundamentals and more at capitalgroup.com.

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Results at a glance

For periods ended June 30, 2020, with all distributions reinvested

| Class 1 shares | Inception date | Cumulative total returns | | Average annual total returns | | |
|---|----------------|--------------------------|--------|------------------------------|----------|----------|
| | | 6 months | 1 year | 5 years | 10 years | Lifetime |
| Global Growth Fund MSCI All Country World Index (ACWI) ¹ | 4/30/97 | 4.22% | 16.41% | 11.17% | 13.07% | 10.18% |
| | | -6.25 | 2.11 | 6.46 | 9.16 | 6.03 |
| Global Small Capitalization Fund MSCI All Country World Small Cap Index ¹ | 4/30/98 | -3.18 | 6.10 | 5.16 | 9.20 | 9.31 |
| | | -12.85 | -5.54 | 3.67 | 8.61 | 6.97 |
| Growth Fund Standard & Poor's 500 Composite Index ² | 2/8/84 | 12.10 | 25.84 | 15.96 | 16.22 | 13.09 |
| | | -3.08 | 7.51 | 10.73 | 13.99 | 11.18 |
| International Fund MSCI All Country World Index (ACWI) ex USA ¹ | 5/1/90 | -11.20 | -4.81 | 3.50 | 6.53 | 7.64 |
| | | -11.00 | -4.80 | 2.26 | 4.97 | 5.32 |
| New World Fund MSCI All Country World Index (ACWI) ¹ | 6/17/99 | -4.06 | 4.19 | 6.44 | 6.42 | 8.07 |
| | | -6.25 | 2.11 | 6.46 | 9.16 | 4.70 |
| Blue Chip Income and Growth Fund Standard & Poor's 500 Composite Index ² | 7/5/01 | -8.27 | 0.42 | 6.79 | 11.40 | 6.04 |
| | | -3.08 | 7.51 | 10.73 | 13.99 | 7.16 |
| Global Growth and Income Fund MSCI All Country World Index (ACWI) ¹ | 5/1/06 | -11.08 | -2.21 | 6.59 | 9.85 | 6.40 |
| | | -6.25 | 2.11 | 6.46 | 9.16 | 5.26 |
| Growth-Income Fund Standard & Poor's 500 Composite Index ² | 2/8/84 | -3.62 | 4.93 | 10.19 | 13.45 | 11.18 |
| | | -3.08 | 7.51 | 10.73 | 13.99 | 11.18 |
| International Growth and Income Fund MSCI All Country World Index (ACWI) ex USA ¹ | 11/18/08 | -15.08 | -8.98 | 1.61 | 5.51 | 7.38 |
| | | -11.00 | -4.80 | 2.26 | 4.97 | 7.17 |
| Capital Income Builder MSCI All Country World Index (ACWI) ¹ | 5/1/14 | -6.23 | 0.67 | 3.57 | – | 3.08 |
| | | -6.25 | 2.11 | 6.46 | – | 5.98 |
| Bloomberg Barclays U.S. Aggregate Index ³ | | 6.14 | 8.74 | 4.30 | – | 3.95 |
| 70%/30% MSCI ACWI/Bloomberg Barclays U.S. Aggregate Index ⁴ | | -2.28 | 4.56 | 6.05 | – | 5.58 |
| Asset Allocation Fund 60%/40% S&P 500 Index/Bloomberg Barclays U.S. Aggregate Index ⁵ | 8/1/89 | -1.47 | 6.82 | 8.05 | 10.60 | 8.44 |
| | | 0.98 | 8.58 | 8.41 | 10.08 | 8.49 |
| Standard & Poor's 500 Composite Index ² | | -3.08 | 7.51 | 10.73 | 13.99 | 9.69 |
| Bloomberg Barclays U.S. Aggregate Index ³ | | 6.14 | 8.74 | 4.30 | 3.82 | 6.02 |
| Global Balanced Fund MSCI All Country World Index (ACWI) ¹ | 5/2/11 | -2.85 | 3.84 | 6.43 | – | 5.79 |
| | | -6.25 | 2.11 | 6.46 | – | 6.45 |
| Bloomberg Barclays Global Aggregate Index ³ | | 2.98 | 4.22 | 3.56 | – | 1.93 |
| 60%/40% MSCI ACWI/Bloomberg Barclays Global Aggregate Index ⁶ | | -2.28 | 3.42 | 5.54 | – | 4.84 |
| Bond Fund Bloomberg Barclays U.S. Aggregate Index ³ | 1/2/96 | 6.61 | 9.49 | 4.67 | 4.05 | 4.90 |
| | | 6.14 | 8.74 | 4.30 | 3.82 | 5.21 |
| Capital World Bond Fund Bloomberg Barclays Global Aggregate Index ³ | 10/4/06 | 2.14 | 3.56 | 3.49 | 3.13 | 4.08 |
| | | 2.98 | 4.22 | 3.56 | 2.81 | 3.68 |
| High-Income Bond Fund Bloomberg Barclays U.S. Corporate High Yield 2% Issuer Capped Index ³ | 2/8/84 | -4.74 | -2.11 | 3.94 | 5.59 | 8.40 |
| | | -3.83 | 0.00 | 4.79 | 6.67 | N/A |
| American Funds Mortgage Fund Bloomberg Barclays U.S. Mortgage-Backed Securities Index ³ | 5/2/11 | 5.81 | 6.97 | 3.38 | – | 3.17 |
| | | 3.50 | 5.67 | 3.23 | – | 3.06 |
| Ultra-Short Bond Fund Bloomberg Barclays Short-Term Government/Corporate Index ³ | 2/8/84 | 0.43 | 1.24 | 0.91 | 0.34 | 3.36 |
| | | 1.16 | 2.32 | 1.54 | 0.93 | N/A |
| U.S. Govt./AAA-Rated Securities Fund Bloomberg Barclays U.S. Government/Mortgage-Backed Securities Index ³ | 12/2/85 | 8.80 | 9.84 | 3.92 | 3.29 | 5.88 |
| | | 6.59 | 8.50 | 3.73 | 3.23 | 6.31 |

| Class P1 shares | Inception date | Cumulative total returns | | Average annual total returns | |
|--|----------------|--------------------------|--------|------------------------------|----------|
| | | 6 months | 1 year | 5 years | Lifetime |
| Managed Risk Growth Fund | 5/1/13 | 8.57% | 18.75% | 11.03% | 10.49% |
| S&P 500 Managed Risk Index – Moderate Aggressive ⁷ | | -2.99 | 4.70 | 7.10 | 8.63 |
| Managed Risk International Fund | 5/1/13 | -12.33 | -7.10 | 1.43 | 1.78 |
| S&P EPAC Ex. Korea LargeMidCap Managed Risk Index – Moderate Aggressive ⁷ | | -10.23 | -4.59 | 1.02 | 1.93 |
| Managed Risk Blue Chip Income and Growth Fund | 5/1/13 | -8.30 | -1.84 | 4.01 | 5.30 |
| S&P 500 Managed Risk Index – Moderate ⁷ | | -2.02 | 5.19 | 6.84 | 8.04 |
| Managed Risk Growth-Income Fund | 5/1/13 | 0.66 | 7.68 | 7.83 | 8.42 |
| S&P 500 Managed Risk Index – Moderate ⁷ | | -2.02 | 5.19 | 6.84 | 8.04 |
| Managed Risk Asset Allocation Fund | 9/28/12 | -3.71 | 3.71 | 5.87 | 6.95 |
| S&P 500 Managed Risk Index – Moderate Conservative ⁷ | | -1.12 | 5.66 | 6.64 | 7.90 |

The market indexes shown are unmanaged and, therefore, have no expenses. Investors cannot invest directly in an index.

Investment results assume all distributions are reinvested and reflect applicable fees and expenses. When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower. The investment adviser is currently waiving a portion of its management fee for New World Fund, Capital Income Builder, Capital World Bond Fund and American Funds Mortgage Fund. This waiver will be in effect through at least May 1, 2021. The waiver may only be modified or terminated with the approval of the fund's board. Visit capitalgroup.com for more information.

¹Source: MSCI. Results for MSCI indexes reflect dividends net of withholding taxes and reinvestment of distributions. MSCI All Country World Index is a free float-adjusted market capitalization weighted index that is designed to measure equity market results in the global developed and emerging markets, consisting of more than 40 developed and emerging market country indexes. MSCI All Country World Small Cap Index is a free float-adjusted market capitalization-weighted index that is designed to measure equity market results of smaller capitalization companies in both developed and emerging markets. MSCI All Country World ex USA Index is a free float-adjusted market capitalization weighted index that is designed to measure equity market results in the global developed and emerging markets, excluding the United States. The index consists of more than 40 developed and emerging market country indexes.

²Source: S&P Dow Jones Indices LLC. S&P 500 Index is a market capitalization-weighted index based on the results of approximately 500 widely held common stocks.

³Source: Bloomberg Index Services Ltd. Bloomberg Barclays U.S. Aggregate Index represents the U.S. investment-grade (rated BBB/Baa and above) fixed-rate bond market. Bloomberg Barclays Global Aggregate Index represents the global investment-grade fixed income markets. Bloomberg Barclays U.S. Mortgage Backed Securities Index is a market-value-weighted index that covers the mortgage-backed pass-through securities of Ginnie Mae (GNMA), Fannie Mae (FNMA), and Freddie Mac (FHLMC). Bloomberg Barclays U.S. Corporate High Yield 2% Issuer Capped Index covers the universe of fixed-rate, non-investment-grade debt. The index limits the maximum exposure of any one issuer to 2%. Bloomberg Barclays U.S. Government/Mortgage-Backed Securities Index covers obligations issued by the U.S. Treasury and U.S. government agencies.

⁴Sources: MSCI and Bloomberg Index Services Ltd. The 70%/30% MSCI ACWI/Bloomberg Barclays U.S. Aggregate Index blends the MSCI ACWI (All Country World Index) with the Bloomberg Barclays U.S. Aggregate Index by weighting their total returns at 70% and 30%, respectively. Its result assumes the blend is rebalanced monthly.

⁵Sources: Bloomberg Index Services Ltd. and S&P Dow Jones Indices LLC. Blends the S&P 500 with the Bloomberg Barclays U.S. Aggregate Index by weighting their total returns at 60% and 40%, respectively. Results assume the blend is rebalanced monthly.

⁶Sources: MSCI and Bloomberg Index Services Ltd. The 60%/40% MSCI ACWI/Bloomberg Barclays Global Aggregate Index blends the MSCI ACWI (All Country World Index) with the Bloomberg Barclays Global Aggregate Index by weighting their cumulative total returns at 60% and 40%, respectively. Its result assumes the blend is rebalanced monthly.

⁷Source: S&P Dow Jones Indices LLC. Standard & Poor's Managed Risk Index Series is designed to simulate a dynamic protective portfolio that allocates between the underlying equity index and cash, based on realized volatilities of the underlying equity and bond indexes, while maintaining a fixed allocation to the underlying bond index.

Summary investment portfolios

Summary investment portfolios are designed to streamline this report and help investors better focus on the funds' principal holdings. Ultra-Short Bond Fund, Managed Risk Growth Fund, Managed Risk International Fund, Managed Risk Blue Chip Income and Growth Fund, Managed Risk Growth-Income Fund and Managed Risk Asset Allocation Fund show a complete listing of portfolio holdings. See the inside back cover for details on how to obtain a complete schedule of portfolio holdings for each fund in the series.

Unless otherwise indicated, American Funds Insurance Series investment results are for Class 1 shares (Class P1 shares for managed risk funds). Class 1A shares began operations on January 6, 2017. Class 2 shares began operations on April 30, 1997. Class 3 shares began operations on January 16, 2004. Class 4 shares began operations on December 14, 2012. Results encompassing periods prior to those dates assume a hypothetical investment in Class 1 shares and include the deduction of additional annual expenses (0.25% for Class 1A shares, 0.25% for Class 2 shares, 0.18% for Class 3 shares and 0.50% for Class 4 shares).

The variable annuities and life insurance contracts that use the series funds contain certain fees and expenses not reflected in this report. Investment results assume all distributions are reinvested and reflect applicable fees and expenses. When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower. The investment adviser is currently waiving a portion of its management fee for New World Fund, Capital Income Builder, Capital World Bond Fund (formerly Global Bond Fund) and American Funds Mortgage Fund (formerly Mortgage Fund). This waiver will be in effect through at least May 1, 2021. The waiver may only be modified or terminated with the approval of the fund's board. Visit capitalgroup.com for more information.

For the managed risk funds, the investment adviser is currently waiving a portion of its management fee equal to 0.05% of the funds' net assets. In addition, the investment adviser is currently reimbursing a portion of other expenses for Managed Risk International Fund. The waivers and reimbursement will be in effect through at least May 1, 2021, unless modified or terminated by the series board. After that time, the investment adviser may elect to extend, modify or terminate the reimbursement. The waivers may only be modified or terminated with the approval of the series board. Applicable fund results shown reflect the waivers and reimbursement, without which results would have been lower. See the Financial Highlights tables in this report for details.

The Managed Risk Growth Fund pursues its objective by investing in shares of American Funds Insurance Series - Growth FundSM and American Funds Insurance Series - Bond FundSM. The Managed Risk International Fund pursues its objective by investing in shares of American Funds Insurance Series - International FundSM and American Funds Insurance Series - Bond FundSM. The Managed Risk Blue Chip Income and Growth Fund pursues its objective by investing in shares of American Funds Insurance Series - Blue Chip Income and Growth FundSM and American Funds Insurance Series - U.S. Government/AAA-Rated Securities FundSM. The Managed Risk Growth-Income Fund pursues its objective by investing in shares of American Funds Insurance Series - Growth-Income FundSM and American Funds Insurance Series - Bond FundSM. The Managed Risk Asset Allocation Fund pursues its objective by investing in shares of American Funds Insurance Series - Asset Allocation FundSM. The funds seek to manage portfolio volatility and provide downside protection, primarily through the use of exchange-traded futures. The benefit of the funds' managed risk strategy should be most apparent during periods of high volatility and in down markets. In steady or rising markets, the funds' results can be expected to lag those of the underlying fund.

Funds are listed in the report as follows: equity, balanced, fixed income and managed risk.

Global Growth Fund

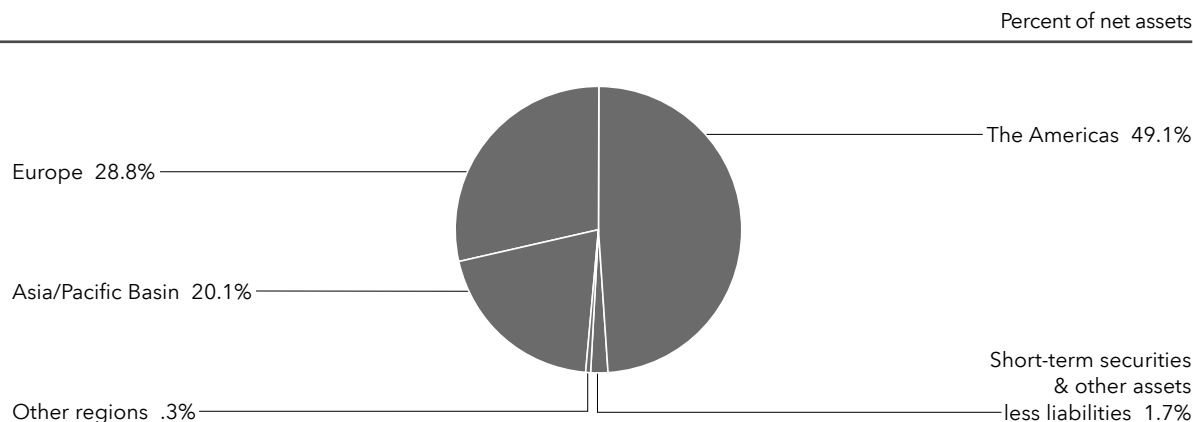
Fund results shown are for past periods and are not predictive of results for future periods. Current and future results may be lower or higher than those shown. Prices and returns will vary, so investors may lose money. Investing for short periods makes losses more likely. For current information and month-end results, visit capitalgroup.com/afis. For information about your insurance contract and month-end results, go to the website of the company that issued your contract.

| Total returns based on a \$1,000 investment | For periods ended June 30, 2020* | | | | | |
|---|----------------------------------|--------|---------|----------|---------------------------------|---------------|
| | 6 months | 1 year | 5 years | 10 years | Lifetime (since April 30, 1997) | Expense ratio |
| Class 1 | 4.22% | 16.41% | 11.17% | 13.07% | 10.18% | .57% |
| Class 1A | 4.13 | 16.14 | 10.91 | 12.80 | 9.91 | .82 |
| Class 2 | 4.10 | 16.14 | 10.90 | 12.80 | 9.91 | .82 |
| Class 4 | 3.99 | 15.85 | 10.62 | 12.56 | 9.65 | 1.07 |

Investment results assume all distributions are reinvested and reflect applicable fees and expenses. When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower. Visit capitalgroup.com for more information. Expense ratios are as of the fund's prospectus dated May 1, 2020. See the Financial Highlights table in this report for details.

*Periods greater than one year are annualized.

Where the fund's assets were invested as of June 30, 2020



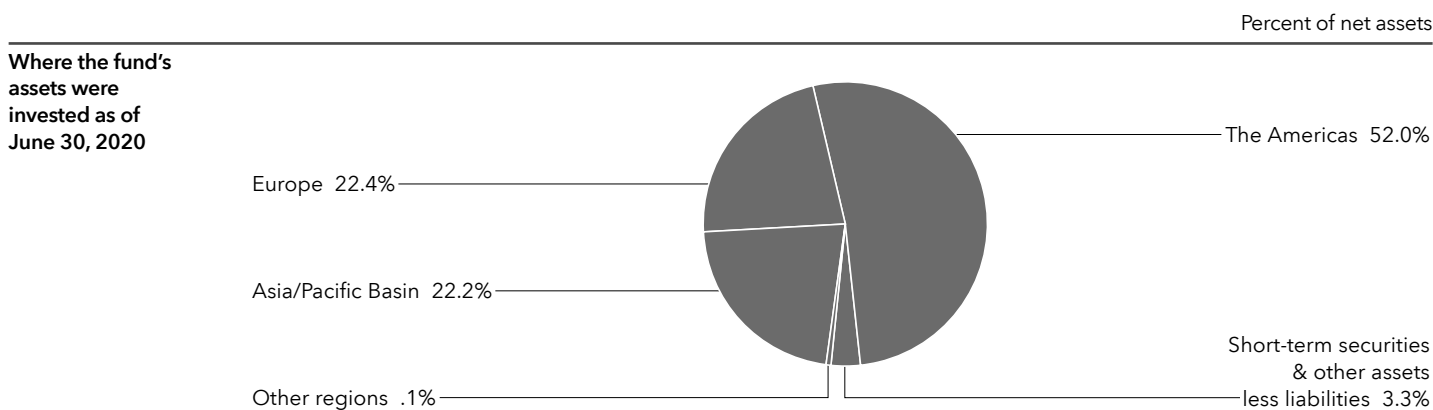
Global Small Capitalization Fund

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| Total returns based on a \$1,000 investment | For periods ended June 30, 2020* | | | | | |
|---|----------------------------------|--------|---------|----------|---------------------------------|---------------|
| | 6 months | 1 year | 5 years | 10 years | Lifetime (since April 30, 1998) | Expense ratio |
| Class 1 | -3.18% | 6.10% | 5.16% | 9.20% | 9.31% | .76% |
| Class 1A | -3.30 | 5.83 | 4.92 | 8.94 | 9.04 | 1.01 |
| Class 2 | -3.28 | 5.86 | 4.91 | 8.93 | 9.04 | 1.01 |
| Class 4 | -3.46 | 5.54 | 4.63 | 8.66 | 8.77 | 1.26 |

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Growth Fund

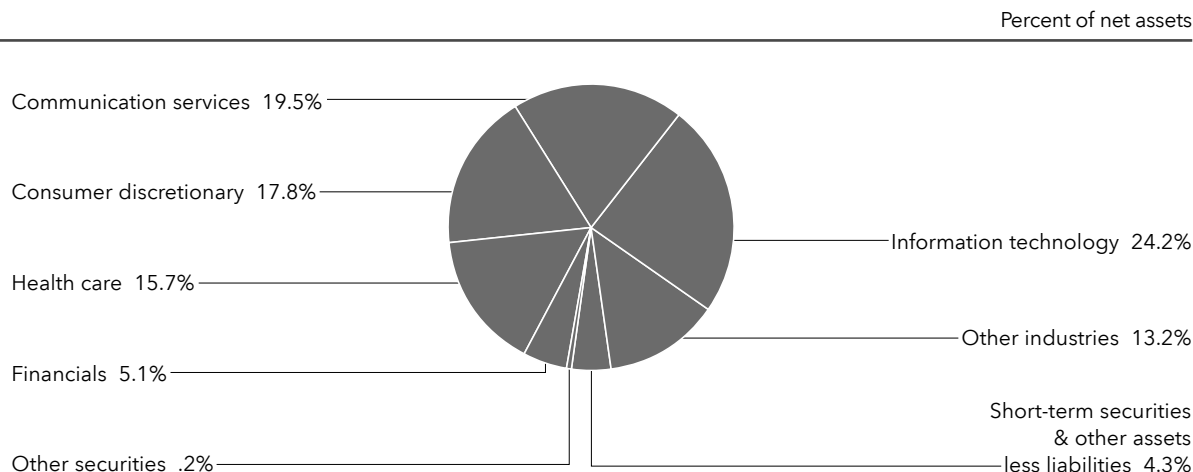
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| Total returns based on a \$1,000 investment | For periods ended June 30, 2020* | | | | | |
|---|----------------------------------|--------|---------|----------|-----------------------------------|---------------|
| | 6 months | 1 year | 5 years | 10 years | Lifetime (since February 8, 1984) | Expense ratio |
| Class 1 | 12.10% | 25.84% | 15.96% | 16.22% | 13.09% | .36% |
| Class 1A | 11.95 | 25.51 | 15.69 | 15.94 | 12.81 | .61 |
| Class 2 | 11.97 | 25.51 | 15.67 | 15.93 | 12.81 | .61 |
| Class 3 | 12.01 | 25.61 | 15.76 | 16.01 | 12.89 | .54 |
| Class 4 | 11.81 | 25.19 | 15.38 | 15.66 | 12.53 | .86 |

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Where the fund's assets were invested as of June 30, 2020



International Fund

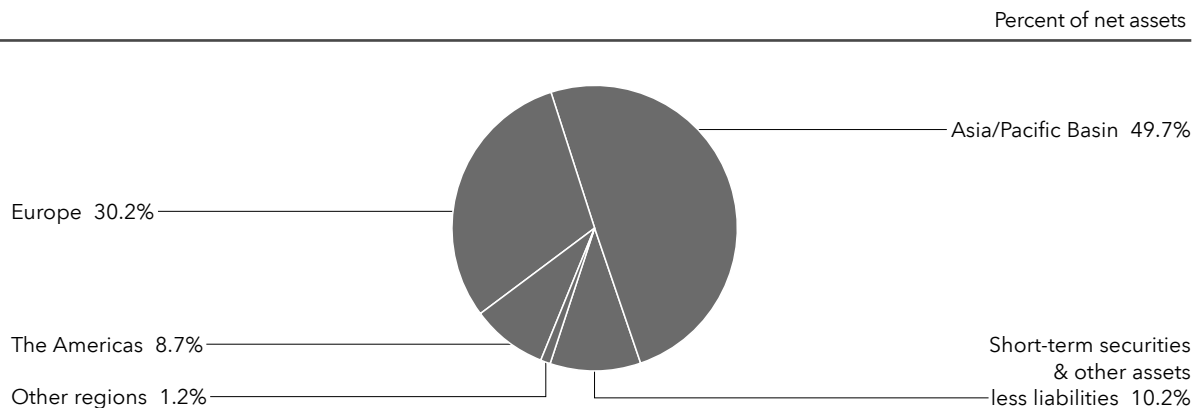
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| Total returns based on a \$1,000 investment | For periods ended June 30, 2020* | | | | | |
|---|----------------------------------|--------|---------|----------|------------------------------|---------------|
| | 6 months | 1 year | 5 years | 10 years | Lifetime (since May 1, 1990) | Expense ratio |
| Class 1 | -11.20% | -4.81% | 3.50% | 6.53% | 7.64% | .55% |
| Class 1A | -11.32 | -5.03 | 3.25 | 6.27 | 7.38 | .80 |
| Class 2 | -11.33 | -5.07 | 3.24 | 6.26 | 7.38 | .80 |
| Class 3 | -11.30 | -4.98 | 3.32 | 6.34 | 7.45 | .73 |
| Class 4 | -11.46 | -5.29 | 2.99 | 6.02 | 7.11 | 1.05 |

Investment results assume all distributions are reinvested and reflect applicable fees and expenses. When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower. Visit capitalgroup.com for more information. Expense ratios are as of the fund's prospectus dated May 1, 2020. See the Financial Highlights table in this report for details.

*Periods greater than one year are annualized.

Where the fund's assets were invested as of June 30, 2020



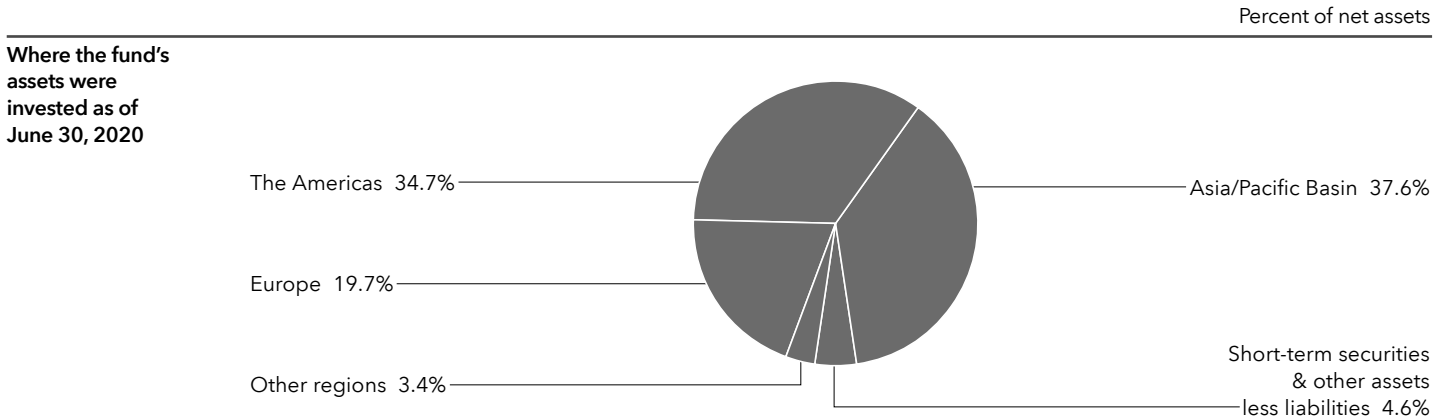
New World Fund®

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| Total returns based on a \$1,000 investment | For periods ended June 30, 2020* | | | | | Lifetime (since June 17, 1999) | Gross expense ratio | Net expense ratio |
|---|----------------------------------|--------|---------|----------|-------|--------------------------------|---------------------|-------------------|
| | 6 months | 1 year | 5 years | 10 years | | | | |
| Class 1 | -4.06% | 4.19% | 6.44% | 6.42% | 8.07% | .77% | .59% | |
| Class 1A | -4.18 | 3.87 | 6.17 | 6.16 | 7.80 | 1.02 | .84 | |
| Class 2 | -4.18 | 3.93 | 6.18 | 6.16 | 7.80 | 1.02 | .84 | |
| Class 4 | -4.31 | 3.61 | 5.90 | 5.90 | 7.53 | 1.27 | 1.09 | |

Investment results assume all distributions are reinvested and reflect applicable fees and expenses. The investment advisor is currently waiving a portion of its management fee. This waiver will be in effect through at least May 1, 2021. The waiver may only be modified or terminated with the approval of the fund's board. Net expense ratios reflect the waiver, without which they would have been higher. When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower. Visit capitalgroup.com for more information. Expense ratios are as of the fund's prospectus dated May 1, 2020. See the Financial Highlights table in this report for details.

*Periods greater than one year are annualized.



Blue Chip Income and Growth Fund

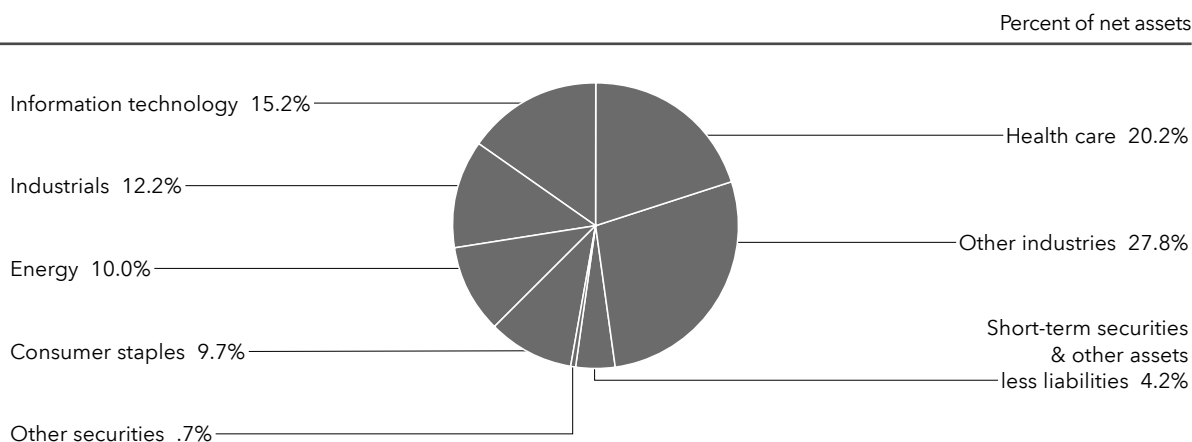
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| Total returns based on a \$1,000 investment | For periods ended June 30, 2020* | | | | | |
|---|----------------------------------|--------|---------|----------|-------------------------------|---------------|
| | 6 months | 1 year | 5 years | 10 years | Lifetime (since July 5, 2001) | Expense ratio |
| Class 1 | -8.27% | 0.42% | 6.79% | 11.40% | 6.04% | .43% |
| Class 1A | -8.40 | 0.25 | 6.54 | 11.13 | 5.78 | .68 |
| Class 2 | -8.41 | 0.26 | 6.55 | 11.12 | 5.77 | .68 |
| Class 4 | -8.49 | -0.06 | 6.27 | 10.91 | 5.54 | .93 |

Investment results assume all distributions are reinvested and reflect applicable fees and expenses. When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower. Visit capitalgroup.com for more information. Expense ratios are as of the fund's prospectus dated May 1, 2020. See the Financial Highlights table in this report for details.

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Where the fund's assets were invested as of June 30, 2020



Global Growth and Income Fund

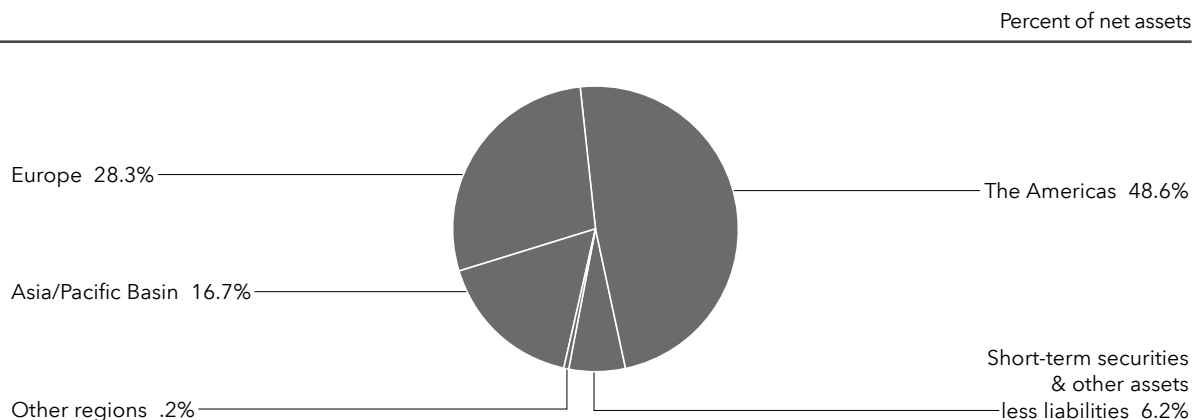
Fund results shown are for past periods and are not predictive of results for future periods. Current and future results may be lower or higher than those shown. Prices and returns will vary, so investors may lose money. Investing for short periods makes losses more likely. For current information and month-end results, visit capitalgroup.com/afis. For information about your insurance contract and month-end results, go to the website of the company that issued your contract.

| Total returns based on a \$1,000 investment | For periods ended June 30, 2020* | | | | | |
|---|----------------------------------|--------|---------|----------|------------------------------|---------------|
| | 6 months | 1 year | 5 years | 10 years | Lifetime (since May 1, 2006) | Expense ratio |
| Class 1 | -11.08% | -2.21% | 6.59% | 9.85% | 6.40% | .66% |
| Class 1A | -11.20 | -2.47 | 6.36 | 9.59 | 6.14 | .91 |
| Class 2 | -11.20 | -2.46 | 6.31 | 9.57 | 6.13 | .91 |
| Class 4 | -11.29 | -2.75 | 6.04 | 9.32 | 5.88 | 1.16 |

Investment results assume all distributions are reinvested and reflect applicable fees and expenses. When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower. Visit capitalgroup.com for more information. Expense ratios are as of the fund's prospectus dated May 1, 2020. See the Financial Highlights table in this report for details.

*Periods greater than one year are annualized.

Where the fund's assets were invested as of June 30, 2020



Growth-Income Fund

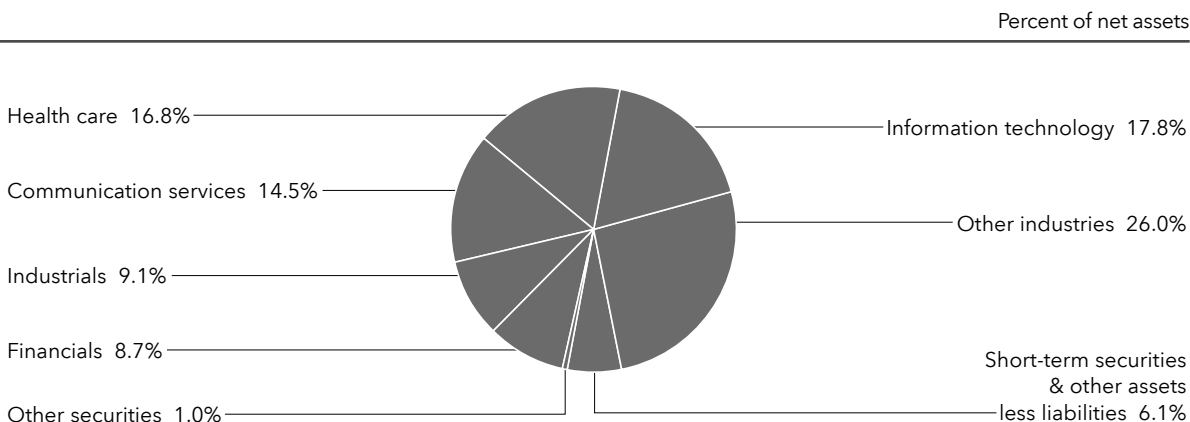
Fund results shown are for past periods and are not predictive of results for future periods. Current and future results may be lower or higher than those shown. Prices and returns will vary, so investors may lose money. Investing for short periods makes losses more likely. For current information and month-end results, visit capitalgroup.com/afis. For information about your insurance contract and month-end results, go to the website of the company that issued your contract.

| Total returns based on a \$1,000 investment | For periods ended June 30, 2020* | | | | | |
|---|----------------------------------|--------|---------|-----------------------------------|----------|---------------|
| | 6 months | 1 year | 5 years | 10 years (since February 8, 1984) | Lifetime | Expense ratio |
| Class 1 | -3.62% | 4.93% | 10.19% | 13.45% | 11.18% | .30% |
| Class 1A | -3.73 | 4.69 | 9.93 | 13.18 | 10.91 | .55 |
| Class 2 | -3.73 | 4.67 | 9.91 | 13.17 | 10.91 | .55 |
| Class 3 | -3.70 | 4.75 | 9.99 | 13.25 | 10.98 | .48 |
| Class 4 | -3.86 | 4.40 | 9.64 | 12.90 | 10.63 | .80 |

Investment results assume all distributions are reinvested and reflect applicable fees and expenses. When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower. Visit capitalgroup.com for more information. Expense ratios are as of the fund's prospectus dated May 1, 2020. See the Financial Highlights table in this report for details.

*Periods greater than one year are annualized.

Where the fund's assets were invested as of June 30, 2020



International Growth and Income Fund

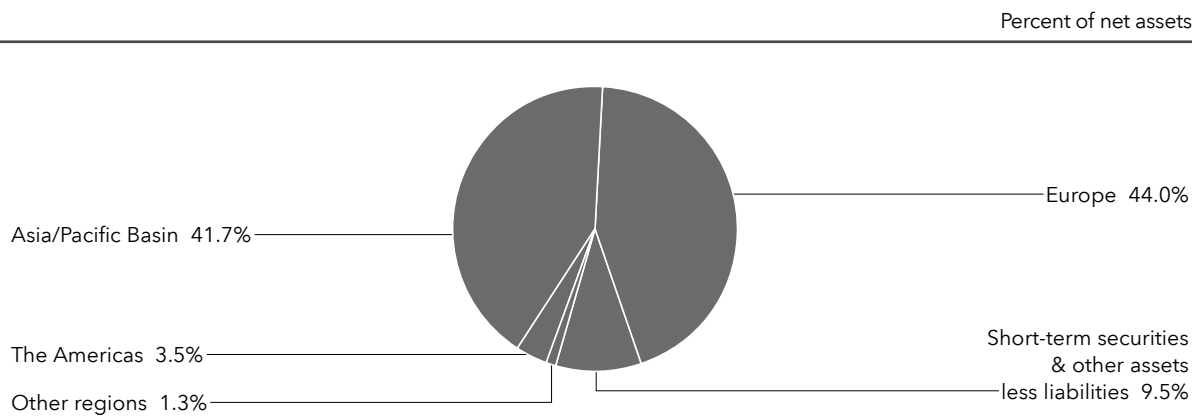
Fund results shown are for past periods and are not predictive of results for future periods. Current and future results may be lower or higher than those shown. Prices and returns will vary, so investors may lose money. Investing for short periods makes losses more likely. For current information and month-end results, visit capitalgroup.com/afis. For information about your insurance contract and month-end results, go to the website of the company that issued your contract.

| Total returns based on a \$1,000 investment | For periods ended June 30, 2020* | | | | | |
|---|----------------------------------|--------|---------|----------|------------------------------------|---------------|
| | 6 months | 1 year | 5 years | 10 years | Lifetime (since November 18, 2008) | Expense ratio |
| Class 1 | -15.08% | -8.98% | 1.61% | 5.51% | 7.38% | .67% |
| Class 1A | -15.19 | -9.26 | 1.37 | 5.26 | 7.12 | .92 |
| Class 2 | -15.17 | -9.25 | 1.35 | 5.25 | 7.11 | .92 |
| Class 4 | -15.29 | -9.48 | 1.09 | 5.02 | 6.88 | 1.17 |

Investment results assume all distributions are reinvested and reflect applicable fees and expenses. When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower. Visit capitalgroup.com for more information. Expense ratios are as of the fund's prospectus dated May 1, 2020. See the Financial Highlights table in this report for details.

*Periods greater than one year are annualized.

Where the fund's assets were invested as of June 30, 2020



Capital Income Builder®

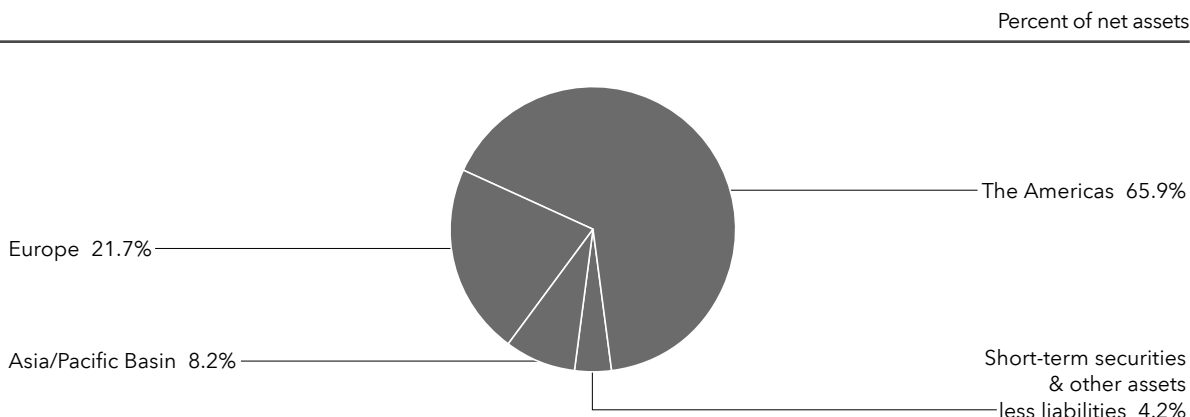
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| Total returns based on a \$1,000 investment | For periods ended June 30, 2020* | | | | | |
|---|----------------------------------|--------|---------|------------------------------|---------------------|-------------------|
| | 6 months | 1 year | 5 years | Lifetime (since May 1, 2014) | Gross expense ratio | Net expense ratio |
| Class 1 | -6.23% | 0.67% | 3.57% | 3.08% | .54% | .28% |
| Class 1A | -6.36 | 0.41 | 3.32 | 2.82 | .79 | .53 |
| Class 2 | -6.36 | 0.31 | 3.34 | 2.91 | .79 | .53 |
| Class 4 | -6.49 | 0.15 | 3.05 | 2.56 | 1.04 | .78 |

Investment results assume all distributions are reinvested and reflect applicable fees and expenses. The investment advisor is currently waiving a portion of its management fee. This waiver will be in effect through at least May 1, 2021. The waiver may only be modified or terminated with the approval of the fund's board. Net expense ratios reflect the waiver, without which they would have been higher. When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower. Visit capitalgroup.com for more information. Expense ratios are as of the fund's prospectus dated May 1, 2020. See the Financial Highlights table in this report for details.

*Periods greater than one year are annualized.

Where the fund's assets were invested as of June 30, 2020



Asset Allocation Fund

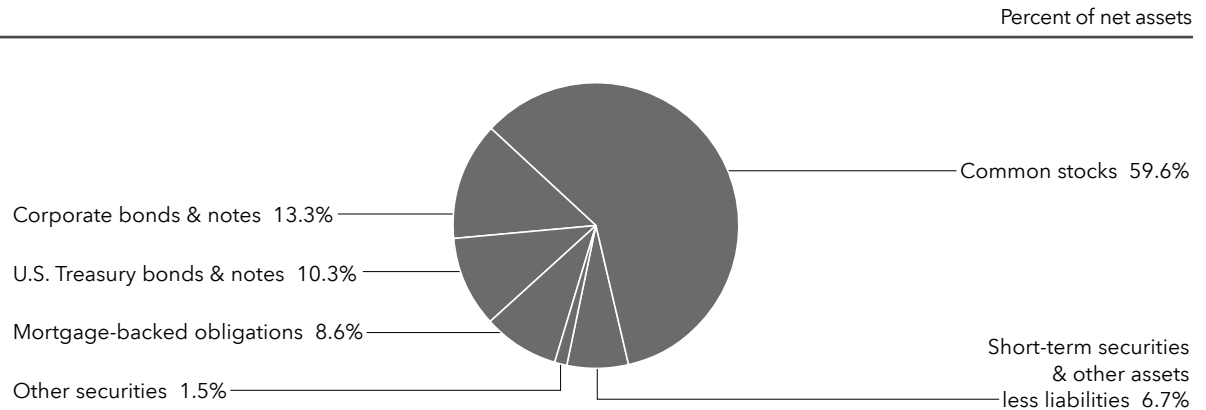
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| Total returns based on a \$1,000 investment | For periods ended June 30, 2020* | | | | | |
|---|----------------------------------|--------|---------|----------|---------------------------------|---------------|
| | 6 months | 1 year | 5 years | 10 years | Lifetime (since August 1, 1989) | Expense ratio |
| Class 1 | -1.47% | 6.82% | 8.05% | 10.60% | 8.44% | .31% |
| Class 1A | -1.55 | 6.57 | 7.79 | 10.33 | 8.17 | .56 |
| Class 2 | -1.57 | 6.54 | 7.78 | 10.33 | 8.17 | .56 |
| Class 3 | -1.54 | 6.62 | 7.86 | 10.41 | 8.24 | .49 |
| Class 4 | -1.70 | 6.26 | 7.51 | 10.09 | 7.91 | .81 |

Investment results assume all distributions are reinvested and reflect applicable fees and expenses. When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower. Visit capitalgroup.com for more information. Expense ratios are as of the fund's prospectus dated May 1, 2020. See the Financial Highlights table in this report for details.

*Periods greater than one year are annualized.

Where the fund's assets were invested as of June 30, 2020



Global Balanced Fund

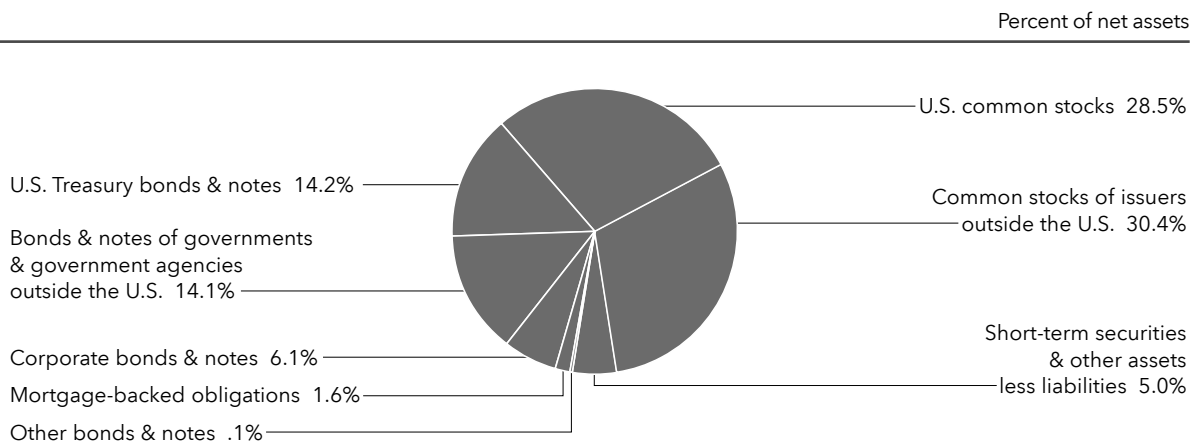
Fund results shown are for past periods and are not predictive of results for future periods. Current and future results may be lower or higher than those shown. Prices and returns will vary, so investors may lose money. Investing for short periods makes losses more likely. For current information and month-end results, visit capitalgroup.com/afis. For information about your insurance contract and month-end results, go to the website of the company that issued your contract.

| Total returns based on a \$1,000 investment | For periods ended June 30, 2020* | | | | |
|---|----------------------------------|--------|---------|------------------------------|---------------|
| | 6 months | 1 year | 5 years | Lifetime (since May 2, 2011) | Expense ratio |
| Class 1 | -2.85% | 3.84% | 6.43% | 5.79% | .73% |
| Class 1A | -3.00 | 3.51 | 6.20 | 5.54 | .98 |
| Class 2 | -2.93 | 3.59 | 6.18 | 5.53 | .98 |
| Class 4 | -3.11 | 3.25 | 5.93 | 5.39 | 1.23 |

Investment results assume all distributions are reinvested and reflect applicable fees and expenses. When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower. Visit capitalgroup.com for more information. Expense ratios are as of the fund's prospectus dated May 1, 2020. See the Financial Highlights table in this report for details.

*Periods greater than one year are annualized.

Where the fund's assets were invested as of June 30, 2020



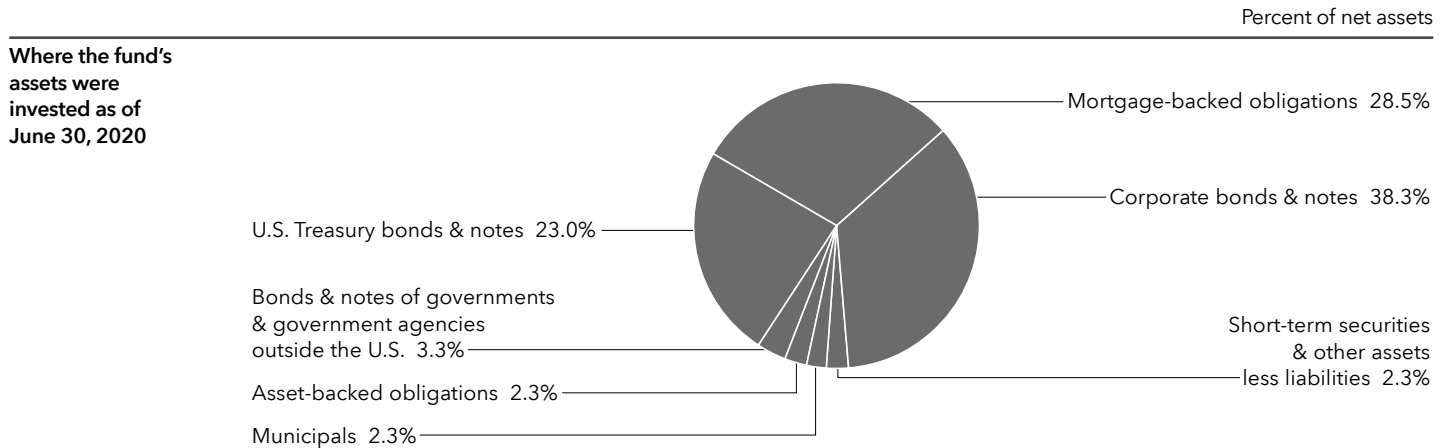
Bond Fund

Fund results shown are for past periods and are not predictive of results for 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. For current information and month-end results, visit capitalgroup.com/afis. For information about your insurance contract and month-end results, go to the website of the company that issued your contract.

| Total returns based on a \$1,000 investment | For periods ended June 30, 2020* | | | | | |
|---|----------------------------------|--------|---------|----------------------------------|----------|---------------|
| | 6 months | 1 year | 5 years | 10 years (since January 2, 1996) | Lifetime | Expense ratio |
| Class 1 | 6.61% | 9.49% | 4.67% | 4.05% | 4.90% | .40% |
| Class 1A | 6.51 | 9.26 | 4.42 | 3.80 | 4.64 | .65 |
| Class 2 | 6.56 | 9.25 | 4.40 | 3.79 | 4.64 | .65 |
| Class 4 | 6.36 | 8.89 | 4.13 | 3.54 | 4.38 | .90 |

Investment results assume all distributions are reinvested and reflect applicable fees and expenses. When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower. Visit capitalgroup.com for more information. Expense ratios are as of the fund's prospectus dated May 1, 2020. See the Financial Highlights table in this report for details.

*Periods greater than one year are annualized.



Capital World Bond Fund® (formerly Global Bond Fund)

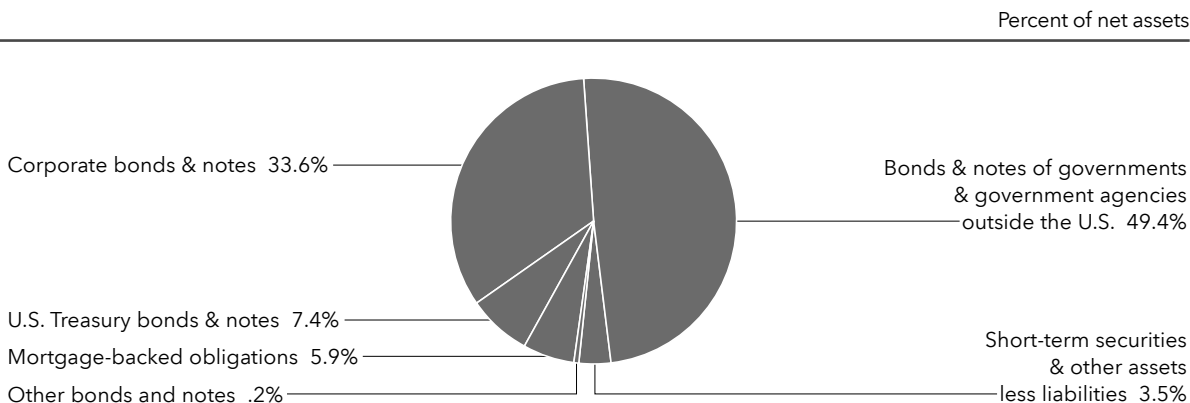
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| Total returns based on a \$1,000 investment | For periods ended June 30, 2020* | | | | | Lifetime (since October 4, 2006) | Gross expense ratio | Net expense ratio |
|---|----------------------------------|--------|---------|----------|-------|----------------------------------|---------------------|-------------------|
| | 6 months | 1 year | 5 years | 10 years | | | | |
| Class 1 | 2.14% | 3.56% | 3.49% | 3.13% | 4.08% | .59% | .49% | |
| Class 1A | 2.03 | 3.26 | 3.27 | 2.89 | 3.83 | .84 | .74 | |
| Class 2 | 2.03 | 3.32 | 3.23 | 2.87 | 3.82 | .84 | .74 | |
| Class 4 | 1.93 | 3.06 | 2.99 | 2.66 | 3.60 | 1.09 | .99 | |

Investment results assume all distributions are reinvested and reflect applicable fees and expenses. The investment advisor is currently waiving a portion of its management fee. This waiver will be in effect through at least May 1, 2021. The waiver may only be modified or terminated with the approval of the fund's board. Net expense ratios reflect the waiver, without which they would have been higher. When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower. Visit capitalgroup.com for more information. Expense ratios are as of the fund's prospectus dated May 1, 2020. See the Financial Highlights table in this report for details.

*Periods greater than one year are annualized.

Where the fund's assets were invested as of June 30, 2020



High-Income Bond Fund

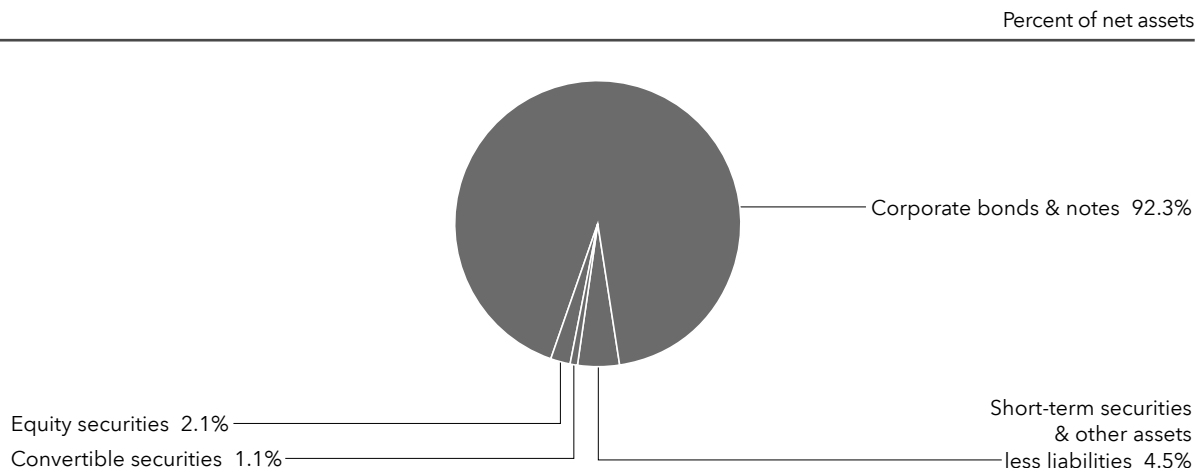
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| Total returns based on a \$1,000 investment | For periods ended June 30, 2020* | | | | | |
|---|----------------------------------|--------|---------|-----------------------------------|----------|---------------|
| | 6 months | 1 year | 5 years | 10 years (since February 8, 1984) | Lifetime | Expense ratio |
| Class 1 | -4.74% | -2.11% | 3.94% | 5.59% | 8.40% | .51% |
| Class 1A | -4.86 | -2.32 | 3.71 | 5.34 | 8.13 | .76 |
| Class 2 | -4.85 | -2.38 | 3.69 | 5.33 | 8.13 | .76 |
| Class 3 | -4.83 | -2.26 | 3.77 | 5.40 | 8.20 | .69 |
| Class 4 | -4.89 | -2.52 | 3.43 | 5.12 | 7.87 | 1.01 |

Investment results assume all distributions are reinvested and reflect applicable fees and expenses. When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower. Visit capitalgroup.com for more information. Expense ratios are as of the fund's prospectus dated May 1, 2020. See the Financial Highlights table in this report for details.

*Periods greater than one year are annualized.

Where the fund's assets were invested as of June 30, 2020



American Funds Mortgage Fund[®] (formerly Mortgage Fund)

Fund results shown are for past periods and are not predictive of results for 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. For current information and month-end results, visit capitalgroup.com/afis. For information about your insurance contract and month-end results, go to the website of the company that issued your contract.

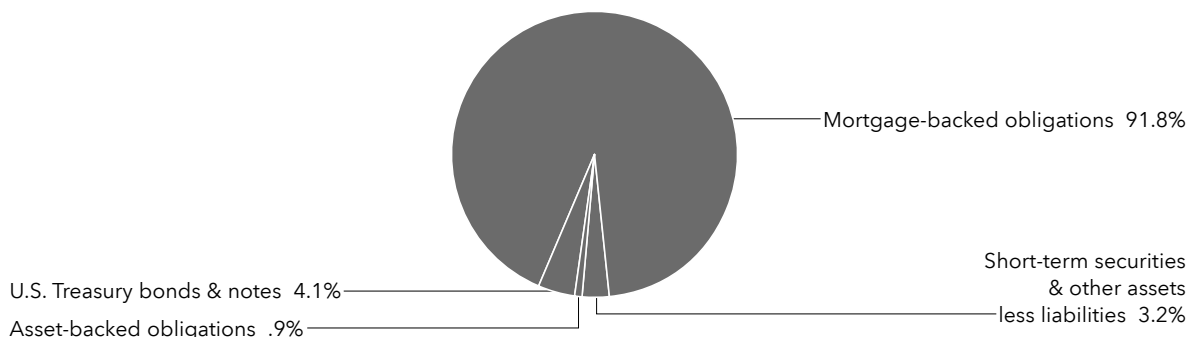
| Total returns based on a \$1,000 investment | For periods ended June 30, 2020* | | | | | |
|---|----------------------------------|--------|---------|------------------------------|---------------------|-------------------|
| | 6 months | 1 year | 5 years | Lifetime (since May 2, 2011) | Gross expense ratio | Net expense ratio |
| Class 1 | 5.81% | 6.97% | 3.38% | 3.17% | .48% | .30% |
| Class 1A | 5.59 | 6.67 | 3.12 | 2.91 | .73 | .55 |
| Class 2 | 5.68 | 6.71 | 3.13 | 2.91 | .73 | .55 |
| Class 4 | 5.53 | 6.43 | 2.87 | 2.72 | .98 | .80 |

Investment results assume all distributions are reinvested and reflect applicable fees and expenses. The investment advisor is currently waiving a portion of its management fee. This waiver will be in effect through at least May 1, 2021. The waiver may only be modified or terminated with the approval of the fund's board. Net expense ratios reflect the waiver, without which they would have been higher. When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower. Visit capitalgroup.com for more information. Expense ratios are as of the fund's prospectus dated May 1, 2020. See the Financial Highlights table in this report for details.

*Periods greater than one year are annualized.

Percent of net assets

Where the fund's assets were invested as of June 30, 2020



Ultra-Short Bond Fund

Fund results shown are for past periods and are not predictive of results for 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. For current information and month-end results, visit capitalgroup.com/afis. For information about your insurance contract and month-end results, go to the website of the company that issued your contract.

| Total returns based on a \$1,000 investment | For periods ended June 30, 2020* | | | | | |
|---|----------------------------------|--------|---------|-----------------------------------|----------|---------------|
| | 6 months | 1 year | 5 years | 10 years (since February 8, 1984) | Lifetime | Expense ratio |
| Class 1 | 0.43% | 1.24% | 0.91% | 0.34% | 3.36% | .37% |
| Class 1A | 0.41 | 1.23 | 0.84 | 0.18 | 3.13 | .62 |
| Class 2 | 0.31 | 1.02 | 0.67 | 0.09 | 3.11 | .62 |
| Class 3 | 0.31 | 1.07 | 0.72 | 0.16 | 3.17 | .55 |
| Class 4 | 0.11 | 0.73 | 0.40 | -0.09 | 2.86 | .87 |

Investment results assume all distributions are reinvested and reflect applicable fees and expenses. When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower. Visit capitalgroup.com for more information. Expense ratios are as of the fund's prospectus dated May 1, 2020. See the Financial Highlights table in this report for details.

*Periods greater than one year are annualized.

| Where the fund's assets were invested as of June 30, 2020 | Percent of net assets | |
|---|-----------------------|---------------|
| | | |
| Commercial paper | | 68.2% |
| Bonds & notes of governments & government agencies outside the U.S. | | 17.9 |
| Federal agency discount notes | | 7.0 |
| U.S. Treasury bills | | 6.8 |
| Other assets less liabilities | | .1 |
| Total | | <u>100.0%</u> |

U.S. Government/AAA-Rated Securities Fund

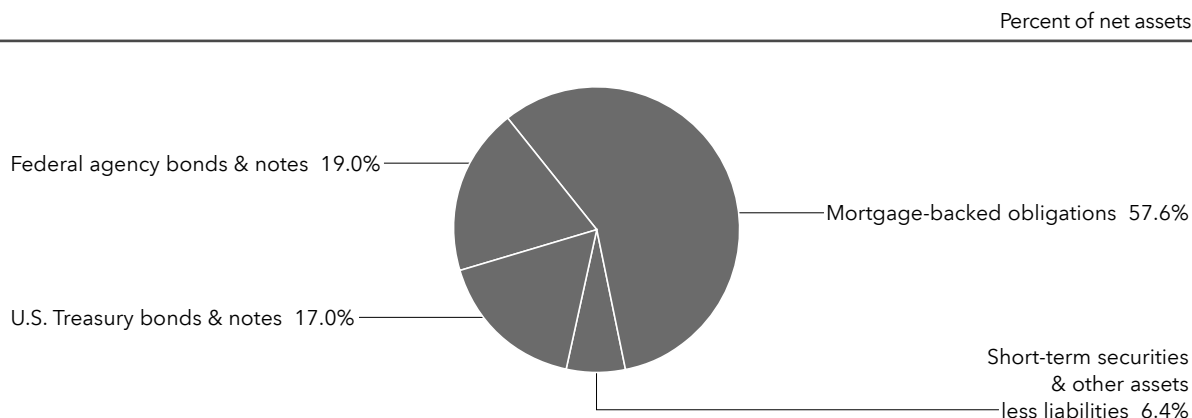
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| Total returns based on a \$1,000 investment | For periods ended June 30, 2020* | | | | | |
|---|----------------------------------|--------|---------|-----------------------------------|----------|---------------|
| | 6 months | 1 year | 5 years | 10 years (since December 2, 1985) | Lifetime | Expense ratio |
| Class 1 | 8.80% | 9.84% | 3.92% | 3.29% | 5.88% | .38% |
| Class 1A | 8.64 | 9.59 | 3.69 | 3.05 | 5.62 | .63 |
| Class 2 | 8.70 | 9.61 | 3.65 | 3.03 | 5.62 | .63 |
| Class 3 | 8.77 | 9.73 | 3.74 | 3.11 | 5.70 | .56 |
| Class 4 | 8.53 | 9.37 | 3.40 | 2.82 | 5.37 | .88 |

Investment results assume all distributions are reinvested and reflect applicable fees and expenses. When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower. Visit capitalgroup.com for more information. Expense ratios are as of the fund's prospectus dated May 1, 2020. See the Financial Highlights table in this report for details..

*Periods greater than one year are annualized.

Where the fund's assets were invested as of June 30, 2020



Managed Risk Growth Fund

Fund results shown are for past periods and are not predictive of results for 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. For current information and month-end results, visit capitalgroup.com/afis. For information about your insurance contract and month-end results, go to the website of the company that issued your contract.

| Total returns based on a \$1,000 investment | For periods ended June 30, 2020* | | | | | |
|---|----------------------------------|--------|---------|---------------------------------|------------------------|----------------------|
| | 6 months | 1 year | 5 years | Lifetime (since May 1, 2013) | Gross expense ratio | Net expense ratio |
| Class P1 | 8.57% | 18.75% | 11.03% | 10.49% | .79% | .74% |
| Class P2 | 8.42 | 18.45 | 10.73 | 10.17 | 1.04 | .99 |

The investment adviser is currently waiving a portion of its management fee. This waiver will be in effect through at least May 1, 2021. The waiver may only be modified or terminated with the approval of the fund's board. When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower. Visit capitalgroup.com for more information. Expense ratios are restated to reflect current fees and are as of the fund's prospectus dated May 1, 2020.

*Periods greater than one year are annualized.

Managed Risk International Fund

Fund results shown are for past periods and are not predictive of results for 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. For current information and month-end results, visit capitalgroup.com/afis. For information about your insurance contract and month-end results, go to the website of the company that issued your contract.

| Total returns based on a \$1,000 investment | For periods ended June 30, 2020* | | | | | |
|---|----------------------------------|--------|---------|---------------------------------|------------------------|----------------------|
| | 6 months | 1 year | 5 years | Lifetime (since May 1, 2013) | Gross expense ratio | Net expense ratio |
| Class P1 | -12.33% | -7.10% | 1.43% | 1.78% | .97% | .89% |
| Class P2 | -12.45 | -7.36 | 1.06 | 1.41 | 1.22 | 1.14 |

The investment adviser is currently waiving a portion of its management fee. In addition, the investment adviser is currently reimbursing a portion of other expenses. This waiver and reimbursement will be in effect through at least May 1, 2021. The adviser may elect at its discretion to extend, modify or terminate the reimbursement at that time. The waiver may only be modified or terminated with the approval of the fund's board. When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower. Visit capitalgroup.com for more information. Expense ratios are restated to reflect current fees and are as of the fund's prospectus dated May 1, 2020.

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Managed Risk Blue Chip Income and Growth Fund

Fund results shown are for past periods and are not predictive of results for 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. For current information and month-end results, visit capitalgroup.com/afis. For information about your insurance contract and month-end results, go to the website of the company that issued your contract.

| Total returns based on a \$1,000 investment | For periods ended June 30, 2020* | | | | | |
|---|----------------------------------|--------|---------|---------------------------------|------------------------|----------------------|
| | 6 months | 1 year | 5 years | Lifetime (since May 1, 2013) | Gross expense ratio | Net expense ratio |
| Class P1 | -8.30% | -1.84% | 4.01% | 5.30% | .84% | .79% |
| Class P2 | -8.48 | -2.16 | 3.64 | 4.93 | 1.09 | 1.04 |

The investment adviser is currently waiving a portion of its management fee. This waiver will be in effect through at least May 1, 2021. The waiver may only be modified or terminated with the approval of the fund's board. When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower. Visit capitalgroup.com for more information. Expense ratios are restated to reflect current fees and are as of the fund's prospectus dated May 1, 2020.

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Managed Risk Growth-Income Fund

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| Total returns based on a \$1,000 investment | For periods ended June 30, 2020* | | | | | |
|---|----------------------------------|--------|---------|---------------------------------|------------------------|----------------------|
| | 6 months | 1 year | 5 years | Lifetime (since May 1, 2013) | Gross expense ratio | Net expense ratio |
| Class P1 | 0.66% | 7.68% | 7.83% | 8.42% | .73% | .68% |
| Class P2 | 0.62 | 7.48 | 7.55 | 8.11 | .98 | .93 |

The investment adviser is currently waiving a portion of its management fee. This waiver will be in effect through at least May 1, 2021. The waiver may only be modified or terminated with the approval of the fund's board. When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower. Visit capitalgroup.com for more information. Expense ratios are restated to reflect current fees and are as of the fund's prospectus dated May 1, 2020.

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Managed Risk Asset Allocation Fund

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| Total returns based on a \$1,000 investment | For periods ended June 30, 2020* | | | | | |
|---|----------------------------------|--------|------------------------------------|----------|---------------------|-------------------|
| | 6 months | 1 year | 5 years (since September 28, 2012) | Lifetime | Gross expense ratio | Net expense ratio |
| Class P1 | -3.71% | 3.71% | 5.87% | 6.95% | .71% | .66% |
| Class P2 | -3.80 | 3.42 | 5.60 | 6.69 | .96 | .91 |

The investment adviser is currently waiving a portion of its management fee. This waiver will be in effect through at least May 1, 2021. The waiver may only be modified or terminated with the approval of the fund's board. When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower. Visit capitalgroup.com for more information. Expense ratios are restated to reflect current fees and are as of the fund's prospectus dated May 1, 2020.

*Periods greater than one year are annualized.

Global Growth Fund

Summary investment portfolio June 30, 2020

unaudited

Common stocks 95.99%

| | | Shares | Value (000) |
|---|---|------------|------------------|
| Information technology 30.83% | ASML Holding NV ¹ | 624,842 | \$ 229,053 |
| | ASML Holding NV (New York registered) (ADR) | 488,000 | 179,599 |
| | Microsoft Corp. | 1,994,300 | 405,860 |
| | Taiwan Semiconductor Manufacturing Company, Ltd. ¹ | 26,543,000 | 280,879 |
| | Taiwan Semiconductor Manufacturing Company, Ltd. (ADR) | 280,000 | 15,896 |
| | Visa Inc., Class A | 1,103,900 | 213,240 |
| | Paycom Software, Inc. ² | 357,000 | 110,574 |
| | Temenos AG ^{1,3} | 608,100 | 94,283 |
| | Adyen NV ^{1,2} | 56,700 | 82,606 |
| | Broadcom Inc. | 241,200 | 76,125 |
| | Adobe Inc. ² | 135,000 | 58,767 |
| | PagSeguro Digital Ltd., Class A ² | 1,340,900 | 47,387 |
| | Zendesk, Inc. ² | 454,000 | 40,193 |
| | Amphenol Corp., Class A | 373,500 | 35,785 |
| Other securities | | 213,234 | |
| | | | <u>2,083,481</u> |
| Consumer discretionary 20.45% | Amazon.com, Inc. ² | 158,665 | 437,728 |
| | Alibaba Group Holding Ltd. ^{1,2} | 6,800,500 | 183,768 |
| | Just Eat Takeaway (GBP denominated) ^{1,2} | 640,914 | 67,122 |
| | Just Eat Takeaway (EUR denominated) ^{1,2} | 347,000 | 36,107 |
| | Chipotle Mexican Grill, Inc. ² | 92,200 | 97,028 |
| | Ocado Group PLC ^{1,2} | 2,952,000 | 74,107 |
| | LVMH Moët Hennessy-Louis Vuitton SE ¹ | 161,200 | 70,605 |
| | Prosus NV ^{1,2} | 570,000 | 52,902 |
| | Moncler SpA ^{1,2} | 1,132,370 | 43,237 |
| | NIKE, Inc., Class B | 395,200 | 38,749 |
| | Other securities | | 280,730 |
| | | | <u>1,382,083</u> |
| Health care 12.69% | DexCom, Inc. ² | 253,000 | 102,566 |
| | UnitedHealth Group Inc. | 297,500 | 87,748 |
| | Fisher & Paykel Healthcare Corp. Ltd. ¹ | 3,613,500 | 83,563 |
| | AstraZeneca PLC ¹ | 695,300 | 72,483 |
| | Pfizer Inc. | 1,699,000 | 55,557 |
| | Regeneron Pharmaceuticals, Inc. ² | 84,200 | 52,511 |
| | Mettler-Toledo International Inc. ² | 65,000 | 52,361 |
| | Merck & Co., Inc. | 620,000 | 47,945 |
| | Other securities | | 302,576 |
| | | | <u>857,310</u> |
| Financials 9.07% | AIA Group Ltd. ¹ | 12,339,300 | 114,843 |
| | Tradeweb Markets Inc., Class A | 1,736,360 | 100,952 |
| | MarketAxess Holdings Inc. | 151,400 | 75,839 |
| | Kotak Mahindra Bank Ltd. ¹ | 3,797,000 | 68,521 |
| | JPMorgan Chase & Co. | 589,000 | 55,401 |
| | Other securities | | 196,992 |
| | | | <u>612,548</u> |
| Communication services 8.38% | Alphabet Inc., Class A ² | 98,050 | 139,039 |
| | Alphabet Inc., Class C ² | 63,852 | 90,262 |
| | Tencent Holdings Ltd. ¹ | 2,215,000 | 142,278 |
| | Facebook, Inc., Class A ² | 411,640 | 93,471 |
| | Nintendo Co., Ltd. ¹ | 136,100 | 60,560 |
| Other securities | | 40,316 | |
| | | | <u>565,926</u> |

Global Growth Fund

| Common stocks | | Shares | Value (000) |
|--|---|------------|---------------------------|
| Consumer staples 6.98% | British American Tobacco PLC ¹ | 2,943,800 | \$ 113,104 |
| | Philip Morris International Inc. | 919,500 | 64,420 |
| | Nestlé SA ¹ | 563,497 | 62,252 |
| | Kweichow Moutai Co., Ltd., Class A ¹ | 269,957 | 55,868 |
| | Altria Group, Inc. | 1,248,500 | 49,004 |
| | Keurig Dr Pepper Inc. | 1,624,000 | 46,122 |
| | Other securities | | 81,223 |
| | | | <u>471,993</u> |
| Industrials 3.89% | Airbus SE, non-registered shares ^{1,2} | 667,000 | 47,463 |
| | Other securities | | 215,407 |
| | | | <u>262,870</u> |
| Materials 1.94% | Sherwin-Williams Company | 155,500 | 89,856 |
| | Other securities | | 41,540 |
| | | | <u>131,396</u> |
| Energy 1.29% | Reliance Industries Ltd. ¹ | 1,807,924 | 40,861 |
| | Reliance Industries Ltd., interim shares ^{1,2} | 106,956 | 1,130 |
| | Other securities | | 45,266 |
| | | | <u>87,257</u> |
| Other 0.47% | Other securities | | 31,299 |
| | Total common stocks (cost: \$3,515,921,000) | | <u>6,486,163</u> |
| Preferred securities 2.31% | | | |
| Health care 1.85% | Sartorius AG, nonvoting preferred, non-registered shares ¹ | 381,500 | 125,333 |
| | | | <u>125,333</u> |
| Information technology 0.46% | Other securities | | 30,939 |
| | Total preferred securities (cost: \$43,479,000) | | <u>156,272</u> |
| Short-term securities 2.34% | | | |
| Money market investments 2.34% | | | |
| | Capital Group Central Cash Fund 0.18% ⁴ | 1,342,495 | 134,263 |
| | Goldman Sachs Financial Square Government Fund 0.15% ^{4,5} | 24,225,393 | 24,225 |
| | | | <u>158,488</u> |
| | Total short-term securities (cost: \$158,464,000) | | <u>158,488</u> |
| | Total investment securities 100.64% (cost: \$3,717,864,000) | | 6,800,923 |
| | Other assets less liabilities (0.64)% | | (43,487) |
| | Net assets 100.00% | | <u><u>\$6,757,436</u></u> |

Global Growth Fund

This summary investment portfolio is designed to streamline the report and help investors better focus on the fund's principal holdings. See the inside back cover for details on how to obtain a complete schedule of portfolio holdings.

"Other securities" includes all issues that are not disclosed separately in the summary investment portfolio.

¹Valued under fair value procedures adopted by authority of the board of trustees. The total value of all such securities, including those in "Other securities," was \$3,104,888,000, which represented 45.95% of the net assets of the fund. This entire amount relates to certain securities trading outside the U.S. whose values were adjusted as a result of significant market movements following the close of local trading.

²Security did not produce income during the last 12 months.

³All or a portion of this security was on loan. The total value of all such securities was \$25,635,000, which represented .38% of the net assets of the fund. Refer to Note 5 for more information on securities lending.

⁴Rate represents the seven-day yield at 6/30/2020.

⁵Security purchased with cash collateral from securities on loan. Refer to Note 5 for more information on securities lending.

Key to abbreviations

ADR = American Depositary Receipts

EUR = Euros

GBP = British pounds

See notes to financial statements.

Global Small Capitalization Fund

Summary investment portfolio June 30, 2020

unaudited

| Common stocks 95.18% | | Shares | Value (000) |
|---|---|------------|------------------|
| Information technology 23.87% | Cree, Inc. ¹ | 1,356,800 | \$ 80,309 |
| | Ceridian HCM Holding Inc. ¹ | 799,400 | 63,368 |
| | Net One Systems Co., Ltd. ² | 1,887,865 | 62,947 |
| | Inphi Corp. ¹ | 464,300 | 54,555 |
| | Kingdee International Software Group Co. Ltd. ² | 21,259,374 | 49,492 |
| | BE Semiconductor Industries NV ² | 814,330 | 36,213 |
| | Avast PLC ² | 5,514,043 | 36,066 |
| | Carel Industries SpA ^{2,3} | 1,947,251 | 35,719 |
| | Appfolio, Inc., Class A ¹ | 211,503 | 34,414 |
| | SimCorp AS ² | 287,650 | 30,991 |
| | Silergy Corp. ² | 451,740 | 29,317 |
| | Alteryx, Inc., Class A ¹ | 173,000 | 28,420 |
| | Avalara, Inc. ¹ | 212,419 | 28,271 |
| | Network International Holdings PLC ^{1,2} | 4,570,562 | 24,940 |
| Other securities | | 443,962 | |
| | | | <u>1,038,984</u> |
| Health care 23.79% | Insulet Corp. ¹ | 645,320 | 125,360 |
| | GW Pharmaceuticals PLC (ADR) ^{1,3} | 748,218 | 91,821 |
| | Haemonetics Corp. ¹ | 777,300 | 69,615 |
| | CanSino Biologics Inc., Class H ^{1,2} | 2,468,200 | 68,238 |
| | Notre Dame Intermédica Participações SA | 4,528,600 | 56,636 |
| | Mani, Inc. ² | 1,808,129 | 47,710 |
| | Allogene Therapeutics, Inc. ¹ | 1,105,188 | 47,324 |
| | Integra LifeSciences Holdings Corp. ¹ | 913,825 | 42,941 |
| | iRhythm Technologies, Inc. ¹ | 328,300 | 38,047 |
| | Allakos Inc. ¹ | 504,880 | 36,281 |
| | Cortexyme, Inc. ^{1,3} | 759,458 | 35,163 |
| | Applied Molecular Transport Inc. ^{1,3} | 1,365,957 | 34,340 |
| | New Frontier Health Corp., Class A ^{1,4} | 2,680,000 | 22,190 |
| | New Frontier Health Corp., Class A ^{1,3} | 742,000 | 6,144 |
| | PRA Health Sciences, Inc. ¹ | 288,400 | 28,058 |
| | WuXi Biologics (Cayman) Inc. ^{1,2} | 1,412,000 | 25,872 |
| Other securities | | 259,977 | |
| | | | <u>1,035,717</u> |
| Consumer discretionary 14.42% | Thor Industries, Inc. | 498,700 | 53,126 |
| | Helen of Troy Ltd. ¹ | 267,200 | 50,383 |
| | frontdoor, inc. ¹ | 1,050,200 | 46,555 |
| | Shop Apotheke Europe NV, non-registered shares ^{1,2,3} | 282,300 | 33,727 |
| | Five Below, Inc. ¹ | 305,000 | 32,608 |
| | YETI Holdings, Inc. ¹ | 634,879 | 27,128 |
| | GVC Holdings PLC ² | 2,934,000 | 26,883 |
| | B2W - Cia. Digital, ordinary nominative ¹ | 1,262,193 | 24,846 |
| | Other securities | | 332,377 |
| | | | <u>627,633</u> |
| Industrials 14.11% | Nihon M&A Center Inc. ² | 1,652,692 | 74,654 |
| | International Container Terminal Services, Inc. ² | 23,981,620 | 49,643 |
| | Boyd Group Services Inc. | 222,726 | 33,151 |
| | IMCD NV ^{1,2} | 293,600 | 27,563 |
| | Other securities | | 429,222 |
| | | | <u>614,233</u> |

Global Small Capitalization Fund

| Common stocks (continued) | | Shares | Value (000) |
|--|--|-----------|------------------|
| Financials 5.86% | Cannae Holdings, Inc. ¹ | 2,004,000 | \$ 82,364 |
| | Trupanion, Inc. ^{1,3} | 973,800 | 41,572 |
| | Kotak Mahindra Bank Ltd. ² | 1,946,825 | 35,132 |
| | Other securities | | 95,980 |
| | | | <u>255,048</u> |
| Communication services 3.47% | Bandwidth Inc., Class A ¹ | 290,990 | 36,956 |
| | Other securities | | 114,292 |
| | | | <u>151,248</u> |
| Real estate 2.89% | Altus Group Ltd. | 932,800 | 28,027 |
| | Other securities | | 97,573 |
| | | | <u>125,600</u> |
| Consumer staples 2.75% | Grocery Outlet Holding Corp. ¹ | 659,200 | 26,895 |
| | Freshpet, Inc. ¹ | 311,900 | 26,094 |
| | Other securities | | 66,645 |
| | | | <u>119,634</u> |
| Materials 1.76% | Other securities | | <u>76,786</u> |
| Utilities 1.33% | ENN Energy Holdings Ltd. ² | 4,262,900 | 47,877 |
| | Other securities | | 9,940 |
| | | | <u>57,817</u> |
| Energy 0.93% | Other securities | | <u>40,545</u> |
| | Total common stocks (cost: \$2,981,131,000) | | <u>4,143,245</u> |
| Preferred securities 1.39% | | | |
| Information technology 1.04% | Other securities | | <u>45,206</u> |
| | | | <u>45,206</u> |
| Other 0.35% | Other securities | | <u>15,312</u> |
| | Total preferred securities (cost: \$60,016,000) | | <u>60,518</u> |
| Convertible stocks 0.16% | | | |
| Consumer discretionary 0.16% | Other securities | | <u>6,715</u> |
| | Total convertible stocks (cost: \$6,380,000) | | <u>6,715</u> |

Global Small Capitalization Fund

| Short-term securities 5.15% | Shares | Value (000) |
|---|------------|---------------------------|
| Money market investments 5.15% | | |
| Capital Group Central Cash Fund 0.18% ⁵ | 1,631,730 | \$ 163,189 |
| Goldman Sachs Financial Square Government Fund 0.15% ^{5,6} | 61,015,616 | 61,016 |
| | | <u>224,205</u> |
| Total short-term securities (cost: \$224,170,000) | | <u>224,205</u> |
| Total investment securities 101.88% (cost: \$3,271,697,000) | | 4,434,683 |
| Other assets less liabilities (1.88)% | | (81,752) |
| Net assets 100.00% | | <u><u>\$4,352,931</u></u> |

This summary investment portfolio is designed to streamline the report and help investors better focus on the fund's principal holdings. See the inside back cover for details on how to obtain a complete schedule of portfolio holdings.

"Other securities" includes all issues that are not disclosed separately in the summary investment portfolio. Some securities in "Other securities" (with an aggregate value of \$70,637,000, an aggregate cost of \$65,866,000, and which represented 1.62% of the net assets of the fund) were acquired from 5/1/2015 to 5/27/2020 through private placement transactions exempt from registration under the Securities Act of 1933, which may subject them to legal or contractual restrictions on resale.

Investments in affiliates

A company is an affiliate of the fund under the Investment Company Act of 1940 if the fund's holdings represent 5% or more of the outstanding voting shares of that company. The value of the fund's holdings in affiliated companies is included in "Other securities" under the respective industry sectors in the summary investment portfolio. Further details on these holdings and related transactions during the six months ended June 30, 2020, appear below.

| | Beginning shares | Additions | Reductions | Ending shares | Net realized gain (000) | Net unrealized (depreciation) appreciation (000) | Dividend income (000) | Value of affiliates at 6/30/2020 (000) |
|-------------------------------------|---------------------|-----------|------------|------------------|----------------------------------|--|-----------------------------|---|
| Common stocks 0.65% | | | | | | | | |
| Health care 0.26% | | | | | | | | |
| NuCana PLC (ADR) ^{1,3} | 2,083,704 | — | — | 2,083,704 | \$— | \$(1,459) | \$— | \$11,252 |
| Consumer discretionary 0.39% | | | | | | | | |
| Lands' End, Inc. ¹ | — | 2,100,000 | — | 2,100,000 | — | 2,079 | — | 16,884 |
| Total 0.65% | | | | | <u>\$—</u> | <u>\$ 620</u> | <u>\$—</u> | <u>\$28,136</u> |

¹Security did not produce income during the last 12 months.

²Valued under fair value procedures adopted by authority of the board of trustees. The total value of all such securities, including those in "Other securities," was \$1,842,689,000, which represented 42.33% of the net assets of the fund. This amount includes \$1,772,049,000 related to certain securities trading outside the U.S. whose values were adjusted as a result of significant market movements following the close of local trading.

³All or a portion of this security was on loan. The total value of all such securities, including those in "Other securities," was \$69,706,000, which represented 1.60% of the net assets of the fund. Refer to Note 5 for more information on securities lending.

⁴Acquired in a transaction exempt from registration under Section 4(2) of the Securities Act of 1933. May be resold in the U.S. in transactions exempt from registration, normally to qualified institutional buyers. The total value of all such securities, including those in "Other securities," was \$32,675,000, which represented .75% of the net assets of the fund.

⁵Rate represents the seven-day yield at 6/30/2020.

⁶Security purchased with cash collateral from securities on loan. Refer to Note 5 for more information on securities lending.

Key to abbreviation

ADR = American Depositary Receipts

See notes to financial statements.

Growth Fund

Summary investment portfolio June 30, 2020

unaudited

| Common stocks 95.45% | | Shares | Value (000) |
|---|---|------------|------------------|
| Information technology 24.19% | Microsoft Corp. | 9,475,683 | \$1,928,396 |
| | ASML Holding NV (New York registered) (ADR) | 1,171,100 | 431,000 |
| | ASML Holding NV ¹ | 770,000 | 282,265 |
| | Broadcom Inc. | 2,158,602 | 681,276 |
| | Taiwan Semiconductor Manufacturing Company, Ltd. ¹ | 33,805,000 | 357,726 |
| | Taiwan Semiconductor Manufacturing Company, Ltd. (ADR) | 2,705,092 | 153,568 |
| | RingCentral, Inc., Class A ² | 1,500,100 | 427,544 |
| | Shopify Inc., Class A, subordinate voting shares ² | 330,000 | 313,236 |
| | Visa Inc., Class A | 1,577,417 | 304,710 |
| | Intel Corp. | 3,621,900 | 216,698 |
| | ServiceNow, Inc. ² | 484,730 | 196,345 |
| | PayPal Holdings, Inc. ² | 976,700 | 170,170 |
| | MongoDB, Inc., Class A ² | 603,209 | 136,530 |
| | Autodesk, Inc. ² | 558,608 | 133,613 |
| | Advanced Micro Devices, Inc. ² | 2,457,039 | 129,265 |
| Mastercard Inc., Class A | 421,000 | 124,490 | |
| Other securities | | 1,347,369 | |
| | | | <u>7,334,201</u> |
| Communication services 19.45% | Facebook, Inc., Class A ² | 7,548,342 | 1,714,002 |
| | Netflix, Inc. ² | 3,476,160 | 1,581,792 |
| | Alphabet Inc., Class C ² | 504,547 | 713,233 |
| | Alphabet Inc., Class A ² | 60,216 | 85,389 |
| | Charter Communications, Inc., Class A ² | 879,480 | 448,570 |
| | T-Mobile US, Inc. ² | 4,061,000 | 422,953 |
| | Activision Blizzard, Inc. | 5,286,790 | 401,267 |
| | Snap Inc., Class A ² | 9,330,000 | 219,162 |
| | Comcast Corp., Class A | 5,046,197 | 196,701 |
| | Other securities | | 113,544 |
| | | | <u>5,896,613</u> |
| Consumer discretionary 17.79% | Tesla, Inc. ² | 1,908,500 | 2,060,817 |
| | Amazon.com, Inc. ² | 595,716 | 1,643,473 |
| | Dollar General Corp. | 1,743,646 | 332,182 |
| | Home Depot, Inc. | 831,036 | 208,183 |
| | Toll Brothers, Inc. | 3,800,000 | 123,842 |
| | Other securities | | 1,024,947 |
| | | | <u>5,393,444</u> |
| Health care 15.71% | UnitedHealth Group Inc. | 2,897,719 | 854,682 |
| | Intuitive Surgical, Inc. ² | 1,075,500 | 612,852 |
| | Regeneron Pharmaceuticals, Inc. ² | 842,500 | 525,425 |
| | Humana Inc. | 1,084,800 | 420,631 |
| | Vertex Pharmaceuticals Inc. ² | 1,275,061 | 370,163 |
| | Centene Corp. ² | 3,835,000 | 243,714 |
| | Thermo Fisher Scientific Inc. | 598,500 | 216,861 |
| | Seattle Genetics, Inc. ² | 1,248,154 | 212,086 |
| | ResMed Inc. | 755,000 | 144,960 |
| | Other securities | | 1,163,370 |
| | | | <u>4,764,744</u> |
| Financials 5.07% | Berkshire Hathaway Inc., Class B ² | 942,100 | 168,174 |
| | Intercontinental Exchange, Inc. | 1,592,900 | 145,910 |
| | First Republic Bank | 1,296,297 | 137,395 |
| | Other securities | | 1,086,595 |
| | | | <u>1,538,074</u> |

Growth Fund

| Common stocks | | Shares | Value (000) |
|--|---|----------------|-------------------|
| Industrials 5.02% | TransDigm Group Inc. | 736,200 | \$ 325,437 |
| | CSX Corp. | 1,920,800 | 133,957 |
| | MTU Aero Engines AG ^{1,2} | 745,782 | 128,891 |
| | Other securities | | 932,396 |
| | | | <u>1,520,681</u> |
| Materials 2.94% | Franco-Nevada Corp. (CAD denominated) | 1,147,206 | 160,259 |
| | Wheaton Precious Metals Corp. | 2,833,400 | 124,811 |
| | Other securities | | 606,480 |
| | | <u>891,550</u> | |
| Consumer staples 2.27% | Philip Morris International Inc. | 1,985,900 | 139,132 |
| | Costco Wholesale Corp. | 411,431 | 124,750 |
| | British American Tobacco PLC ¹ | 3,000,800 | 115,295 |
| | British American Tobacco PLC (ADR) | 195,000 | 7,570 |
| | Other securities | | 302,284 |
| | | <u>689,031</u> | |
| Real estate 1.43% | Equinix, Inc. REIT | 356,975 | 250,703 |
| | American Tower Corp. REIT | 501,188 | 129,577 |
| | Other securities | | 52,008 |
| | | <u>432,288</u> | |
| Energy 1.19% | Other securities | | <u>359,863</u> |
| Utilities 0.39% | Other securities | | 119,172 |
| | Total common stocks (cost: \$14,123,528,000) | | <u>28,939,661</u> |
| Preferred securities 0.08% | | | |
| Information technology 0.08% | Other securities | | 25,573 |
| | Total preferred securities (cost: \$27,479,000) | | <u>25,573</u> |
| Rights & warrants 0.00% | | | |
| Communication services 0.00% | T-Mobile US, Inc., rights, expire 2020 ² | 3,611,200 | 607 |
| | | | <u>607</u> |
| | Total rights & warrants (cost: \$0) | | <u>607</u> |
| Convertible bonds & notes 0.13% | | | |
| Consumer staples 0.13% | Other securities | | 39,060 |
| | Total convertible bonds & notes (cost: \$39,059,000) | | <u>39,060</u> |

Growth Fund

| Short-term securities 3.98% | Shares | Value (000) |
|--|------------|----------------------------|
| Money market investments 3.98% | | |
| Capital Group Central Cash Fund 0.18% ³ | 12,050,749 | \$ 1,205,195 |
| Total short-term securities (cost: \$1,205,162,000) | | <u>1,205,195</u> |
| Total investment securities 99.64% (cost: \$15,395,228,000) | | 30,210,096 |
| Other assets less liabilities 0.36% | | <u>110,241</u> |
| Net assets 100.00% | | <u><u>\$30,320,337</u></u> |

This summary investment portfolio is designed to streamline the report and help investors better focus on the fund's principal holdings. See the inside back cover for details on how to obtain a complete schedule of portfolio holdings.

"Other securities" includes all issues that are not disclosed separately in the summary investment portfolio. Some securities in "Other securities" (with an aggregate value of \$46,931,000, an aggregate cost of \$46,526,000, and which represented .15% of the net assets of the fund) were acquired from 12/21/2018 to 4/17/2020 through private placement transactions exempt from registration under the Securities Act of 1933, which may subject them to legal or contractual restrictions on resale. "Other securities" also includes a security (with a value of \$9,526,000, which represented .03% of the net assets of the fund) which was acquired in transactions exempt from registration under Rule 144A of the Securities Act of 1933 and may be resold in the U.S. in transactions exempt from registration, normally to qualified institutional buyers.

¹Valued under fair value procedures adopted by authority of the board of trustees. The total value of all such securities, including those in "Other securities," was \$1,917,364,000, which represented 6.32% of the net assets of the fund. This amount includes \$1,807,025,000 related to certain securities trading outside the U.S. whose values were adjusted as a result of significant market movements following the close of local trading.

²Security did not produce income during the last 12 months.

³Rate represents the seven-day yield at 6/30/2020.

Key to abbreviations

ADR = American Depositary Receipts

CAD = Canadian dollars

See notes to financial statements.

International Fund

Summary investment portfolio June 30, 2020

unaudited

| Common stocks 88.05% | | Shares | Value (000) |
|---|--|------------------|------------------|
| Consumer discretionary 16.11% | Alibaba Group Holding Ltd. ^{1,2} | 10,117,800 | \$ 273,411 |
| | Alibaba Group Holding Ltd. (ADR) ² | 17,700 | 3,818 |
| | MercadoLibre, Inc. ² | 223,000 | 219,827 |
| | Sony Corp. ¹ | 2,242,700 | 153,583 |
| | Meituan Dianping, Class B ^{1,2} | 3,440,364 | 76,422 |
| | Fast Retailing Co., Ltd. ¹ | 125,900 | 72,085 |
| | Galaxy Entertainment Group Ltd. ¹ | 9,826,000 | 66,717 |
| | adidas AG ^{1,2} | 216,336 | 56,598 |
| | Delivery Hero SE ^{1,2} | 547,143 | 55,747 |
| | Kering SA ¹ | 99,188 | 53,876 |
| | Other securities | | 406,812 |
| | | | <u>1,438,896</u> |
| Financials 16.04% | AIA Group Ltd. ¹ | 39,521,100 | 367,826 |
| | HDFC Bank Ltd. ¹ | 17,086,200 | 243,557 |
| | HDFC Bank Ltd. (ADR) | 531,294 | 24,153 |
| | Kotak Mahindra Bank Ltd. ¹ | 10,657,149 | 192,318 |
| | Ping An Insurance (Group) Co. of China, Ltd., Class H ¹ | 9,161,100 | 91,492 |
| | Ping An Insurance (Group) Co. of China, Ltd., Class A ¹ | 612,202 | 6,185 |
| | BNP Paribas SA ^{1,2} | 1,851,058 | 73,382 |
| | Axis Bank Ltd. ¹ | 10,492,355 | 57,203 |
| | | Other securities | |
| | | | <u>1,433,205</u> |
| Health care 15.93% | Chugai Pharmaceutical Company, Ltd. ¹ | 3,896,700 | 208,306 |
| | Daiichi Sankyo Company, Ltd. ¹ | 2,160,000 | 176,400 |
| | Novartis AG ¹ | 1,808,333 | 157,127 |
| | Alcon Inc. ^{1,2} | 1,988,239 | 113,919 |
| | Takeda Pharmaceutical Company, Ltd. ¹ | 2,859,865 | 102,070 |
| | Grifols, SA, Class A, non-registered shares ¹ | 2,691,000 | 81,631 |
| | Grifols, SA, Class B (ADR) | 793,690 | 14,477 |
| | Teva Pharmaceutical Industries Ltd. (ADR) ² | 7,216,598 | 88,981 |
| | Fresenius SE & Co. KGaA ^{1,2} | 1,740,654 | 85,920 |
| | Hikma Pharmaceuticals PLC ¹ | 2,371,000 | 65,169 |
| | WuXi Biologics (Cayman) Inc. ^{1,2} | 2,304,000 | 42,216 |
| | WuXi Biologics (Cayman) Inc. ² | 1,065,000 | 18,825 |
| | Olympus Corp. ¹ | 2,963,000 | 57,068 |
| | Other securities | | 210,929 |
| | | | <u>1,423,038</u> |
| Industrials 10.57% | Airbus SE, non-registered shares ^{1,2} | 2,732,749 | 194,459 |
| | Recruit Holdings Co., Ltd. ¹ | 3,646,709 | 124,659 |
| | Knorr-Bremse AG, non-registered shares ^{1,2} | 847,671 | 85,768 |
| | Safran SA ^{1,2} | 681,300 | 68,152 |
| | Melrose Industries PLC ¹ | 45,834,933 | 64,602 |
| | NIBE Industrier AB, Class B ^{1,2} | 2,534,550 | 55,936 |
| | | Other securities | |
| | | | <u>944,026</u> |
| Communication services 6.25% | SoftBank Group Corp. ¹ | 3,657,500 | 184,293 |
| | Tencent Holdings Ltd. ¹ | 2,179,387 | 139,990 |
| | Altice Europe NV, Class A ^{1,2} | 13,236,760 | 50,964 |
| | | Other securities | |
| | | | <u>558,191</u> |

International Fund

| Common stocks (continued) | | Shares | Value (000) |
|--|---|------------|------------------|
| Consumer staples 5.47% | Nestlé SA ¹ | 976,000 | \$ 107,824 |
| | Pernod Ricard SA ¹ | 536,814 | 84,371 |
| | Kirin Holdings Company, Ltd. ¹ | 2,605,800 | 54,954 |
| | Other securities | | 241,286 |
| | | | <u>488,435</u> |
| Energy 4.20% | Reliance Industries Ltd. ¹ | 8,663,364 | 195,802 |
| | Reliance Industries Ltd., interim shares ^{1,2} | 196,599 | 2,077 |
| | BP PLC ¹ | 13,959,863 | 53,053 |
| | Other securities | | 124,124 |
| | | | <u>375,056</u> |
| Information technology 4.18% | ASML Holding NV ¹ | 373,435 | 136,893 |
| | PagSeguro Digital Ltd., Class A ² | 1,392,000 | 49,193 |
| | Other securities | | 187,660 |
| | | | <u>373,746</u> |
| Utilities 3.86% | ENN Energy Holdings Ltd. ¹ | 14,004,000 | 157,281 |
| | E.ON SE ¹ | 7,101,000 | 79,835 |
| | China Gas Holdings Ltd. ¹ | 24,134,000 | 74,320 |
| | Other securities | | 33,159 |
| | | | <u>344,595</u> |
| Materials 3.79% | Vale SA, ordinary nominative (ADR) | 7,755,993 | 79,964 |
| | Vale SA, ordinary nominative | 102,481 | 1,054 |
| | First Quantum Minerals Ltd. | 6,215,400 | 49,537 |
| | Other securities | | 208,271 |
| | | | <u>338,826</u> |
| Real estate 1.65% | China Overseas Land & Investment Ltd. ¹ | 17,790,000 | 53,723 |
| | Other securities | | 93,642 |
| | | | <u>147,365</u> |
| Total common stocks (cost: \$6,302,499,000) | | | <u>7,865,379</u> |

Preferred securities 1.01%

| | | | |
|-----------------------------|---|-----------|---------------|
| Health care 0.62% | Grifols, SA, Class B, nonvoting preferred, non-registered shares ¹ | 3,026,230 | 55,587 |
| | | | <u>55,587</u> |
| Energy 0.39% | Other securities | | 34,408 |
| | Total preferred securities (cost: \$86,966,000) | | <u>89,995</u> |
| | | | |

Rights & warrants 0.27%

| | | | |
|-----------------------------|---|--|---------------|
| Health care 0.27% | Other securities | | 24,374 |
| | Total rights & warrants (cost: \$21,623,000) | | <u>24,374</u> |

International Fund

| | | |
|---------------------------------|--|----------------|
| Convertible bonds & notes 0.03% | Principal amount (000) | Value (000) |
| Health care 0.03% | Other securities | \$ 2,624 |
| | Total convertible bonds & notes (cost: \$5,855,000) | <u>2,624</u> |

Bonds, notes & other debt instruments 0.46%

Corporate bonds & notes 0.35%

| | | |
|-----------------------|------------------|---------------|
| Other 0.35% | Other securities | <u>31,462</u> |
|-----------------------|------------------|---------------|

Bonds & notes of governments & government agencies outside the U.S. 0.11%

| | | |
|---|---|---------------|
| Bonds & notes of governments & government agencies outside the U.S. 0.11% | Other securities | <u>9,738</u> |
| | Total bonds, notes & other debt instruments (cost: \$38,545,000) | <u>41,200</u> |

Short-term securities 9.92%

Money market investments 9.92%

| | | |
|--|---|---------------------------|
| | Shares | |
| | Capital Group Central Cash Fund 0.18% ³ | 875,428 |
| | Goldman Sachs Financial Square Government Fund 0.15% ^{3,4} | 10,827 |
| | | <u>886,255</u> |
| | Total short-term securities (cost: \$886,243,000) | <u>886,255</u> |
| | Total investment securities 99.74% (cost: \$7,341,731,000) | <u>8,909,827</u> |
| | Other assets less liabilities 0.26% | <u>23,140</u> |
| | Net assets 100.00% | <u><u>\$8,932,967</u></u> |

This summary investment portfolio is designed to streamline the report and help investors better focus on the fund's principal holdings. See the inside back cover for details on how to obtain a complete schedule of portfolio holdings.

"Other securities" includes all issues that are not disclosed separately in the summary investment portfolio. "Other securities" also includes securities (with an aggregate value of \$49,611,000, which represented .56% of the net assets of the fund) which were acquired in transactions exempt from registration under Rule 144A of the Securities Act of 1933 and may be resold in the U.S. in transactions exempt from registration, normally to qualified institutional buyers. "Other securities" also includes securities on loan. The total value of securities on loan was \$11,451,000, which represented .13% of the net assets of the fund. Refer to Note 5 for more information on securities lending.

¹Valued under fair value procedures adopted by authority of the board of trustees. The total value of all such securities, including those in "Other securities," was \$7,037,313,000, which represented 78.78% of the net assets of the fund. This amount includes \$7,012,933,000 related to certain securities trading outside the U.S. whose values were adjusted as a result of significant market movements following the close of local trading.

²Security did not produce income during the last 12 months.

³Rate represents the seven-day yield at 6/30/2020.

⁴Security purchased with cash collateral from securities on loan. Refer to Note 5 for more information on securities lending.

Key to abbreviation

ADR = American Depositary Receipts

See notes to financial statements.

New World Fund

Summary investment portfolio June 30, 2020

unaudited

| Common stocks 90.74% | | Shares | Value (000) |
|---|--|-----------|----------------|
| Information technology 18.11% | Microsoft Corp. | 451,633 | \$ 91,912 |
| | Taiwan Semiconductor Manufacturing Company, Ltd. ¹ | 4,327,000 | 45,788 |
| | Mastercard Inc., Class A | 145,400 | 42,995 |
| | PagSeguro Digital Ltd., Class A ² | 1,198,655 | 42,360 |
| | PayPal Holdings, Inc. ² | 208,035 | 36,246 |
| | Adobe Inc. ² | 74,959 | 32,630 |
| | Keyence Corp. ¹ | 76,200 | 31,815 |
| | ASML Holding NV ¹ | 84,165 | 30,853 |
| | Broadcom Inc. | 91,846 | 28,988 |
| | StoneCo Ltd., Class A ² | 740,635 | 28,707 |
| | Visa Inc., Class A | 130,469 | 25,203 |
| Silergy Corp. ¹ | 357,000 | 23,168 | |
| Other securities | | 162,980 | |
| | | | 623,645 |
| Consumer discretionary 13.72% | Alibaba Group Holding Ltd. ^{1,2} | 2,541,204 | 68,670 |
| | MercadoLibre, Inc. ² | 64,355 | 63,439 |
| | Naspers Ltd., Class N ¹ | 158,714 | 28,954 |
| | Delivery Hero SE ^{1,2} | 281,369 | 28,668 |
| | LVMH Moët Hennessy-Louis Vuitton SE ¹ | 62,064 | 27,184 |
| | Meituan Dianping, Class B ^{1,2} | 947,102 | 21,038 |
| | Galaxy Entertainment Group Ltd. ¹ | 2,944,000 | 19,989 |
| | Hermès International ¹ | 21,010 | 17,535 |
| Other securities | | 197,128 | |
| | | | 472,605 |
| Health care 12.60% | Thermo Fisher Scientific Inc. | 89,671 | 32,491 |
| | Zai Lab Ltd. (ADR) ² | 341,308 | 28,032 |
| | AstraZeneca PLC ¹ | 252,263 | 26,298 |
| | BioMarin Pharmaceutical Inc. ² | 180,963 | 22,320 |
| | Abbott Laboratories | 222,506 | 20,344 |
| | Notre Dame Intermédica Participações SA | 1,575,057 | 19,698 |
| | Other securities | | 284,950 |
| | | | 434,133 |
| Financials 11.57% | Kotak Mahindra Bank Ltd. ¹ | 3,140,269 | 56,669 |
| | AIA Group Ltd. ¹ | 4,670,200 | 43,466 |
| | HDFC Bank Ltd. ¹ | 2,485,232 | 35,426 |
| | HDFC Bank Ltd. (ADR) | 80,205 | 3,646 |
| | B3 SA - Brasil, Bolsa, Balcao | 3,275,259 | 33,180 |
| | Sberbank of Russia PJSC (ADR) ^{1,2} | 1,384,243 | 15,726 |
| | Sberbank of Russia PJSC (ADR) ² | 237,133 | 2,689 |
| | Société Générale ^{1,2} | 1,090,697 | 18,146 |
| | XP Inc., Class A ² | 425,619 | 17,880 |
| | Ping An Insurance (Group) Co. of China, Ltd., Class H ¹ | 1,711,300 | 17,091 |
| | Other securities | | 154,652 |
| | | | 398,571 |
| Communication services 9.91% | Tencent Holdings Ltd. ¹ | 1,292,200 | 83,003 |
| | Facebook, Inc., Class A ² | 224,314 | 50,935 |
| | Alphabet Inc., Class C ² | 29,315 | 41,440 |
| | Alphabet Inc., Class A ² | 6,339 | 8,989 |
| | Sea Ltd., Class A (ADR) ² | 366,159 | 39,267 |
| | Netflix, Inc. ² | 49,819 | 22,670 |
| Other securities | | 95,102 | |
| | | | 341,406 |

New World Fund

| Common stocks | | Shares | Value (000) |
|--|--|---------------------------|------------------|
| Consumer staples 6.27% | Kweichow Moutai Co., Ltd., Class A ¹ | 276,007 | \$ 57,121 |
| | Nestlé SA ¹ | 220,716 | 24,384 |
| | Other securities | | 134,367 |
| | | | <u>215,872</u> |
| Materials 5.59% | Vale SA, ordinary nominative | 1,359,115 | 13,976 |
| | Vale SA, ordinary nominative (ADR) | 1,244,771 | 12,833 |
| | Other securities | | 165,754 |
| | | | <u>192,563</u> |
| Industrials 5.39% | Shanghai International Airport Co., Ltd., Class A ¹ | 2,645,527 | 26,833 |
| | Airbus SE, non-registered shares ^{1,2} | 248,789 | 17,704 |
| | CCR SA, ordinary nominative | 6,508,731 | 17,355 |
| | Other securities | | 123,791 |
| | | | <u>185,683</u> |
| Energy 3.85% | Reliance Industries Ltd. ¹ | 3,061,067 | 69,184 |
| | Reliance Industries Ltd., interim shares ^{1,2} | 201,053 | 2,124 |
| | Petróleo Brasileiro SA (Petrobras), ordinary nominative (ADR) | 4,191,104 | 34,660 |
| | Other securities | | 26,668 |
| | | | <u>132,636</u> |
| Utilities 1.94% | China Gas Holdings Ltd. ¹ | 6,426,600 | 19,790 |
| | ENN Energy Holdings Ltd. ¹ | 1,704,800 | 19,147 |
| | Other securities | | 27,954 |
| | | | <u>66,891</u> |
| Real estate 1.79% | Other securities | | 61,656 |
| | Total common stocks (cost: \$2,345,591,000) | | <u>3,125,661</u> |
| Preferred securities 1.03% | | | |
| Energy 0.11% | Petróleo Brasileiro SA (Petrobras), preferred nominative (ADR) | 391,890 | 3,123 |
| | Petróleo Brasileiro SA (Petrobras), preferred nominative | 195,166 | 774 |
| | | | <u>3,897</u> |
| Other 0.92% | Other securities | | 31,650 |
| | Total preferred securities (cost: \$30,146,000) | | <u>35,547</u> |
| Rights & warrants 0.23% | | | |
| Other 0.23% | Other securities | | 7,781 |
| | Total rights & warrants (cost: \$3,911,000) | | <u>7,781</u> |
| Convertible bonds & notes 0.00% | | Principal amount (000) | |
| Health care 0.00% | Other securities | | 133 |
| | Total convertible bonds & notes (cost: \$121,000) | | <u>133</u> |

New World Fund

| Bonds, notes & other debt instruments 3.38% | | Principal amount (000) | Value (000) |
|--|--|---------------------------|----------------|
| Bonds & notes of governments & government agencies outside the U.S. 2.94% | | | |
| | Other securities | | \$ 101,283 |
| Corporate bonds & notes 0.41% | | | |
| Communication services 0.04% | Tencent Holdings Ltd. 3.24%-3.98% 2029-2050 ³ | BRL980 | 1,035 |
| | Other securities | | 213 |
| | | | 1,248 |
| Other 0.37% | Other securities | | 12,853 |
| | Total corporate bonds & notes | | 14,101 |
| U.S. Treasury bonds & notes 0.03% | | | |
| U.S. Treasury 0.03% | Other securities | | 864 |
| | Total bonds, notes & other debt instruments (cost: \$115,629,000) | | 116,248 |
| Short-term securities 4.68% | | Shares | |
| Money market investments 4.68% | | | |
| | Capital Group Central Cash Fund 0.18% ⁴ | 1,531,568 | 153,172 |
| | Goldman Sachs Financial Square Government Fund 0.15% ^{4,5} | 8,081,474 | 8,082 |
| | | | 161,254 |
| | Total short-term securities (cost: \$161,255,000) | | 161,254 |
| | Total investment securities 100.06% (cost: \$2,656,653,000) | | 3,446,624 |
| | Other assets less liabilities (0.06)% | | (2,169) |
| | Net assets 100.00% | | \$3,444,455 |

This summary investment portfolio is designed to streamline the report and help investors better focus on the fund's principal holdings. See the inside back cover for details on how to obtain a complete schedule of portfolio holdings.

"Other securities" includes all issues that are not disclosed separately in the summary investment portfolio. "Other securities" also includes securities which were pledged as collateral. The total value of pledged collateral was \$171,000, which represented less than .01% of the net assets of the fund. "Other securities" also includes securities on loan. The total value of securities on loan was \$8,556,000, which represented .25% of the net assets of the fund. Refer to Note 5 for more information on securities lending.

New World Fund

Futures contracts

| Contracts | Type | Number of contracts | Expiration | Notional amount ⁶ (000) | Value at 6/30/2020 ⁷ (000) | Unrealized appreciation at 6/30/2020 (000) |
|--|------|---------------------|----------------|---------------------------------------|--|---|
| 30 Year Ultra U.S. Treasury Bond Futures | Long | 15 | September 2020 | \$1,500 | \$3,272 | \$73 |

Forward currency contracts

| Contract amount | | Counterparty | Settlement date | Unrealized appreciation (depreciation) at 6/30/2020 (000) |
|--------------------|----------------|-------------------------|-----------------|--|
| Purchases (000) | Sales (000) | | | |
| USD3,190 | EUR2,830 | Bank of New York Mellon | 7/20/2020 | \$10 |
| USD2,062 | CNH14,620 | Standard Chartered Bank | 7/20/2020 | (4) |
| | | | | <u>\$ 6</u> |

The following footnotes apply to either the individual securities noted or one or more of the securities aggregated and listed as a single line item.

¹Valued under fair value procedures adopted by authority of the board of trustees. The total value of all such securities, including those in "Other securities," was \$1,876,796,000, which represented 54.49% of the net assets of the fund. This amount includes \$1,863,131,000 related to certain securities trading outside the U.S. whose values were adjusted as a result of significant market movements following the close of local trading.

²Security did not produce income during the last 12 months.

³Acquired in a transaction exempt from registration under Rule 144A of the Securities Act of 1933. May be resold in the U.S. in transactions exempt from registration, normally to qualified institutional buyers. The total value of all such securities, including those in "Other securities," was \$47,913,000, which represented 1.39% of the net assets of the fund.

⁴Rate represents the seven-day yield at 6/30/2020.

⁵Security purchased with cash collateral from securities on loan. Refer to Note 5 for more information on securities lending.

⁶Notional amount is calculated based on the number of contracts and notional contract size.

⁷Value is calculated based on the notional amount and current market price.

Key to abbreviations and symbol

ADR = American Depositary Receipts

BRL = Brazilian reais

CNH = Chinese yuan renminbi

EUR = Euros

USD/\$ = U.S. dollars

See notes to financial statements.

Blue Chip Income and Growth Fund

Summary investment portfolio June 30, 2020

unaudited

| Common stocks 95.13% | | Shares | Value (000) |
|---|--|------------|------------------|
| Health care 20.22% | Abbott Laboratories | 3,635,500 | \$ 332,394 |
| | Amgen Inc. | 1,258,510 | 296,832 |
| | Gilead Sciences, Inc. | 3,005,712 | 231,260 |
| | AbbVie Inc. | 2,227,460 | 218,692 |
| | UnitedHealth Group Inc. | 574,000 | 169,301 |
| | Teva Pharmaceutical Industries Ltd. (ADR) ¹ | 10,333,800 | 127,416 |
| | Humana Inc. | 172,700 | 66,964 |
| | Medtronic PLC | 700,000 | 64,190 |
| | Stryker Corp. | 296,800 | 53,480 |
| | Other securities | | 141,203 |
| | | | <u>1,701,732</u> |
| Information technology 15.23% | Microsoft Corp. | 2,498,500 | 508,470 |
| | Broadcom Inc. | 951,400 | 300,271 |
| | Mastercard Inc., Class A | 579,900 | 171,476 |
| | Apple Inc. | 400,000 | 145,920 |
| | Intel Corp. | 1,100,000 | 65,813 |
| | SS&C Technologies Holdings, Inc. | 1,153,800 | 65,167 |
| | Other securities | | 24,369 |
| | | | <u>1,281,486</u> |
| Industrials 12.24% | CSX Corp. | 3,780,162 | 263,628 |
| | Raytheon Technologies Corp. | 3,589,236 | 221,169 |
| | General Dynamics Corp. | 980,000 | 146,471 |
| | Union Pacific Corp. | 540,200 | 91,331 |
| | Illinois Tool Works Inc. | 450,000 | 78,682 |
| | Carrier Global Corp. | 2,817,000 | 62,594 |
| | L3Harris Technologies, Inc. | 309,200 | 52,462 |
| | Other securities | | 113,518 |
| | | | <u>1,029,855</u> |
| Energy 9.98% | EOG Resources, Inc. | 4,588,100 | 232,433 |
| | Exxon Mobil Corp. | 3,868,166 | 172,985 |
| | Baker Hughes Co., Class A | 9,448,000 | 145,405 |
| | Diamondback Energy, Inc. | 1,320,033 | 55,204 |
| | Pioneer Natural Resources Company | 486,800 | 47,560 |
| | Other securities | | 186,359 |
| | | | <u>839,946</u> |
| Consumer staples 9.67% | Constellation Brands, Inc., Class A | 1,221,600 | 213,719 |
| | Philip Morris International Inc. | 2,485,000 | 174,099 |
| | British American Tobacco PLC (ADR) | 2,630,706 | 102,124 |
| | Altria Group, Inc. | 2,092,000 | 82,111 |
| | Coca-Cola Company | 1,250,000 | 55,850 |
| | PepsiCo, Inc. | 400,000 | 52,904 |
| | Keurig Dr Pepper Inc. | 1,746,500 | 49,600 |
| | Other securities | | 83,915 |
| | | | <u>814,322</u> |
| Communication services 9.43% | Facebook, Inc., Class A ¹ | 1,478,100 | 335,632 |
| | Comcast Corp., Class A | 5,789,400 | 225,671 |
| | Alphabet Inc., Class A ¹ | 80,975 | 114,826 |
| | Alphabet Inc., Class C ¹ | 3,000 | 4,241 |
| | Netflix, Inc. ¹ | 201,800 | 91,827 |
| | Other securities | | 21,560 |
| | | | <u>793,757</u> |

Blue Chip Income and Growth Fund

| Common stocks | | Shares | Value (000) |
|--|--|-----------|---------------------------|
| Consumer discretionary 6.30% | Royal Caribbean Cruises Ltd. | 2,011,200 | \$ 101,164 |
| | McDonald's Corp. | 500,000 | 92,235 |
| | Home Depot, Inc. | 303,099 | 75,929 |
| | General Motors Company | 2,901,500 | 73,408 |
| | Lowe's Companies, Inc. | 429,900 | 58,088 |
| | Other securities | | 129,340 |
| | | | <u>530,164</u> |
| Financials 4.65% | JPMorgan Chase & Co. | 1,269,000 | 119,362 |
| | American International Group, Inc. | 2,597,300 | 80,984 |
| | Citigroup Inc. | 1,290,000 | 65,919 |
| | Other securities | | 124,936 |
| | | | <u>391,201</u> |
| Utilities 3.38% | Public Service Enterprise Group Inc. | 2,888,000 | 141,974 |
| | Other securities | | 142,281 |
| | | | <u>284,255</u> |
| Materials 2.19% | Linde PLC | 782,200 | 165,912 |
| | Other securities | | 18,107 |
| | | | <u>184,019</u> |
| Real estate 1.84% | Crown Castle International Corp. REIT | 525,000 | 87,859 |
| | Other securities | | 67,519 |
| | | | <u>155,378</u> |
| | Total common stocks (cost: \$6,644,891,000) | | <u>8,006,115</u> |
| Rights & warrants 0.02% | | | |
| Financials 0.02% | Other securities | | 1,612 |
| | Total rights & warrants (cost: \$17,793,000) | | <u>1,612</u> |
| Convertible stocks 0.71% | | | |
| Other 0.71% | Other securities | | 60,007 |
| | Total convertible stocks (cost: \$57,918,000) | | <u>60,007</u> |
| Short-term securities 4.16% | | | |
| Money market investments 4.16% | | | |
| | Capital Group Central Cash Fund 0.18% ² | 3,495,899 | 349,625 |
| | Total short-term securities (cost: \$349,565,000) | | <u>349,625</u> |
| | Total investment securities 100.02% (cost: \$7,070,167,000) | | 8,417,359 |
| | Other assets less liabilities (0.02)% | | (1,690) |
| | Net assets 100.00% | | <u><u>\$8,415,669</u></u> |

Blue Chip Income and Growth Fund

This summary investment portfolio is designed to streamline the report and help investors better focus on the fund's principal holdings. See the inside back cover for details on how to obtain a complete schedule of portfolio holdings.

"Other securities" includes all issues that are not disclosed separately in the summary investment portfolio.

¹Security did not produce income during the last 12 months.

²Rate represents the seven-day yield at 6/30/2020.

Key to abbreviation

ADR = American Depositary Receipts

See notes to financial statements.

Global Growth and Income Fund

Summary investment portfolio June 30, 2020

unaudited

| Common stocks 92.02% | | Shares | Value (000) |
|---|---|------------|----------------|
| Information technology 17.72% | Microsoft Corp. | 281,000 | \$ 57,186 |
| | Taiwan Semiconductor Manufacturing Company, Ltd. ¹ | 4,912,800 | 51,987 |
| | PagSeguro Digital Ltd., Class A ² | 1,128,752 | 39,890 |
| | Apple Inc. | 105,990 | 38,665 |
| | Broadcom Inc. | 121,200 | 38,252 |
| | ASML Holding NV ¹ | 70,000 | 25,660 |
| | Other securities | | 87,750 |
| | | | <u>339,390</u> |
| Financials 14.22% | Société Générale ^{1,2} | 2,106,881 | 35,052 |
| | Fannie Mae ² | 13,706,000 | 29,742 |
| | Sberbank of Russia PJSC (ADR) ^{1,2} | 1,710,000 | 19,427 |
| | AIA Group Ltd. ¹ | 1,753,000 | 16,315 |
| | UniCredit SpA ^{1,2} | 1,686,696 | 15,485 |
| | B3 SA - Brasil, Bolsa, Balcao | 1,500,000 | 15,196 |
| | DBS Group Holdings Ltd. ¹ | 1,005,000 | 15,033 |
| | Toronto-Dominion Bank (CAD denominated) | 300,700 | 13,420 |
| | HDFC Bank Ltd. ¹ | 888,000 | 12,658 |
| | Discover Financial Services | 249,000 | 12,472 |
| | Other securities | | 87,499 |
| | | | <u>272,299</u> |
| Health care 12.30% | Novartis AG ¹ | 360,000 | 31,281 |
| | UnitedHealth Group Inc. | 86,300 | 25,454 |
| | Allogene Therapeutics, Inc. ² | 461,000 | 19,740 |
| | Abbott Laboratories | 171,000 | 15,635 |
| | Sarepta Therapeutics, Inc. ² | 94,500 | 15,152 |
| | Eli Lilly and Company | 88,000 | 14,448 |
| | Centene Corp. ² | 202,000 | 12,837 |
| | Illumina, Inc. ² | 34,000 | 12,592 |
| | Boston Scientific Corp. ² | 351,000 | 12,324 |
| | Other securities | | 76,184 |
| | | | <u>235,647</u> |
| Consumer discretionary 9.09% | LVMH Moët Hennessy-Louis Vuitton SE ¹ | 74,096 | 32,454 |
| | Home Depot, Inc. | 75,500 | 18,914 |
| | Flutter Entertainment PLC (EUR denominated) ¹ | 126,077 | 16,549 |
| | Alibaba Group Holding Ltd. ^{1,2} | 553,000 | 14,944 |
| | Other securities | | 91,293 |
| | | | <u>174,154</u> |
| Industrials 8.83% | Airbus SE, non-registered shares ^{1,2} | 607,200 | 43,208 |
| | Lockheed Martin Corp. | 66,000 | 24,085 |
| | CCR SA, ordinary nominative | 7,680,800 | 20,480 |
| | Safran SA ^{1,2} | 123,500 | 12,354 |
| | Other securities | | 68,940 |
| | | | <u>169,067</u> |
| Communication services 7.18% | Alphabet Inc., Class A ² | 21,800 | 30,914 |
| | Alphabet Inc., Class C ² | 7,000 | 9,895 |
| | Comcast Corp., Class A | 546,000 | 21,283 |
| | Facebook, Inc., Class A ² | 65,000 | 14,760 |
| | Other securities | | 60,685 |
| | | | <u>137,537</u> |

Global Growth and Income Fund

| Common stocks (continued) | | Shares | Value (000) |
|----------------------------------|---|-----------|------------------|
| Utilities 7.10% | E.ON SE ¹ | 3,644,000 | \$ 40,969 |
| | Enel SpA ¹ | 3,539,000 | 30,489 |
| | Ørsted AS ¹ | 215,107 | 24,808 |
| | Dominion Energy, Inc. | 150,000 | 12,177 |
| | Other securities | | 27,512 |
| | | | <u>135,955</u> |
| Energy 5.26% | Reliance Industries Ltd. ¹ | 1,606,099 | 36,300 |
| | Reliance Industries Ltd., interim shares ^{1,2} | 107,073 | 1,131 |
| | EOG Resources, Inc. | 652,000 | 33,030 |
| | Gazprom PJSC (ADR) ¹ | 3,431,000 | 18,479 |
| | Other securities | | 11,753 |
| | | | <u>100,693</u> |
| Consumer staples 4.04% | Nestlé SA ¹ | 315,275 | 34,830 |
| | Other securities | | 42,560 |
| | | | <u>77,390</u> |
| Materials 3.36% | Koninklijke DSM NV ¹ | 109,000 | 15,066 |
| | Fortescue Metals Group Ltd. ¹ | 1,441,882 | 13,835 |
| | Vale SA, ordinary nominative | 1,320,000 | 13,573 |
| | Other securities | | 21,822 |
| | | | <u>64,296</u> |
| Real estate 2.92% | Alexandria Real Estate Equities, Inc. REIT | 103,000 | 16,712 |
| | Other securities | | 39,154 |
| | | | <u>55,866</u> |
| | Total common stocks (cost: \$1,380,244,000) | | <u>1,762,294</u> |

| Bonds, notes & other debt instruments 1.81% | | Principal amount (000) |
|---|---|---------------------------|
| Corporate bonds & notes 1.81% | | |
| Communication services 1.81% | Sprint Corp. 7.25% 2021 | \$ 33,000 |
| | Total bonds, notes & other debt instruments (cost: \$32,282,000) | <u>34,634</u> |

| Short-term securities 6.44% | | Shares |
|---------------------------------------|--|--------------------|
| Money market investments 6.44% | | |
| | Capital Group Central Cash Fund 0.18% ³ | 1,232,229 |
| | Total short-term securities (cost: \$123,219,000) | <u>123,235</u> |
| | Total investment securities 100.27% (cost: \$1,535,745,000) | 1,920,163 |
| | Other assets less liabilities (0.27)% | <u>(5,094)</u> |
| | Net assets 100.00% | <u>\$1,915,069</u> |

This summary investment portfolio is designed to streamline the report and help investors better focus on the fund's principal holdings. See the inside back cover for details on how to obtain a complete schedule of portfolio holdings.

"Other securities" includes all issues that are not disclosed separately in the summary investment portfolio.

Global Growth and Income Fund

Forward currency contracts

| Contract amount | | Counterparty | Settlement date | Unrealized depreciation at 6/30/2020 (000) |
|-----------------|-------------|-------------------------|-----------------|--|
| Purchases (000) | Sales (000) | | | |
| USD7,220 | AUD10,500 | Standard Chartered Bank | 7/10/2020 | \$(27) |

¹Valued under fair value procedures adopted by authority of the board of trustees. The total value of all such securities, including those in "Other securities," was \$859,944,000, which represented 44.90% of the net assets of the fund. This entire amount relates to certain securities trading outside the U.S. whose values were adjusted as a result of significant market movements following the close of local trading.

²Security did not produce income during the last 12 months.

³Rate represents the seven-day yield at 6/30/2020.

Key to abbreviations and symbol

ADR = American Depositary Receipts

AUD = Australian dollars

CAD = Canadian dollars

EUR = Euros

USD/\$ = U.S. dollars

See notes to financial statements.

Growth-Income Fund

Summary investment portfolio June 30, 2020

unaudited

Common stocks 92.90%

| | | Shares | Value (000) |
|---|--|------------|------------------|
| Information technology 17.83% | Microsoft Corp. | 9,389,500 | \$1,910,857 |
| | Broadcom Inc. | 2,606,134 | 822,522 |
| | Intel Corp. | 6,447,300 | 385,742 |
| | Mastercard Inc., Class A | 1,269,700 | 375,450 |
| | Autodesk, Inc. ¹ | 921,000 | 220,294 |
| | Visa Inc., Class A | 1,093,800 | 211,289 |
| | Accenture PLC, Class A | 890,900 | 191,294 |
| | Adobe Inc. ¹ | 375,900 | 163,633 |
| | Other securities | | 1,774,661 |
| | | | <u>6,055,742</u> |
| Health care 16.77% | Gilead Sciences, Inc. | 11,967,500 | 920,779 |
| | UnitedHealth Group Inc. | 2,545,641 | 750,837 |
| | Abbott Laboratories | 6,125,669 | 560,070 |
| | Amgen Inc. | 2,030,500 | 478,914 |
| | Merck & Co., Inc. | 3,038,880 | 234,997 |
| | Seattle Genetics, Inc. ¹ | 1,242,606 | 211,144 |
| | AstraZeneca PLC ² | 1,631,800 | 170,110 |
| | AstraZeneca PLC (ADR) | 721,200 | 38,144 |
| | Eli Lilly and Company | 1,077,600 | 176,920 |
| Other securities | | 2,153,303 | |
| | | | <u>5,695,218</u> |
| Communication services 14.54% | Facebook, Inc., Class A ¹ | 8,465,200 | 1,922,192 |
| | Netflix, Inc. ¹ | 1,945,925 | 885,474 |
| | Alphabet Inc., Class C ¹ | 296,784 | 419,537 |
| | Alphabet Inc., Class A ¹ | 288,980 | 409,788 |
| | Comcast Corp., Class A | 10,924,800 | 425,849 |
| | Charter Communications, Inc., Class A ¹ | 401,569 | 204,816 |
| | Verizon Communications Inc. | 3,001,600 | 165,478 |
| | Other securities | | 503,307 |
| | | | <u>4,936,441</u> |
| Industrials 9.14% | Northrop Grumman Corp. | 733,200 | 225,415 |
| | BWX Technologies, Inc. | 3,880,911 | 219,815 |
| | CSX Corp. | 3,131,000 | 218,356 |
| | L3Harris Technologies, Inc. | 1,035,500 | 175,693 |
| | Norfolk Southern Corp. | 964,300 | 169,302 |
| | Woodward, Inc. | 2,086,500 | 161,808 |
| | Other securities | | 1,934,101 |
| | | | <u>3,104,490</u> |
| Financials 8.69% | Intercontinental Exchange, Inc. | 3,183,555 | 291,614 |
| | CME Group Inc., Class A | 1,779,800 | 289,289 |
| | JPMorgan Chase & Co. | 2,584,530 | 243,101 |
| | Aon PLC, Class A | 1,214,800 | 233,970 |
| | Marsh & McLennan Companies, Inc. | 2,162,201 | 232,155 |
| | Nasdaq, Inc. | 1,719,600 | 205,441 |
| | Moody's Corp. | 674,558 | 185,321 |
| | Other securities | | 1,268,303 |
| | | | <u>2,949,194</u> |
| Consumer discretionary 6.48% | Amazon.com, Inc. ¹ | 395,030 | 1,089,817 |
| | Lowe's Companies, Inc. | 1,360,900 | 183,885 |
| | Other securities | | 926,728 |
| | | | <u>2,200,430</u> |

Growth-Income Fund

| Common stocks | | Shares | Value (000) |
|----------------------------------|---|------------|-------------------|
| Consumer staples 5.98% | British American Tobacco PLC ² | 8,069,260 | \$ 310,032 |
| | British American Tobacco PLC (ADR) | 479,440 | 18,612 |
| | Keurig Dr Pepper Inc. | 8,760,935 | 248,811 |
| | Philip Morris International Inc. | 2,743,640 | 192,219 |
| | Carlsberg A/S, Class B ² | 1,326,568 | 175,240 |
| | Other securities | | 1,087,456 |
| | | | <u>2,032,370</u> |
| Materials 4.13% | Celanese Corp. | 2,996,633 | 258,729 |
| | Linde PLC | 892,800 | 189,372 |
| | LyondellBasell Industries NV | 2,453,100 | 161,218 |
| | Other securities | | 792,562 |
| | | | <u>1,401,881</u> |
| Energy 3.74% | Chevron Corp. | 2,625,200 | 234,247 |
| | Other securities | | 1,034,631 |
| | | | <u>1,268,878</u> |
| Utilities 2.88% | CenterPoint Energy, Inc. ³ | 11,210,255 | 209,296 |
| | CenterPoint Energy, Inc. | 1,111,000 | 20,742 |
| | Other securities | | 746,495 |
| | | | <u>976,533</u> |
| Real estate 2.72% | Equinix, Inc. REIT | 555,418 | 390,070 |
| | Crown Castle International Corp. REIT | 1,418,300 | 237,353 |
| | Other securities | | 296,588 |
| | | | <u>924,011</u> |
| | Total common stocks (cost: \$22,200,125,000) | | <u>31,545,188</u> |

Convertible stocks 0.92%

| | | | |
|--|---|--------|----------------|
| Information technology 0.26% | Broadcom Inc., Series A, cumulative convertible preferred shares, 8.00% 2022 | 78,400 | 87,365 |
| | | | |
| Other 0.66% | Other securities | | 224,617 |
| | Total convertible stocks (cost: \$268,527,000) | | <u>311,982</u> |

Bonds, notes & other debt instruments 0.12%

| | | Principal amount (000) |
|--|---|---------------------------|
| Corporate bonds & notes 0.12% | | |
| Other 0.12% | Other securities | 39,975 |
| | Total corporate bonds & notes | <u>39,975</u> |
| | Total bonds, notes & other debt instruments (cost: \$38,346,000) | <u>39,975</u> |

Growth-Income Fund

| | Shares | Value (000) |
|---|------------|----------------------------|
| Short-term securities 6.14% | | |
| Money market investments 6.14% | | |
| Capital Group Central Cash Fund 0.18% ⁴ | 20,848,370 | \$ 2,085,046 |
| Total short-term securities (cost: \$2,084,942,000) | | <u>2,085,046</u> |
| Total investment securities 100.08% (cost: \$24,591,940,000) | | 33,982,191 |
| Other assets less liabilities (0.08)% | | (27,852) |
| Net assets 100.00% | | <u><u>\$33,954,339</u></u> |

This summary investment portfolio is designed to streamline the report and help investors better focus on the fund's principal holdings. See the inside back cover for details on how to obtain a complete schedule of portfolio holdings.

"Other securities" includes all issues that are not disclosed separately in the summary investment portfolio.

Investments in affiliates

A company is an affiliate of the fund under the Investment Company Act of 1940 if the fund's holdings represent 5% or more of the outstanding voting shares of that company. Further details on this holding and related transactions during the six months ended June 30, 2020, appear below.

| | Beginning shares | Additions | Reductions | Ending shares | Net realized loss (000) | Net unrealized depreciation (000) | Dividend income (000) | Value of affiliate at 6/30/2020 (000) |
|-------------------------------------|---------------------|-----------|------------|------------------|----------------------------------|--|-----------------------------|--|
| Common stocks 0.00% | | | | | | | | |
| Industrials 0.00% | | | | | | | | |
| BWX Technologies, Inc. ⁵ | 5,414,670 | 279,000 | 1,812,759 | 3,880,911 | \$(16,774) | \$(23,515) | \$1,697 | \$- |

¹Security did not produce income during the last 12 months.

²Valued under fair value procedures adopted by authority of the board of trustees. The total value of all such securities, including those in "Other securities," was \$2,744,357,000, which represented 8.08% of the net assets of the fund. This entire amount relates to certain securities trading outside the U.S. whose values were adjusted as a result of significant market movements following the close of local trading.

³Acquired in a transaction exempt from registration under Rule 144A of the Securities Act of 1933. May be resold in the U.S. in transactions exempt from registration, normally to qualified institutional buyers. The total value of all such securities, including those in "Other securities," was \$243,073,000, which represented .72% of the net assets of the fund.

⁴Rate represents the seven-day yield at 6/30/2020.

⁵Unaffiliated issuer at 6/30/2020.

Key to abbreviation

ADR = American Depositary Receipts

See notes to financial statements.

International Growth and Income Fund

Summary investment portfolio June 30, 2020

unaudited

Common stocks 88.70%

| | | Shares | Value (000) |
|-------------------------------|--|-----------|----------------|
| Financials | HDFC Bank Ltd. ¹ | 2,457,600 | \$ 35,032 |
| 18.26% | Zurich Insurance Group AG ¹ | 92,200 | 32,470 |
| | AIA Group Ltd. ¹ | 2,338,600 | 21,766 |
| | Banco Santander, SA ¹ | 8,856,538 | 21,597 |
| | ING Groep NV ¹ | 2,789,300 | 19,377 |
| | Insurance Australia Group Ltd. ¹ | 3,666,000 | 14,654 |
| | B3 SA - Brasil, Bolsa, Balcao | 1,302,000 | 13,190 |
| | Sberbank of Russia PJSC (ADR) ^{1,2} | 999,000 | 11,350 |
| | Sony Financial Holdings Inc. ¹ | 410,400 | 9,877 |
| | Other securities | | 58,197 |
| | | | <u>237,510</u> |
| Industrials | Shanghai International Airport Co., Ltd., Class A ¹ | 3,091,967 | 31,361 |
| 14.69% | Aena SME, SA, non-registered shares ^{1,2} | 121,450 | 16,168 |
| | Airbus SE, non-registered shares ^{1,2} | 216,160 | 15,382 |
| | ASSA ABLOY AB, Class B ¹ | 681,100 | 13,829 |
| | SAAB AB, Class B ^{1,2} | 510,000 | 12,711 |
| | Singapore Technologies Engineering Ltd ¹ | 5,270,000 | 12,506 |
| | Deutsche Post AG ^{1,2} | 342,000 | 12,476 |
| | Recruit Holdings Co., Ltd. ¹ | 350,100 | 11,968 |
| | Airports of Thailand PCL, foreign registered ¹ | 5,250,000 | 10,297 |
| | Other securities | | 54,440 |
| | | | <u>191,138</u> |
| Health care | Novartis AG ¹ | 502,545 | 43,667 |
| 12.55% | Daiichi Sankyo Company, Ltd. ¹ | 453,000 | 36,995 |
| | Takeda Pharmaceutical Company, Ltd. ¹ | 518,353 | 18,500 |
| | Fresenius SE & Co. KGaA ^{1,2} | 283,701 | 14,004 |
| | Chugai Pharmaceutical Company, Ltd. ¹ | 228,900 | 12,236 |
| | Aier Eye Hospital Group Co., Ltd., Class A ¹ | 1,784,955 | 11,008 |
| | Other securities | | 26,926 |
| | | | <u>163,336</u> |
| Consumer discretionary | Sony Corp. ¹ | 498,900 | 34,165 |
| 11.14% | LVMH Moët Hennessy-Louis Vuitton SE ¹ | 48,000 | 21,024 |
| | GVC Holdings PLC ¹ | 1,975,100 | 18,097 |
| | Galaxy Entertainment Group Ltd. ¹ | 2,365,000 | 16,058 |
| | Kering SA ¹ | 29,000 | 15,752 |
| | Taylor Wimpey PLC ¹ | 7,352,400 | 12,971 |
| | Alibaba Group Holding Ltd. ^{1,2} | 430,800 | 11,641 |
| | Other securities | | 15,234 |
| | | | <u>144,942</u> |
| Utilities | E.ON SE ¹ | 3,629,500 | 40,806 |
| 9.15% | SSE PLC ¹ | 1,320,450 | 22,295 |
| | ENN Energy Holdings Ltd. ¹ | 1,658,000 | 18,621 |
| | National Grid PLC ¹ | 887,664 | 10,870 |
| | Ørsted AS ¹ | 92,807 | 10,703 |
| | Other securities | | 15,821 |
| | | | <u>119,116</u> |
| Communication services | SoftBank Group Corp. ¹ | 580,800 | 29,265 |
| 6.65% | Yandex NV, Class A ² | 470,000 | 23,509 |
| | Tencent Holdings Ltd. ¹ | 297,700 | 19,123 |
| | Other securities | | 14,575 |
| | | | <u>86,472</u> |

International Growth and Income Fund

| Common stocks (continued) | | Shares | Value (000) |
|---|---|---------------------------|------------------|
| Information technology 4.03% | SUMCO Corp. ¹ | 1,230,000 | \$ 18,830 |
| | ASML Holding NV ¹ | 47,800 | 17,522 |
| | Taiwan Semiconductor Manufacturing Company, Ltd. ¹ | 1,520,000 | 16,085 |
| | | | <u>52,437</u> |
| Consumer staples 3.89% | British American Tobacco PLC ¹ | 548,402 | 21,070 |
| | Imperial Brands PLC ¹ | 557,516 | 10,617 |
| | Other securities | | 18,953 |
| | | | <u>50,640</u> |
| Materials 3.83% | Rio Tinto PLC ¹ | 243,800 | 13,719 |
| | UPL Ltd. ^{1,2} | 2,118,000 | 11,961 |
| | Air Liquide SA, non-registered shares ¹ | 79,200 | 11,412 |
| | Other securities | | 12,780 |
| | | | <u>49,872</u> |
| Real estate 2.80% | Sun Hung Kai Properties Ltd. ¹ | 1,241,000 | 15,816 |
| | CK Asset Holdings Ltd. ¹ | 2,626,000 | 15,615 |
| | Other securities | | 4,943 |
| | | | <u>36,374</u> |
| Energy 1.71% | Other securities | | 22,204 |
| | Total common stocks (cost: \$1,056,951,000) | | <u>1,154,041</u> |
| Preferred securities 0.50% | | | |
| Energy 0.50% | Other securities | | 6,478 |
| | Total preferred securities (cost: \$5,126,000) | | <u>6,478</u> |
| Rights & warrants 0.62% | | | |
| Health care 0.62% | Aier Eye Hospital Group Co., Ltd., Class A, warrants, expires 2021 ^{1,3} | 958,500 | 5,734 |
| | Aier Eye Hospital Group Co., Ltd., Class A, warrants, expires 2021 ^{1,2,3} | 382,799 | 2,290 |
| | | | <u>8,024</u> |
| | Total rights & warrants (cost: \$8,134,000) | | <u>8,024</u> |
| Bonds, notes & other debt instruments 0.66% | | Principal amount (000) | |
| Bonds & notes of governments & government agencies outside the U.S. 0.37% | | | |
| Bonds & notes of governments & government agencies outside the U.S. 0.37% | Other securities | | 4,738 |
| | | | <u>4,738</u> |
| Corporate bonds & notes 0.29% | | | |
| Health care 0.29% | Other securities | | 3,823 |
| | Total bonds, notes & other debt instruments (cost: \$9,513,000) | | <u>8,561</u> |

International Growth and Income Fund

| Short-term securities 9.32% | Shares | Value (000) |
|---|-----------|---------------------------|
| Money market investments 9.32% | | |
| Capital Group Central Cash Fund 0.18% ⁴ | 1,213,278 | \$ 121,340 |
| Total short-term securities (cost: \$121,328,000) | | <u>121,340</u> |
| Total investment securities 99.80% (cost: \$1,201,052,000) | | 1,298,444 |
| Other assets less liabilities 0.20% | | <u>2,540</u> |
| Net assets 100.00% | | <u><u>\$1,300,984</u></u> |

This summary investment portfolio is designed to streamline the report and help investors better focus on the fund's principal holdings. See the inside back cover for details on how to obtain a complete schedule of portfolio holdings.

"Other securities" includes all issues that are not disclosed separately in the summary investment portfolio.

¹Valued under fair value procedures adopted by authority of the board of trustees. The total value of all such securities, including those in "Other securities," was \$1,088,755,000, which represented 83.69% of the net assets of the fund. This amount includes \$1,080,727,000 related to certain securities trading outside the U.S. whose values were adjusted as a result of significant market movements following the close of local trading.

²Security did not produce income during the last 12 months.

³Acquired in a transaction exempt from registration under Rule 144A of the Securities Act of 1933. May be resold in the U.S. in transactions exempt from registration, normally to qualified institutional buyers. The total value of all such securities, including those in "Other securities," was \$9,918,000, which represented .76% of the net assets of the fund.

⁴Rate represents the seven-day yield at 6/30/2020.

Key to abbreviation

ADR = American Depositary Receipts

See notes to financial statements.

Capital Income Builder

Summary investment portfolio June 30, 2020

unaudited

| Common stocks 70.00% | | Shares | Value (000) |
|--|---|-----------|----------------|
| Health care 11.51% | Gilead Sciences, Inc. | 302,403 | \$ 23,267 |
| | AbbVie Inc. | 225,462 | 22,136 |
| | Amgen Inc. | 75,995 | 17,924 |
| | GlaxoSmithKline PLC ¹ | 865,174 | 17,530 |
| | Novartis AG ¹ | 152,562 | 13,256 |
| | AstraZeneca PLC ¹ | 52,858 | 5,510 |
| | AstraZeneca PLC (ADR) | 11,454 | 606 |
| | Other securities | | 10,470 |
| | | | <u>110,699</u> |
| Consumer staples 9.86% | British American Tobacco PLC ¹ | 550,162 | 21,138 |
| | Philip Morris International Inc. | 262,907 | 18,419 |
| | Coca-Cola Company | 207,076 | 9,252 |
| | General Mills, Inc. | 130,025 | 8,016 |
| | Nestlé SA ¹ | 58,460 | 6,458 |
| | Altria Group, Inc. | 131,620 | 5,166 |
| | Other securities | | 26,345 |
| | | | <u>94,794</u> |
| Utilities 9.02% | Dominion Energy, Inc. | 177,399 | 14,401 |
| | National Grid PLC ¹ | 720,349 | 8,821 |
| | Iberdrola, SA, non-registered shares ¹ | 716,931 | 8,304 |
| | E.ON SE ¹ | 734,500 | 8,258 |
| | SSE PLC ¹ | 443,987 | 7,496 |
| | EDP - Energias de Portugal, SA ¹ | 1,291,886 | 6,161 |
| | Enel SpA ¹ | 619,762 | 5,339 |
| | Other securities | | 27,908 |
| | | | <u>86,688</u> |
| Financials 9.00% | Zurich Insurance Group AG ¹ | 25,819 | 9,093 |
| | CME Group Inc., Class A | 41,952 | 6,819 |
| | Münchener Rückversicherungs-Gesellschaft AG ¹ | 20,578 | 5,340 |
| | Truist Financial Corp. | 139,222 | 5,228 |
| | JPMorgan Chase & Co. | 50,001 | 4,703 |
| | DBS Group Holdings Ltd. ¹ | 312,400 | 4,673 |
| | Other securities | | 50,676 |
| | | | <u>86,532</u> |
| Information technology 8.08% | Broadcom Inc. | 84,199 | 26,574 |
| | Microsoft Corp. | 96,458 | 19,630 |
| | Taiwan Semiconductor Manufacturing Company, Ltd. ¹ | 790,800 | 8,368 |
| | Intel Corp. | 82,778 | 4,953 |
| | Other securities | | 18,178 |
| | | | <u>77,703</u> |
| Real estate 6.15% | Crown Castle International Corp. REIT | 117,596 | 19,680 |
| | Digital Realty Trust, Inc. REIT | 37,881 | 5,383 |
| | CK Asset Holdings Ltd. ¹ | 891,000 | 5,298 |
| | Other securities | | 28,763 |
| | | | <u>59,124</u> |

Capital Income Builder

| Common stocks | | Shares | Value (000) |
|--|--|---------|----------------|
| Energy 4.40% | Chevron Corp. | 108,909 | \$ 9,718 |
| | TC Energy Corp. (CAD denominated) | 133,253 | 5,693 |
| | TC Energy Corp. | 36,765 | 1,576 |
| | Enbridge Inc. (CAD denominated) | 216,401 | 6,580 |
| | Other securities | | 18,693 |
| | | | <u>42,260</u> |
| Communication services 4.26% | Verizon Communications Inc. | 143,888 | 7,933 |
| | BCE Inc. (CAD denominated) | 179,328 | 7,479 |
| | Nippon Telegraph and Telephone Corp. ¹ | 208,800 | 4,861 |
| | Other securities | | 20,643 |
| | | | <u>40,916</u> |
| Industrials 3.74% | United Parcel Service, Inc., Class B | 63,582 | 7,069 |
| | Raytheon Technologies Corp. | 80,975 | 4,990 |
| | Other securities | | 23,888 |
| | | | <u>35,947</u> |
| Materials 2.91% | Dow Inc. | 181,570 | 7,401 |
| | Other securities | | 20,591 |
| | | | <u>27,992</u> |
| Consumer discretionary 1.07% | Other securities | | 10,286 |
| | Total common stocks (cost: \$613,582,000) | | <u>672,941</u> |
| Preferred securities 0.09% | | | |
| Information technology 0.09% | Other securities | | 808 |
| | Total preferred securities (cost: \$689,000) | | <u>808</u> |
| Rights & warrants 0.00% | | | |
| Energy 0.00% | Other securities | | <u>2</u> |
| | Total rights & warrants (cost: \$0) | | <u>2</u> |
| Convertible stocks 1.36% | | | |
| Utilities 0.44% | Dominion Energy, Inc., Series A, convertible preferred shares, 7.25% 2022 | 9,000 | 912 |
| | Other securities | | 3,302 |
| | | | <u>4,214</u> |
| Information technology 0.42% | Broadcom Inc., Series A, cumulative convertible preferred shares, 8.00% 2022 | 3,638 | 4,054 |
| | | | |
| Real estate 0.15% | Crown Castle International Corp. REIT, Series A, convertible preferred shares, 6.875% 2020 | 968 | 1,438 |
| | | | |

Capital Income Builder

| Convertible stocks (continued) | | Shares | Value (000) |
|--------------------------------|--|--------|----------------|
| Other 0.35% | Other securities | | \$ 3,389 |
| | Total convertible stocks (cost: \$12,012,000) | | <u>13,095</u> |

| Convertible bonds & notes 0.06% | | Principal amount (000) | |
|--|--|---------------------------|------------|
| Consumer discretionary 0.06% | Other securities | | 544 |
| | Total convertible bonds & notes (cost: \$541,000) | | <u>544</u> |

Bonds, notes & other debt instruments 24.34%

U.S. Treasury bonds & notes 8.96%

| | | | |
|-------------------------------|--|----------|---------------|
| U.S. Treasury 8.11% | U.S. Treasury 0.125% 2022 | \$20,800 | 20,788 |
| | U.S. Treasury 0.375% 2025 | 13,757 | 13,819 |
| | U.S. Treasury 2.00% 2025 ³ | 13,200 | 14,334 |
| | U.S. Treasury 1.875% 2026 | 6,300 | 6,849 |
| | U.S. Treasury 0.13%-2.00% 2022-2050 ³ | 21,458 | 22,216 |
| | | | <u>78,006</u> |

| | | | |
|--|---|-------|---------------|
| U.S. Treasury inflation-protected securities 0.85% | U.S. Treasury Inflation-Protected Securities 0.13%-0.25% 2025-2050 ^{3,4} | 7,611 | 8,156 |
| | Total U.S. Treasury bonds & notes | | <u>86,162</u> |

Mortgage-backed obligations 7.22%

| | | | |
|--|--|--------|---------------|
| Federal agency mortgage-backed obligations 6.75% | Fannie Mae Pool #MA4042 2.00% 2035 ⁵ | 15,895 | 16,458 |
| | Fannie Mae Pool #CA5540 3.00% 2050 ⁵ | 5,581 | 5,932 |
| | Fannie Mae 3.50%-5.00% 2033-2049 ⁵ | 4,496 | 4,901 |
| | Freddie Mac Pool #SD7512 3.00% 2050 ⁵ | 7,699 | 8,199 |
| | Freddie Mac 3.50%-4.50% 2048-2049 ⁵ | 1,453 | 1,576 |
| | Uniform Mortgage-Backed Security 3.50% 2050 ^{5,6} | 10,080 | 10,601 |
| | Uniform Mortgage-Backed Securities 2.50%-3.00% 2035 ^{5,6} | 4,125 | 4,319 |
| | Other securities | | 12,852 |
| | | | <u>64,838</u> |

| | | | |
|-----------------------|--|--|---------------|
| Other 0.47% | Other securities | | 4,574 |
| | Total mortgage-backed obligations | | <u>69,412</u> |

Corporate bonds & notes 6.98%

| | | | |
|---------------------------|--|----|--------------|
| Utilities 1.01% | Virginia Electric and Power Co. 4.00% 2046 | 85 | 102 |
| | Other securities | | 9,599 |
| | | | <u>9,701</u> |

| | | | |
|-----------------------------|--|-----|--------------|
| Health care 1.01% | AbbVie Inc. 2.95%-4.25% 2026-2049 ⁷ | 461 | 515 |
| | Amgen Inc. 3.375% 2050 | 150 | 165 |
| | Novartis Capital Corp. 1.75%-2.00% 2025-2027 | 328 | 345 |
| | Other securities | | 8,628 |
| | | | <u>9,653</u> |

Capital Income Builder

| Bonds, notes & other debt instruments | | Principal amount (000) | Value (000) |
|---|--|---------------------------|-------------------------|
| Consumer staples 0.50% | British American Tobacco PLC 3.22%-4.91% 2026-2049 | \$ 1,540 | \$ 1,705 |
| | Philip Morris International Inc. 3.375% 2029 | 450 | 512 |
| | Other securities | | 2,534 |
| | | | <u>4,751</u> |
| Information technology 0.40% | Broadcom Corp. 3.875% 2027 | 370 | 400 |
| | Broadcom Inc. 5.00% 2030 ⁷ | 805 | 927 |
| | Other securities | | 2,507 |
| | | | <u>3,834</u> |
| Other 4.06% | Other securities | | 39,138 |
| | Total corporate bonds & notes | | <u>67,077</u> |
| Bonds & notes of governments & government agencies outside the U.S. 0.14% | | | |
| Bonds & notes of governments & government agencies outside the U.S. 0.14% | Other securities | | <u>1,339</u> |
| Other bonds & notes 1.04% | | | |
| | Other securities | | <u>10,027</u> |
| | Total bonds, notes & other debt instruments (cost: \$225,620,000) | | <u>234,017</u> |
| Short-term securities 5.56% | | Shares | |
| Money market investments 5.56% | | | |
| | Capital Group Central Cash Fund 0.18% ⁸ | 500,631 | 50,070 |
| | Goldman Sachs Financial Square Government Fund 0.15% ^{8,9} | 3,395,926 | 3,396 |
| | | | <u>53,466</u> |
| | Total short-term securities (cost: \$53,463,000) | | <u>53,466</u> |
| | Total investment securities 101.41% (cost: \$905,907,000) | | 974,871 |
| | Other assets less liabilities (1.41)% | | (13,570) |
| | Net assets 100.00% | | <u><u>\$961,301</u></u> |

This summary investment portfolio is designed to streamline the report and help investors better focus on the fund's principal holdings. See the inside back cover for details on how to obtain a complete schedule of portfolio holdings.

"Other securities" includes all issues that are not disclosed separately in the summary investment portfolio. "Other securities" also includes securities on loan. The total value of securities on loan was \$3,593,000, which represented .37% of the net assets of the fund. Refer to Note 5 for more information on securities lending.

Capital Income Builder

Futures contracts

| Contracts | Type | Number of contracts | Expiration | Notional amount ¹⁰ (000) | Value at 6/30/2020 ¹¹ (000) | Unrealized (depreciation) appreciation at 6/30/2020 (000) |
|--|-------|---------------------|----------------|--|---|--|
| 90 Day Euro Dollar Futures | Short | 130 | September 2020 | \$(32,500) | \$(32,414) | \$ (12) |
| 90 Day Euro Dollar Futures | Short | 80 | March 2021 | (20,000) | (19,960) | (7) |
| 90 Day Euro Dollar Futures | Short | 168 | March 2022 | (42,000) | (41,924) | (15) |
| 2 Year U.S. Treasury Note Futures | Long | 15 | October 2020 | 3,000 | 3,312 | 1 |
| 5 Year U.S. Treasury Note Futures | Long | 91 | October 2020 | 9,100 | 11,442 | 30 |
| 10 Year U.S. Treasury Note Futures | Short | 23 | September 2020 | (2,300) | (3,201) | (12) |
| 10 Year Ultra U.S. Treasury Note Futures | Short | 31 | September 2020 | (3,100) | (4,882) | (24) |
| 20 Year U.S. Treasury Bond Futures | Long | 7 | September 2020 | 700 | 1,250 | 18 |
| 30 Year Ultra U.S. Treasury Bond Futures | Long | 56 | September 2020 | 5,600 | 12,217 | 114 |
| | | | | | | <u>\$ 93</u> |

Forward currency contracts

| Contract amount | | Counterparty | Settlement date | Unrealized depreciation at 6/30/2020 (000) |
|--------------------|----------------|---------------|-----------------|---|
| Purchases (000) | Sales (000) | | | |
| MXN2,100 | USD95 | Goldman Sachs | 7/20/2020 | \$(4) |

Swap contracts

Interest rate swaps

| Receive | Pay | Expiration date | Notional (000) | Value at 6/30/2020 (000) | Upfront premium paid (000) | Unrealized (depreciation) appreciation at 6/30/2020 (000) |
|-------------------|---------|-----------------|-------------------|-----------------------------|-------------------------------|--|
| U.S. EFFR | 0.11% | 5/18/2024 | \$ 6,200 | \$ - ² | \$- | \$ - ² |
| 3-month USD-LIBOR | 0.337% | 5/18/2025 | 21,500 | (19) | - | (19) |
| U.S. EFFR | 0.1275% | 6/25/2025 | 2,700 | (6) | - | (6) |
| U.S. EFFR | 0.0975% | 6/30/2025 | 1,460 | (1) | - | (1) |
| U.S. EFFR | 0.106% | 6/30/2025 | 1,190 | (1) | - | (1) |
| U.S. EFFR | 0.105% | 6/30/2025 | 2,700 | (2) | - | (2) |
| 3-month USD-LIBOR | 0.5935% | 5/18/2030 | 7,200 | 26 | - | 26 |
| 3-month USD-LIBOR | 0.807% | 5/18/2050 | 1,800 | 55 | - | 55 |
| | | | | | <u>\$-</u> | <u>\$ 52</u> |

Credit default swaps

Centrally cleared credit default swaps on credit indices – sell protection

| Receive/ Payment frequency | Pay | Expiration date | Notional (000) | Value at 6/30/2020 (000) | Upfront receipts (000) | Unrealized appreciation at 6/30/2020 (000) |
|-------------------------------|--------------|-----------------|-------------------|-----------------------------|---------------------------|---|
| 5.00%/Quarterly | CDX.NA.HY.25 | 6/20/2025 | \$3,444 | \$(24) | \$(251) | \$227 |

Capital Income Builder

The following footnotes apply to either the individual securities noted or one or more of the securities aggregated and listed as a single line item.

¹Valued under fair value procedures adopted by authority of the board of trustees. The total value of all such securities, including those in "Other securities," was \$273,388,000, which represented 28.44% of the net assets of the fund. This entire amount relates to certain securities trading outside the U.S. whose values were adjusted as a result of significant market movements following the close of local trading.

²Amount less than one thousand.

³All or a portion of this security was pledged as collateral. The total value of pledged collateral was \$2,514,000, which represented .26% of the net assets of the fund.

⁴Index-linked bond whose principal amount moves with a government price index.

⁵Principal payments may be made periodically. Therefore, the effective maturity date may be earlier than the stated maturity date.

⁶Purchased on a TBA basis.

⁷Acquired in a transaction exempt from registration under Rule 144A of the Securities Act of 1933. May be resold in the U.S. in transactions exempt from registration, normally to qualified institutional buyers. The total value of all such securities, including those in "Other securities," was \$22,007,000, which represented 2.29% of the net assets of the fund.

⁸Rate represents the seven-day yield at 6/30/2020.

⁹Security purchased with cash collateral from securities on loan. Refer to Note 5 for more information on securities lending.

¹⁰Notional amount is calculated based on the number of contracts and notional contract size.

¹¹Value is calculated based on the notional amount and current market price.

Key to abbreviations and symbol

ADR = American Depositary Receipts

CAD = Canadian dollars

EFFR = Effective Federal Funds Rate

LIBOR = London Interbank Offered Rate

MXN = Mexican pesos

TBA = To-be-announced

USD/\$ = U.S. dollars

See notes to financial statements.

Asset Allocation Fund

Summary investment portfolio June 30, 2020

unaudited

| Common stocks 59.62% | | Shares | Value (000) |
|---|--|------------------|------------------|
| Information technology 14.52% | Microsoft Corp. | 5,441,900 | \$1,107,481 |
| | Broadcom Inc. | 1,490,000 | 470,259 |
| | Taiwan Semiconductor Manufacturing Company, Ltd. (ADR) | 6,056,700 | 343,839 |
| | ASML Holding NV (New York registered) (ADR) | 795,900 | 292,915 |
| | ASML Holding NV ¹ | 70,000 | 25,661 |
| | MKS Instruments, Inc. | 2,200,000 | 249,128 |
| | VeriSign, Inc. ² | 1,100,000 | 227,513 |
| | Dell Technologies Inc., Class C ² | 3,250,000 | 178,555 |
| | Other securities | | 938,740 |
| | | | <u>3,834,091</u> |
| Health care 11.48% | Johnson & Johnson | 3,885,000 | 546,348 |
| | UnitedHealth Group Inc. | 1,322,300 | 390,012 |
| | Humana Inc. | 965,000 | 374,179 |
| | Gilead Sciences, Inc. | 3,647,800 | 280,662 |
| | Cigna Corp. | 1,275,000 | 239,254 |
| | Abbott Laboratories | 2,200,000 | 201,146 |
| | Thermo Fisher Scientific Inc. | 507,000 | 183,706 |
| | Vertex Pharmaceuticals Inc. ² | 550,000 | 159,670 |
| | Other securities | | 655,341 |
| | | | <u>3,030,318</u> |
| Financials 9.23% | Chubb Ltd. | 2,200,000 | 278,564 |
| | First Republic Bank | 1,980,000 | 209,860 |
| | CME Group Inc., Class A | 977,200 | 158,834 |
| | Apollo Global Management, Inc., Class A | 2,769,732 | 138,265 |
| | Bank of America Corp. | 5,750,000 | 136,563 |
| | JPMorgan Chase & Co. | 1,400,000 | 131,684 |
| | | Other securities | |
| | | | <u>2,437,629</u> |
| Consumer discretionary 5.26% | Amazon.com, Inc. ² | 171,400 | 472,862 |
| | Home Depot, Inc. | 1,113,000 | 278,818 |
| | Aramark | 8,000,000 | 180,560 |
| | | Other securities | |
| | | | <u>1,389,098</u> |
| Consumer staples 4.83% | Philip Morris International Inc. | 7,343,000 | 514,451 |
| | Nestlé SA ¹ | 3,130,000 | 345,787 |
| | Nestlé SA (ADR) | 900,000 | 99,396 |
| | Altria Group, Inc. | 3,300,000 | 129,525 |
| | | Other securities | |
| | | | <u>1,273,877</u> |
| Industrials 4.16% | Northrop Grumman Corp. | 1,249,400 | 384,115 |
| | Lockheed Martin Corp. | 663,000 | 241,942 |
| | CSX Corp. | 2,038,000 | 142,130 |
| | L3Harris Technologies, Inc. | 791,100 | 134,226 |
| | | Other securities | |
| | | | <u>1,097,844</u> |
| Communication services 3.72% | Charter Communications, Inc., Class A ² | 727,126 | 370,863 |
| | Facebook, Inc., Class A ² | 952,100 | 216,194 |
| | | Other securities | |
| | | | <u>981,722</u> |

Asset Allocation Fund

| Common stocks | | Shares | Value (000) |
|---|---------------------------------------|------------|-------------------|
| Materials 2.86% | Dow Inc. | 4,800,000 | \$ 195,648 |
| | LyondellBasell Industries NV | 2,368,100 | 155,631 |
| | Other securities | | 404,438 |
| | | | <u>755,717</u> |
| Utilities 1.48% | Enel SpA ¹ | 24,000,000 | 206,764 |
| | CMS Energy Corp. | 2,284,700 | 133,472 |
| | Other securities | | 49,295 |
| | | | <u>389,531</u> |
| Energy 1.28% | Other securities | | <u>337,131</u> |
| Real estate 0.80% | Crown Castle International Corp. REIT | 755,000 | 126,349 |
| | Other securities | | 84,827 |
| | | | <u>211,176</u> |
| Total common stocks (cost: \$10,640,057,000) | | | <u>15,738,134</u> |

Rights & warrants 0.00%

| | | | |
|-----------------------|--|--|------------|
| Other 0.00% | Other securities | | <u>133</u> |
| | Total rights & warrants (cost: \$181,000) | | <u>133</u> |

Convertible stocks 0.63%

| | | | |
|--|--|--------|----------------|
| Information technology 0.25% | Broadcom Inc., Series A, cumulative convertible preferred shares, 8.00% 2022 | 60,000 | <u>66,861</u> |
| Other 0.38% | Other securities | | <u>100,262</u> |
| | Total convertible stocks (cost: \$154,257,000) | | <u>167,123</u> |

Convertible bonds & notes 0.00%

| | | Principal amount (000) | |
|--|--|---------------------------|-----------|
| Communication services 0.00% | Other securities | | <u>71</u> |
| | Total convertible bonds & notes (cost: \$101,000) | | <u>71</u> |

Bonds, notes & other debt instruments 33.05%

Corporate bonds & notes 13.30%

| | | | |
|-----------------------------|---|----------|----------------|
| Financials 2.36% | ACE INA Holdings Inc. 2.30%-4.35% 2020-2045 | \$ 7,405 | 8,053 |
| | Other securities | | <u>615,296</u> |
| | | | <u>623,349</u> |
| Health care 1.99% | UnitedHealth Group Inc. 2.38%-4.45% 2024-2048 | 14,200 | 17,007 |
| | Other securities | | <u>510,034</u> |
| | | | <u>527,041</u> |

Asset Allocation Fund

| Bonds, notes & other debt instruments (continued) | | Principal amount (000) | Value (000) |
|--|---|---|---|
| Corporate bonds & notes (continued) | | | |
| Utilities 1.78% | Other securities | | \$ 470,370 |
| Communication services 1.39% | CCO Holdings LLC and CCO Holdings Capital Corp. 2.80%-5.75% 2025-2051 ³ Other securities | \$ 32,594 | 33,583 333,739 |
| Industrials 1.04% | Northrop Grumman Corp. 2.55%-5.25% 2022-2050 Other securities | 13,454 | 15,313 258,848 |
| Consumer discretionary 0.92% | Amazon.com, Inc. 1.50%-2.80% 2023-2060 Home Depot, Inc. 2.70%-4.50% 2028-2050 Other securities | 11,555 19,294 | 11,823 22,364 209,411 |
| Consumer staples 0.82% | Nestlé Holdings, Inc. 3.35% 2023 ³ Philip Morris International Inc. 1.88%-3.38% 2021-2030 Other securities | 750 13,663 | 816 14,607 200,236 |
| Information technology 0.80% | Broadcom Corp. 3.875% 2027 Broadcom Inc. 3.13%-5.00% 2022-2030 ³ Broadcom Ltd. 3.50%-3.63% 2024-2028 Microsoft Corp. 2.53%-4.20% 2027-2050 Other securities | 3,060 45,777 2,187 11,250 | 3,311 51,495 2,329 13,861 141,396 |
| Other 2.20% | Other securities | | 578,658 |
| | Total corporate bonds & notes | | 3,512,550 |
| U.S. Treasury bonds & notes 10.32% | | | |
| U.S. Treasury 8.67% | U.S. Treasury 2.50% 2021 U.S. Treasury 2.50% 2024 U.S. Treasury 1.375% 2025 U.S. Treasury 0.625% 2030 U.S. Treasury 2.375% 2049 ⁴ U.S. Treasury 2.00% 2050 ⁴ U.S. Treasury 0.13%-3.00% 2020-2049 ⁴ | 200,000 225,000 131,900 174,477 103,700 131,548 1,195,247 | 202,718 243,475 138,562 173,945 128,014 150,590 1,252,209 |
| U.S. Treasury inflation-protected securities 1.65% | U.S. Treasury Inflation-Protected Security 1.00% 2049 ^{4,5} U.S. Treasury Inflation-Protected Securities 0.13%-1.00% 2024-2050 ^{4,5} | 100,974 278,644 | 135,026 300,565 |
| | Total U.S. Treasury bonds & notes | | 2,725,104 |
| Mortgage-backed obligations 8.55% | | | |
| Federal agency mortgage-backed obligations 8.24% | Fannie Mae 0%-7.50% 2021-2049 ^{6,7} Government National Mortgage Assn. 2.50% 2050 ^{6,8} Government National Mortgage Assn. 3.00%-4.50% 2048-2050 ^{6,8} Uniform Mortgage-Backed Security 2.50% 2050 ^{6,8} | 284,078 127,582 333,349 213,217 | 304,340 133,981 353,346 221,323 |

Asset Allocation Fund

| Bonds, notes & other debt instruments | | Principal amount (000) | Value (000) |
|---|--|---------------------------|---------------------|
| | Uniform Mortgage-Backed Security 3.00% 2050 ^{6,8} | \$ 203,153 | \$ 213,613 |
| | Uniform Mortgage-Backed Security 3.50% 2050 ^{6,8} | 147,711 | 155,364 |
| | Uniform Mortgage-Backed Securities 2.00%–4.50% 2035–2050 ^{6,8} | 386,355 | 404,676 |
| | Other securities | | 387,369 |
| | | | <u>2,174,012</u> |
| Other | Other securities | | 82,566 |
| 0.31% | Total mortgage-backed obligations | | <u>2,256,578</u> |
| Federal agency bonds & notes 0.05% | | | |
| | Fannie Mae 1.875% 2026 | 13,000 | 14,005 |
| Other 0.83% | | | |
| | Other securities | | 217,692 |
| | Total bonds, notes & other debt instruments (cost: \$8,377,384,000) | | <u>8,725,929</u> |
| Short-term securities 11.51% | | Shares | |
| Money market investments 11.51% | | | |
| | Capital Group Central Cash Fund 0.18% ⁹ | 29,928,879 | 2,993,187 |
| | Goldman Sachs Financial Square Government Fund 0.15% ^{9,10} | 45,304,569 | 45,304 |
| | | | <u>3,038,491</u> |
| | Total short-term securities (cost: \$3,038,192,000) | | <u>3,038,491</u> |
| | Total investment securities 104.81% (cost: \$22,210,172,000) | | 27,669,881 |
| | Other assets less liabilities (4.81)% | | <u>(1,271,034)</u> |
| | Net assets 100.00% | | <u>\$26,398,847</u> |

This summary investment portfolio is designed to streamline the report and help investors better focus on the fund's principal holdings. See the inside back cover for details on how to obtain a complete schedule of portfolio holdings.

"Other securities" includes all issues that are not disclosed separately in the summary investment portfolio. "Other securities" also includes loan participations and assignments, which may be subject to legal or contractual restrictions on resale. The total value of all such loans was \$38,597,000, which represented .15% of the net assets of the fund. Some securities in "Other securities" (with an aggregate value of \$9,374,000, an aggregate cost of \$9,168,000, and which represented .04% of the net assets of the fund) were acquired from 9/26/2013 to 9/4/2018 through private placement transactions exempt from registration under the Securities Act of 1933, which may subject them to legal or contractual restrictions on resale.

Asset Allocation Fund

Futures contracts

| Contracts | Type | Number of contracts | Expiration | Notional amount ¹¹ (000) | Value at 6/30/2020 ¹² (000) | Unrealized appreciation (depreciation) at 6/30/2020 (000) |
|--|-------|---------------------|----------------|--|---|--|
| 2 Year U.S. Treasury Note Futures | Long | 3,513 | October 2020 | \$ 702,600 | \$ 775,769 | \$ 121 |
| 5 Year U.S. Treasury Note Futures | Long | 1,746 | October 2020 | 174,600 | 219,546 | 568 |
| 10 Year U.S. Treasury Note Futures | Long | 35 | September 2020 | 3,500 | 4,871 | 19 |
| 10 Year Ultra U.S. Treasury Note Futures | Short | 1,117 | September 2020 | (111,700) | (175,910) | (726) |
| 20 Year U.S. Treasury Bond Futures | Long | 911 | September 2020 | 91,100 | 162,670 | 709 |
| 30 Year Ultra U.S. Treasury Bond Futures | Long | 280 | September 2020 | 28,000 | 61,084 | 57 |
| | | | | | | <u>\$ 748</u> |

Swap contracts

Credit default swaps

Centrally cleared credit default swaps on credit indices – sell protection

| Receive/ Payment frequency | Pay | Expiration date | Notional (000) | Value at 6/30/2020 (000) | Upfront receipts (000) | Unrealized appreciation at 6/30/2020 (000) |
|-------------------------------|--------------|-----------------|-------------------|-----------------------------|---------------------------|--|
| 1.00%/Quarterly | CDX.NA.IG.34 | 6/20/2025 | \$100 | \$1 | \$1 | \$- ¹³ |

Investments in affiliates

A company is an affiliate of the fund under the Investment Company Act of 1940 if the fund's holdings represent 5% or more of the outstanding voting shares of that company. The value of the fund's affiliated-company holdings is either shown in the summary investment portfolio or included in the value of "Other securities" under the respective industry sectors. Further details on these holdings and related transactions during the six months ended June 30, 2020, appear below.

| | Beginning shares | Additions | Reductions | Ending shares | Net realized gain (000) | Net unrealized appreciation (depreciation) (000) | Dividend income (000) | Value of affiliates at 6/30/2020 (000) |
|-------------------------------------|------------------|-----------|------------|---------------|----------------------------|--|--------------------------|---|
| Common stocks 0.29% | | | | | | | | |
| Information technology 0.00% | | | | | | | | |
| MKS Instruments, Inc. ¹⁴ | 2,800,000 | 200,000 | 800,000 | 2,200,000 | \$13,498 | \$ 967 | \$1,160 | \$ - |
| Health care 0.04% | | | | | | | | |
| NuCana PLC (ADR) ^{2,15} | 1,189,677 | 742,476 | - | 1,932,153 | - | (694) | - | 10,434 |
| Consumer discretionary 0.25% | | | | | | | | |
| Kontoor Brands, Inc. | 3,250,000 | 450,000 | - | 3,700,000 | - | (79,883) | 1,820 | 65,897 |
| Total 0.29% | | | | | <u>\$13,498</u> | <u>\$(79,610)</u> | <u>\$2,980</u> | <u>\$76,331</u> |

Asset Allocation Fund

The following footnotes apply to either the individual securities noted or one or more of the securities aggregated and listed as a single line item.

¹Valued under fair value procedures adopted by authority of the board of trustees. The total value of all such securities, including those in "Other securities," was \$1,138,575,000, which represented 4.31% of the net assets of the fund. This amount includes \$1,119,010,000 related to certain securities trading outside the U.S. whose values were adjusted as a result of significant market movements following the close of local trading.

²Security did not produce income during the last 12 months.

³Acquired in a transaction exempt from registration under Rule 144A of the Securities Act of 1933. May be resold in the U.S. in transactions exempt from registration, normally to qualified institutional buyers. The total value of all such securities, including those in "Other securities," was \$1,109,444,000, which represented 4.20% of the net assets of the fund.

⁴All or a portion of this security was pledged as collateral. The total value of pledged collateral was \$9,317,000, which represented .04% of the net assets of the fund.

⁵Index-linked bond whose principal amount moves with a government price index.

⁶Principal payments may be made periodically. Therefore, the effective maturity date may be earlier than the stated maturity date.

⁷Coupon rate may change periodically. Reference rate and spread are as of the most recent information available. Some coupon rates are determined by the issuer or agent based on current market conditions; therefore, the reference rate and spread are not available.

⁸Purchased on a TBA basis.

⁹Rate represents the seven-day yield at 6/30/2020.

¹⁰Security purchased with cash collateral from securities on loan. Refer to Note 5 for more information on securities lending.

¹¹Notional amount is calculated based on the number of contracts and notional contract size.

¹²Value is calculated based on the notional amount and current market price.

¹³Amount less than one thousand.

¹⁴Unaffiliated issuer at 6/30/2020.

¹⁵All or a portion of this security was on loan. The total value of all such securities, including those in "Other securities," was \$47,984,000, which represented .18% of the net assets of the fund. Refer to Note 5 for more information on securities lending.

Key to abbreviations

ADR = American Depositary Receipts

TBA = To-be-announced

USD/\$ = U.S. dollars

See notes to financial statements.

Global Balanced Fund

Summary investment portfolio June 30, 2020

unaudited

| Common stocks 58.88% | | Shares | Value (000) |
|---|---|---------|----------------|
| Information technology 13.45% | ASML Holding NV ¹ | 32,700 | \$11,986 |
| | Taiwan Semiconductor Manufacturing Company, Ltd. ¹ | 860,000 | 9,101 |
| | Broadcom Inc. | 26,895 | 8,488 |
| | Microsoft Corp. | 40,420 | 8,226 |
| | PagSeguro Digital Ltd., Class A ² | 154,528 | 5,461 |
| | Tokyo Electron Ltd. ¹ | 11,800 | 2,896 |
| | Visa Inc., Class A | 14,600 | 2,820 |
| | Keyence Corp. ¹ | 5,800 | 2,422 |
| Other securities | | 4,189 | |
| | | | <u>55,589</u> |
| Health care 11.13% | AstraZeneca PLC ¹ | 102,050 | 10,638 |
| | Merck & Co., Inc. | 116,325 | 8,995 |
| | Humana Inc. | 14,800 | 5,739 |
| | Coloplast A/S, Class B ¹ | 23,150 | 3,589 |
| | Fisher & Paykel Healthcare Corp. Ltd. ¹ | 134,000 | 3,099 |
| | Pfizer Inc. | 78,500 | 2,567 |
| | UnitedHealth Group Inc. | 8,045 | 2,373 |
| | Other securities | | 9,011 |
| | | | <u>46,011</u> |
| Consumer staples 8.31% | Philip Morris International Inc. | 110,300 | 7,728 |
| | Nestlé SA ¹ | 59,100 | 6,529 |
| | British American Tobacco PLC ¹ | 156,300 | 6,005 |
| | Altria Group, Inc. | 131,700 | 5,169 |
| | Keurig Dr Pepper Inc. | 106,000 | 3,010 |
| | Other securities | | 5,883 |
| | | | <u>34,324</u> |
| Financials 7.35% | Zurich Insurance Group AG ¹ | 13,940 | 4,909 |
| | Berkshire Hathaway Inc., Class A ² | 16 | 4,277 |
| | JPMorgan Chase & Co. | 43,800 | 4,120 |
| | B3 SA - Brasil, Bolsa, Balcao | 376,000 | 3,809 |
| | BlackRock, Inc. | 5,730 | 3,118 |
| | S&P Global Inc. | 8,000 | 2,636 |
| | Other securities | | 7,504 |
| | | | <u>30,373</u> |
| Industrials 5.82% | Lockheed Martin Corp. | 7,300 | 2,664 |
| | SMC Corp. ¹ | 5,000 | 2,552 |
| | Boeing Company | 12,700 | 2,328 |
| | Other securities | | 16,515 |
| | | | <u>24,059</u> |
| Consumer discretionary 4.40% | Home Depot, Inc. | 20,475 | 5,129 |
| | Amazon.com, Inc. ² | 1,375 | 3,793 |
| | Alibaba Group Holding Ltd. ^{1,2} | 109,600 | 2,962 |
| | Ocado Group PLC ^{1,2} | 109,500 | 2,749 |
| | LVMH Moët Hennessy-Louis Vuitton SE ¹ | 5,765 | 2,525 |
| Other securities | | 1,012 | |
| | | | <u>18,170</u> |

Global Balanced Fund

| Common stocks | | Shares | Value (000) |
|--|--|--------|----------------|
| Real estate 2.90% | Crown Castle International Corp. REIT | 23,940 | \$ 4,006 |
| | Equinix, Inc. REIT | 3,755 | 2,637 |
| | American Tower Corp. REIT | 9,800 | 2,534 |
| | Other securities | | 2,810 |
| | | | 11,987 |
| Materials 2.57% | Givaudan SA ¹ | 815 | 3,031 |
| | Other securities | | 7,610 |
| | | | 10,641 |
| Communication services 2.24% | Alphabet Inc., Class C ² | 2,160 | 3,053 |
| | Verizon Communications Inc. | 49,500 | 2,729 |
| | Nintendo Co., Ltd. ¹ | 5,700 | 2,536 |
| | Other securities | | 955 |
| | | | 9,273 |
| Other 0.71% | Other securities | | 2,918 |
| | Total common stocks (cost: \$183,353,000) | | 243,345 |

Bonds, notes & other debt instruments 36.11%

| | | Principal amount (000) | |
|---|---|---------------------------|--------|
| U.S. Treasury bonds & notes 14.20% | | | |
| U.S. Treasury 12.41% | U.S. Treasury 0.375% 2022 | \$ 9,765 | 9,802 |
| | U.S. Treasury 0.50% 2025 | 9,785 | 9,888 |
| | U.S. Treasury 1.50% 2030 ³ | 14,168 | 15,312 |
| | U.S. Treasury 2.375% 2049 ³ | 6,898 | 8,515 |
| | U.S. Treasury 1.88%-2.88% 2022-2050 ³ | 6,900 | 7,789 |
| | | | 51,306 |
| U.S. Treasury inflation-protected securities 1.79% | U.S. Treasury Inflation-Protected Security 0.875% 2029 ⁴ | 3,352 | 3,825 |
| | U.S. Treasury Inflation-Protected Securities 0.25%-1.38% 2029-2049 ^{3,4} | 2,818 | 3,558 |
| | | | 7,383 |
| | Total U.S. Treasury bonds & notes | | 58,689 |
| Bonds & notes of governments & government agencies outside the U.S. 14.14% | | | |
| | Germany (Federal Republic of) 0%-0.50% 2025-2050 ⁴ | € 3,639 | 4,289 |
| | Japan, Series 346, 0.10% 2027 | ¥304,250 | 2,856 |
| | Japan, Series 358, 0.10% 2030 | 488,100 | 4,555 |
| | Japan 0.10%-1.70% 2020-2044 ⁴ | 988,369 | 9,557 |
| | Other securities | | 37,193 |
| | | | 58,450 |
| Corporate bonds & notes 6.06% | | | |
| Financials 1.47% | JPMorgan Chase & Co. 2.55%-4.49% 2021-2031 ⁵ | 484 | 547 |
| | Other securities | | 5,531 |
| | | | 6,078 |
| Utilities 1.31% | Berkshire Hathaway Energy Co. 3.70% 2030 ⁶ | 25 | 29 |
| | Other securities | | 5,367 |
| | | | 5,396 |

Global Balanced Fund

| Bonds, notes & other debt instruments (continued) | | Principal amount (000) | Value (000) |
|--|---|---------------------------|--|
| Corporate bonds & notes (continued) | | | |
| Health care 0.79% | AstraZeneca PLC 3.50% 2023 Other securities | ¥150 | \$ 162 3,118 <hr/> 3,280 |
| Consumer discretionary 0.57% | Amazon.com, Inc. 2.50%-3.15% 2024-2050 Other securities | 525 | 552 1,791 <hr/> 2,343 |
| Consumer staples 0.45% | Altria Group, Inc. 1.00%-2.20% 2023-2027 British American Tobacco PLC 3.22%-4.76% 2026-2049 Reynolds American Inc. 4.00% 2022 Other securities | € 380 \$ 380 15 | 445 413 16 981 <hr/> 1,855 |
| Information technology 0.16% | Broadcom Inc. 3.15%-4.15% 2025-2030 ⁶ Microsoft Corp. 2.40% 2026 Other securities | 140 187 | 151 204 311 <hr/> 666 |
| Other 1.31% | Other securities | | 5,425 |
| | Total corporate bonds & notes | | <hr/> 25,043 |
| Mortgage-backed obligations 1.64% | | | |
| Federal agency mortgage-backed obligations 1.10% | Uniform Mortgage-Backed Security 2.50% 2050 ^{7,8} Uniform Mortgage-Backed Securities 3.50%-4.00% 2050 ^{7,8} Other securities | 2,653 1,321 | 2,754 1,395 351 <hr/> 4,500 |
| Other mortgage-backed securities 0.54% | Other securities | | 2,285 |
| | Total mortgage-backed obligations | | <hr/> 6,785 |
| Other 0.07% | Other securities | | 287 |
| | Total bonds, notes & other debt instruments (cost: \$145,164,000) | | <hr/> 149,254 |
| Short-term securities 5.67% | | | |
| Money market investments 5.67% | | | |
| | Capital Group Central Cash Fund 0.18% ⁹ | 234,095 | 23,412 |
| | Total short-term securities (cost: \$23,409,000) | | <hr/> 23,412 |
| | Total investment securities 100.66% (cost: \$351,926,000) | | 416,011 |
| | Other assets less liabilities (0.66)% | | (2,723) |
| | Net assets 100.00% | | <hr/> <hr/> \$413,288 |

Global Balanced Fund

This summary investment portfolio is designed to streamline the report and help investors better focus on the fund's principal holdings. See the inside back cover for details on how to obtain a complete schedule of portfolio holdings.

"Other securities" includes all issues that are not disclosed separately in the summary investment portfolio.

Futures contracts

| Contracts | Type | Number of contracts | Expiration | Notional amount ¹⁰ (000) | Value at 6/30/2020 ¹¹ (000) | Unrealized appreciation (depreciation) at 6/30/2020 (000) |
|--|-------|---------------------|----------------|--|---|--|
| 5 Year U.S. Treasury Note Futures | Long | 15 | October 2020 | \$1,500 | \$1,886 | \$ 6 |
| 10 Year Ultra U.S. Treasury Note Futures | Short | 6 | September 2020 | (600) | (945) | (5) |
| | | | | | | \$ 1 |

Forward currency contracts

| Contract amount | | Counterparty | Settlement date | Unrealized appreciation (depreciation) at 6/30/2020 (000) |
|--------------------|----------------|-------------------------|-----------------|--|
| Purchases (000) | Sales (000) | | | |
| CZK12,000 | EUR445 | JPMorgan Chase | 7/2/2020 | \$ 6 |
| EUR451 | CZK12,000 | JPMorgan Chase | 7/2/2020 | — ¹² |
| JPY72,000 | USD663 | Goldman Sachs | 7/6/2020 | 4 |
| GBP30 | USD37 | Barclays Bank PLC | 7/6/2020 | — ¹² |
| GBP205 | USD258 | HSBC Bank | 7/6/2020 | (4) |
| CAD1,400 | USD1,037 | Morgan Stanley | 7/6/2020 | (5) |
| JPY66,000 | USD619 | Bank of America | 7/6/2020 | (7) |
| USD500 | CZK11,700 | Standard Chartered Bank | 7/9/2020 | 7 |
| JPY107,900 | USD994 | Barclays Bank PLC | 7/9/2020 | 6 |
| EUR900 | USD1,008 | Bank of New York Mellon | 7/9/2020 | 4 |
| CZK11,700 | EUR440 | Standard Chartered Bank | 7/9/2020 | (1) |
| CZK5,450 | USD232 | HSBC Bank | 7/9/2020 | (2) |
| EUR217 | USD246 | HSBC Bank | 7/9/2020 | (2) |
| USD510 | CAD700 | Citibank | 7/9/2020 | (6) |
| USD957 | CNH6,860 | UBS AG | 7/9/2020 | (12) |
| USD490 | ILS1,700 | Bank of America | 7/10/2020 | (1) |
| USD245 | MXN5,500 | Citibank | 7/13/2020 | 6 |
| USD11 | ZAR180 | Standard Chartered Bank | 7/13/2020 | — ¹² |
| ILS2,000 | USD579 | Standard Chartered Bank | 7/13/2020 | (2) |
| EUR400 | USD452 | Citibank | 7/13/2020 | (3) |
| EUR1,241 | USD1,403 | JPMorgan Chase | 7/13/2020 | (9) |
| MXN8,300 | USD382 | Citibank | 7/13/2020 | (22) |
| USD513 | JPY55,000 | Goldman Sachs | 7/14/2020 | 4 |
| EUR1,594 | USD1,811 | Barclays Bank PLC | 7/14/2020 | (20) |
| USD522 | ILS1,800 | JPMorgan Chase | 7/15/2020 | 2 |
| USD118 | JPY12,600 | Citibank | 7/15/2020 | 1 |
| EUR400 | USD456 | Morgan Stanley | 7/15/2020 | (6) |
| CAD2,335 | USD1,731 | HSBC Bank | 7/15/2020 | (11) |
| NOK10,850 | USD1,148 | HSBC Bank | 7/15/2020 | (21) |
| KRW341,300 | USD283 | Standard Chartered Bank | 7/16/2020 | 1 |
| GBP200 | EUR222 | Goldman Sachs | 7/16/2020 | (2) |
| USD280 | KRW341,285 | JPMorgan Chase | 7/16/2020 | (3) |
| GBP726 | USD910 | Citibank | 7/16/2020 | (10) |
| ILS2,600 | USD745 | HSBC Bank | 7/17/2020 | 6 |
| AUD775 | USD530 | UBS AG | 7/17/2020 | 5 |
| USD245 | MXN5,550 | JPMorgan Chase | 7/17/2020 | 4 |
| CAD10 | USD7 | Standard Chartered Bank | 7/17/2020 | — ¹² |
| EUR460 | USD519 | Morgan Stanley | 7/17/2020 | (2) |

Global Balanced Fund

Forward currency contracts (continued)

| Contract amount | | Counterparty | Settlement date | Unrealized appreciation (depreciation) at 6/30/2020 (000) |
|-----------------|-------------|-------------------------|-----------------|---|
| Purchases (000) | Sales (000) | | | |
| GBP200 | USD251 | Bank of New York Mellon | 7/17/2020 | \$ (3) |
| PLN1,400 | USD357 | Citibank | 7/17/2020 | (3) |
| USD708 | MXN15,615 | Goldman Sachs | 7/20/2020 | 31 |
| USD152 | CNH1,080 | Standard Chartered Bank | 7/20/2020 | <u>12</u> |
| EUR615 | USD693 | Bank of New York Mellon | 7/20/2020 | (2) |
| USD61 | BRL300 | JPMorgan Chase | 7/21/2020 | 6 |
| BRL48 | USD9 | Standard Chartered Bank | 7/21/2020 | <u>12</u> |
| USD859 | ILS2,960 | Standard Chartered Bank | 7/22/2020 | 4 |
| USD233 | MYR1,000 | Standard Chartered Bank | 7/22/2020 | <u>12</u> |
| MYR1,000 | USD234 | Standard Chartered Bank | 7/22/2020 | (1) |
| USD217 | ZAR3,800 | HSBC Bank | 7/22/2020 | (1) |
| USD476 | BRL2,536 | JPMorgan Chase | 7/23/2020 | 10 |
| USD337 | EUR300 | Morgan Stanley | 7/23/2020 | (1) |
| USD352 | PLN1,400 | Bank of America | 7/23/2020 | (2) |
| USD397 | MYR1,700 | Standard Chartered Bank | 7/27/2020 | 1 |
| CZK12,000 | EUR450 | JPMorgan Chase | 8/7/2020 | <u>12</u> |
| USD165 | BRL900 | JPMorgan Chase | 8/7/2020 | (1) |
| | | | | <u>(\$57)</u> |

Swap contracts

Interest rate swaps

| Receive | Pay | Expiration date | Notional (000) | Value at 6/30/2020 (000) | Upfront premium paid (000) | Unrealized (depreciation) appreciation at 6/30/2020 (000) |
|-------------------|-------------------|-----------------|----------------|--------------------------|----------------------------|---|
| 0.525% | 6-month HUF-BUBOR | 1/29/2022 | HUF1,141,000 | \$ (5) | \$- | \$ (5) |
| 1.01% | 6-month HUF-BUBOR | 2/25/2022 | 600,000 | 12 | - | 12 |
| 0.965% | 6-month HUF-BUBOR | 2/26/2022 | 895,000 | 16 | - | 16 |
| (0.0955)% | 6-month EURIBOR | 7/22/2024 | €2,200 | 13 | - | 13 |
| 6-month HUF-BUBOR | 1.39% | 11/11/2029 | HUF161,000 | (5) | - | (5) |
| 6-month HUF-BUBOR | 1.80% | 1/22/2030 | 95,000 | (14) | - | (14) |
| 6-month PLN-WIBOR | 2.155% | 1/22/2030 | PLN2,400 | (73) | - | (73) |
| 6-month HUF-BUBOR | 1.845% | 2/25/2030 | HUF136,500 | (22) | - | (22) |
| 6-month HUF-BUBOR | 1.79% | 2/26/2030 | 136,500 | (20) | - | (20) |
| | | | | | \$- | <u>(\$98)</u> |

Global Balanced Fund

The following footnotes apply to either the individual securities noted or one or more of the securities aggregated and listed as a single line item.

¹Valued under fair value procedures adopted by authority of the board of trustees. The total value of all such securities, including those in "Other securities," was \$113,585,000, which represented 27.48% of the net assets of the fund. This entire amount relates to certain securities trading outside the U.S. whose values were adjusted as a result of significant market movements following the close of local trading.

²Security did not produce income during the last 12 months.

³All or a portion of this security was pledged as collateral. The total value of pledged collateral was \$114,000, which represented .03% of the net assets of the fund.

⁴Index-linked bond whose principal amount moves with a government price index.

⁵Step bond; coupon rate may change at a later date.

⁶Acquired in a transaction exempt from registration under Rule 144A of the Securities Act of 1933. May be resold in the U.S. in transactions exempt from registration, normally to qualified institutional buyers. The total value of all such securities, including those in "Other securities," was \$8,885,000, which represented 2.15% of the net assets of the fund.

⁷Principal payments may be made periodically. Therefore, the effective maturity date may be earlier than the stated maturity date.

⁸Purchased on a TBA basis.

⁹Rate represents the seven-day yield at 6/30/2020.

¹⁰Notional amount is calculated based on the number of contracts and notional contract size.

¹¹Value is calculated based on the notional amount and current market price.

¹²Amount less than one thousand.

Key to abbreviations and symbols

AUD = Australian dollars

BRL = Brazilian reais

BUBOR = Budapest Interbank Offered Rate

CAD = Canadian dollars

CNH = Chinese yuan renminbi

CZK = Czech korunas

EUR/€ = Euros

EURIBOR = Euro Interbank Offered Rate

GBP = British pounds

HUF = Hungarian forints

ILS = Israeli shekels

JPY/¥ = Japanese yen

KRW = South Korean won

MXN = Mexican pesos

MYR = Malaysian ringgits

NOK = Norwegian kroner

PLN = Polish zloty

TBA = To-be-announced

USD/\$ = U.S. dollars

WIBOR = Warsaw Interbank Offer Rate

ZAR = South African rand

See notes to financial statements.

Bond Fund

Summary investment portfolio June 30, 2020

unaudited

| Bonds, notes & other debt instruments 97.67% | | Principal amount (000) | Value (000) |
|---|---|---------------------------|----------------|
| Corporate bonds & notes 38.25% | | | |
| Financials 9.60% | Intesa Sanpaolo SpA 5.017% 2024 ¹ | \$ 67,843 | \$ 69,554 |
| | Intesa Sanpaolo SpA 3.38%-5.71% 2023-2028 ¹ | 32,991 | 34,477 |
| | Other securities | | 891,606 |
| | | | 995,637 |
| Energy 5.63% | Petróleos Mexicanos 6.875% 2026 | 43,810 | 41,495 |
| | Other securities | | 542,736 |
| | | | 584,231 |
| Utilities 5.08% | Edison International 3.13%-5.75% 2022-2028 | 16,750 | 17,936 |
| | Pacific Gas and Electric Co. 1.75%-6.35% 2020-2050 ² | 109,876 | 115,412 |
| | Southern California Edison Co. 2.85%-5.95% 2021-2050 | 106,765 | 125,398 |
| | Other securities | | 268,112 |
| | | | 526,858 |
| Health care 4.73% | Teva Pharmaceutical Finance Co. BV 2.80% 2023 | 56,064 | 53,136 |
| | Teva Pharmaceutical Finance Co. BV 4.10% 2046 | 46,666 | 39,351 |
| | Teva Pharmaceutical Finance Co. BV 2.20%-7.13% 2021-2028 ¹ | 120,655 | 120,454 |
| | Other securities | | 277,418 |
| | | | 490,359 |
| Consumer discretionary 4.06% | Other securities | | 421,476 |
| Consumer staples 2.58% | Other securities | | 267,256 |
| Communication services 2.20% | Other securities | | 227,753 |
| Industrials 1.97% | Other securities | | 204,372 |
| Information technology 1.80% | Broadcom Corp. 3.875% 2027 | 14,860 | 16,078 |
| | Broadcom Inc. 4.25% 2026 ¹ | 41,375 | 46,105 |
| | Broadcom Inc. 4.75% 2029 ¹ | 61,009 | 69,289 |
| | Broadcom Inc. 3.15%-3.63% 2024-2025 ¹ | 8,000 | 8,577 |
| | Other securities | | 46,156 |
| | | | 186,205 |
| Other 0.60% | Other securities | | 62,253 |
| | Total corporate bonds & notes | | 3,966,400 |
| Mortgage-backed obligations 28.50% | | | |
| Federal agency mortgage-backed obligations 27.63% | Fannie Mae Pool #AJ9355 3.00% 2027 ³ | 107 | 112 |
| | Fannie Mae Pool #CA0858 3.50% 2047 ³ | 47,482 | 50,189 |
| | Fannie Mae Pool #FM0007 3.50% 2049 ³ | 40,442 | 43,476 |
| | Fannie Mae Pool #CA5912 2.50% 2050 ³ | 124,753 | 130,884 |
| | Fannie Mae Pool #CA5701 2.50% 2050 ³ | 114,562 | 120,452 |

Bond Fund

| Bonds, notes & other debt instruments | | Principal amount (000) | Value (000) |
|---|---|---------------------------|------------------|
| | Fannie Mae 3.00%-9.12% 2023-2059 ^{3,4} | \$312,064 | \$ 334,966 |
| | Freddie Mac 3.50% 2047 ³ | 44,237 | 46,752 |
| | Freddie Mac 3.50% 2047 ³ | 43,947 | 46,528 |
| | Freddie Mac Pool #SD7509 3.00% 2049 ³ | 57,549 | 61,310 |
| | Freddie Mac Pool #QA4673 3.00% 2049 ³ | 46,062 | 49,460 |
| | Freddie Mac Pool #SD7514 3.50% 2050 ³ | 47,392 | 50,886 |
| | Freddie Mac 0%-5.50% 2021-2050 ^{3,4} | 286,957 | 309,401 |
| | Government National Mortgage Assn. 2.50% 2050 ^{3,5} | 173,100 | 181,782 |
| | Government National Mortgage Assn. Pool #MA5817 4.00% 2049 ³ | 55,134 | 58,510 |
| | Government National Mortgage Assn. Pool #MA5878 5.00% 2049 ³ | 60,402 | 65,661 |
| | Government National Mortgage Assn. 4.00%-5.00% 2049 ³ | 38,263 | 40,796 |
| | Uniform Mortgage-Backed Security 2.00% 2035 ^{3,5} | 297,150 | 306,877 |
| | Uniform Mortgage-Backed Security 2.50% 2035 ^{3,5} | 334,518 | 349,622 |
| | Uniform Mortgage-Backed Security 2.50% 2050 ^{3,5} | 192,804 | 200,135 |
| | Uniform Mortgage-Backed Security 3.00% 2050 ^{3,5} | 100,000 | 105,149 |
| | Uniform Mortgage-Backed Security 4.00% 2050 ^{3,5} | 183,583 | 194,533 |
| | Uniform Mortgage-Backed Security 4.50% 2050 ^{3,5} | 66,937 | 71,931 |
| | Uniform Mortgage-Backed Securities 3.00%-3.50% 2035-2050 ^{3,5} | 18,090 | 19,022 |
| | Other securities | | 26,478 |
| | | | <u>2,864,912</u> |
| Other | Other securities | | 90,131 |
| 0.87% | Total mortgage-backed obligations | | <u>2,955,043</u> |
| U.S. Treasury bonds & notes 22.97% | | | |
| U.S. Treasury | U.S. Treasury 2.625% 2023 | 70,000 | 75,928 |
| 19.66% | U.S. Treasury 2.75% 2023 | 173,600 | 186,240 |
| | U.S. Treasury 2.125% 2024 | 72,100 | 77,834 |
| | U.S. Treasury 2.125% 2024 ⁶ | 72,100 | 77,643 |
| | U.S. Treasury 0.25% 2025 | 140,050 | 139,869 |
| | U.S. Treasury 0.25% 2025 | 81,433 | 81,283 |
| | U.S. Treasury 0.375% 2025 | 70,600 | 70,917 |
| | U.S. Treasury 2.875% 2025 ⁶ | 96,200 | 108,665 |
| | U.S. Treasury 2.875% 2025 | 72,100 | 81,065 |
| | U.S. Treasury 1.375% 2026 ⁶ | 75,000 | 79,349 |
| | U.S. Treasury 1.625% 2026 | 50,000 | 53,681 |
| | U.S. Treasury 1.75% 2026 | 40,800 | 44,188 |
| | U.S. Treasury 0.50% 2027 ⁶ | 212,200 | 212,476 |
| | U.S. Treasury 2.25% 2027 ⁶ | 120,200 | 135,338 |
| | U.S. Treasury 2.25% 2027 ⁶ | 72,100 | 80,521 |
| | U.S. Treasury 2.875% 2028 | 72,100 | 85,376 |
| | U.S. Treasury 1.125% 2040 | 88,288 | 87,460 |
| | U.S. Treasury 2.25% 2049 ⁶ | 51,052 | 61,375 |
| | U.S. Treasury 3.00% 2049 ⁶ | 150,000 | 207,033 |
| | U.S. Treasury 1.25%-8.75% 2020-2050 ⁶ | 81,781 | 92,419 |
| | | | <u>2,038,660</u> |
| U.S. Treasury | U.S. Treasury Inflation-Protected Security 0.375% 2027 ^{6,7} | 78,626 | 85,537 |
| inflation-protected | U.S. Treasury Inflation-Protected Security 0.50% 2028 ^{6,7} | 77,974 | 85,561 |
| securities | U.S. Treasury Inflation-Protected Security 1.00% 2049 ^{6,7} | 106,447 | 142,344 |
| 3.31% | U.S. Treasury Inflation-Protected Security 0.25% 2050 ⁷ | 26,433 | 29,712 |
| | | | <u>343,154</u> |
| | Total U.S. Treasury bonds & notes | | <u>2,381,814</u> |

Bond Fund

| Bonds, notes & other debt instruments (continued) | | Principal amount (000) | Value (000) |
|--|--|---------------------------|----------------------------|
| Bonds & notes of governments & government agencies outside the U.S. 3.32% | | | |
| | Italy (Republic of) 0.95% 2023 | € 45,000 | \$ 51,552 |
| | Japan, Series 20, 0.10% 2025 ⁷ | ¥11,441,250 | 105,411 |
| | Other securities | | 187,525 |
| | | | <u>344,488</u> |
| Asset-backed obligations 2.26% | | | |
| | Other securities | | <u>234,532</u> |
| Municipals 2.25% | | | |
| Illinois | G.O. Bonds, Pension Funding, Series 2003, 4.95% 2023 | \$ 22,553 | 22,791 |
| 2.00% | G.O. Bonds, Pension Funding, Series 2003, 5.10% 2033 | 107,310 | 109,019 |
| | G.O. Bonds, Series 2013-B, 4.11% 2022 | 750 | 743 |
| | G.O. Bonds, Series 2013-B, 4.31% 2023 | 2,125 | 2,104 |
| | G.O. Bonds, Taxable Build America Bonds, Series 2010-2, 5.85% 2022 | 2,370 | 2,441 |
| | G.O. Bonds, Taxable Build America Bonds, Series 2010-2, 5.95% 2023 | 3,210 | 3,361 |
| | G.O. Bonds, Taxable Build America Bonds, Series 2010-5, 6.20% 2021 | 3,892 | 3,926 |
| | Other securities | | 62,830 |
| | | | <u>207,215</u> |
| Other | Other securities | | <u>25,975</u> |
| 0.25% | Total municipals | | <u>233,190</u> |
| Federal agency bonds & notes 0.12% | | | |
| | Fannie Mae 2.125% 2026 | 11,910 | 12,984 |
| | Total bonds, notes & other debt instruments (cost: \$9,593,431,000) | | <u>10,128,451</u> |
| Common stocks 0.00% | | Shares | |
| Other | Other securities | | <u>55</u> |
| 0.00% | Total common stocks (cost: \$605,000) | | <u>55</u> |
| Rights & warrants 0.00% | | | |
| Energy | Other securities | | <u>.8</u> |
| 0.00% | Total rights & warrants (cost: \$18,000) | | <u>.8</u> |
| Short-term securities 15.05% | | | |
| Money market investments 15.05% | | | |
| | Capital Group Central Cash Fund 0.18% ⁹ | 15,608,123 | 1,560,968 |
| | Total short-term securities (cost: \$1,561,082,000) | | <u>1,560,968</u> |
| | Total investment securities 112.72% (cost: \$11,155,136,000) | | 11,689,474 |
| | Other assets less liabilities (12.72)% | | (1,319,171) |
| | Net assets 100.00% | | <u><u>\$10,370,303</u></u> |

Bond Fund

This summary investment portfolio is designed to streamline the report and help investors better focus on the fund's principal holdings. See the inside back cover for details on how to obtain a complete schedule of portfolio holdings.

"Other securities" includes all issues that are not disclosed separately in the summary investment portfolio. "Other securities" includes securities that were valued under fair value procedures adopted by authority of the board of trustees. The total value of securities that were valued under fair value procedures was \$1,729,000, which represented .02% of the net assets of the fund.

Futures contracts

| Contracts | Type | Number of contracts | Expiration | Notional amount ¹⁰ (000) | Value at 6/30/2020 ¹¹ (000) | Unrealized (depreciation) appreciation at 6/30/2020 (000) |
|--|-------|---------------------|----------------|--|---|--|
| 90 Day Euro Dollar Futures | Short | 8,002 | March 2022 | \$(2,000,500) | \$(1,996,899) | \$(1,117) |
| 2 Year U.S. Treasury Note Futures | Long | 4,554 | October 2020 | 910,800 | 1,005,651 | 158 |
| 5 Year Euro-Bobl Futures | Short | 1,473 | September 2020 | € (147,300) | (223,380) | (1,060) |
| 5 Year U.S. Treasury Note Futures | Long | 18,481 | October 2020 | \$ 1,848,100 | 2,323,841 | 6,308 |
| 10 Year Euro-Bund Futures | Short | 496 | September 2020 | € (49,600) | (98,367) | (1,054) |
| 10 Year U.S. Treasury Note Futures | Short | 1,329 | September 2020 | \$ (132,900) | (184,959) | (1,365) |
| 10 Year Ultra U.S. Treasury Note Futures | Short | 3,029 | September 2020 | (302,900) | (477,020) | (2,235) |
| 30 Year Euro-Buxl Futures | Long | 245 | September 2020 | € 24,500 | 60,546 | 1,423 |
| 30 Year Ultra U.S. Treasury Bond Futures | Long | 90 | September 2020 | \$ 9,000 | 19,634 | 172 |
| | | | | | | <u>\$ 1,230</u> |

Forward currency contracts

| Contract amount | | Counterparty | Settlement date | Unrealized appreciation (depreciation) at 6/30/2020 (000) |
|--------------------|----------------|-------------------------|-----------------|--|
| Purchases (000) | Sales (000) | | | |
| USD34,862 | MXN755,000 | Goldman Sachs | 7/6/2020 | \$2,038 |
| USD122,735 | EUR109,250 | Citibank | 7/6/2020 | (22) |
| USD98,493 | JPY10,730,000 | Standard Chartered Bank | 7/9/2020 | (892) |
| USD13,461 | JPY1,445,000 | Morgan Stanley | 7/16/2020 | 76 |
| USD51,859 | EUR46,000 | Bank of New York Mellon | 7/20/2020 | 155 |
| KRW37,816,057 | USD31,778 | JPMorgan Chase | 7/24/2020 | (338) |
| KRW112,842,000 | USD93,109 | Morgan Stanley | 7/27/2020 | 710 |
| | | | | <u>\$1,727</u> |

Swap contracts

Interest rate swaps

| Receive | Pay | Expiration date | Notional (000) | Value at 6/30/2020 (000) | Upfront premium paid (000) | Unrealized (depreciation) appreciation at 6/30/2020 (000) |
|-------------------|-------------------|-----------------|-------------------|-----------------------------|-------------------------------|--|
| 3-month USD-LIBOR | 2.18075% | 3/29/2024 | \$ 31,600 | \$ (2,280) | \$- | \$ (2,280) |
| 3-month USD-LIBOR | 2.194% | 3/29/2024 | 31,900 | (2,317) | - | (2,317) |
| 3-month USD-LIBOR | 2.21875% | 3/29/2024 | 33,500 | (2,464) | - | (2,464) |
| 3-month USD-LIBOR | 2.3105% | 5/3/2024 | 275,590 | (21,654) | - | (21,654) |
| 6-month EURIBOR | 0.9852% | 10/17/2024 | € 25,000 | (1,655) | - | (1,655) |
| 6-month JPY-LIBOR | 0.0875% | 3/10/2026 | ¥11,100,000 | (652) | - | (652) |
| 6-month JPY-LIBOR | 0.58295% | 3/23/2046 | 2,000,000 | (1,380) | - | (1,380) |
| 0.64355% | 6-month JPY-LIBOR | 4/27/2046 | 2,000,000 | 1,663 | - | 1,663 |
| | | | | | <u>\$-</u> | <u>\$(30,739)</u> |

Bond Fund

The following footnotes apply to either the individual securities noted or one or more of the securities aggregated and listed as a single line item.

¹Acquired in a transaction exempt from registration under Rule 144A of the Securities Act of 1933. May be resold in the U.S. in transactions exempt from registration, normally to qualified institutional buyers. The total value of all such securities, including those in "Other securities," was \$1,393,295,000, which represented 13.44% of the net assets of the fund.

²Scheduled interest and/or principal payment was not received.

³Principal payments may be made periodically. Therefore, the effective maturity date may be earlier than the stated maturity date.

⁴Coupon rate may change periodically. Reference rate and spread are as of the most recent information available. Some coupon rates are determined by the issuer or agent based on current market conditions; therefore, the reference rate and spread are not available.

⁵Purchased on a TBA basis.

⁶All or a portion of this security was pledged as collateral. The total value of pledged collateral was \$19,605,000, which represented .19% of the net assets of the fund.

⁷Index-linked bond whose principal amount moves with a government price index.

⁸Amount less than one thousand.

⁹Rate represents the seven-day yield at 6/30/2020.

¹⁰Notional amount is calculated based on the number of contracts and notional contract size.

¹¹Value is calculated based on the notional amount and current market price.

Key to abbreviations and symbols

EUR/€ = Euros

EURIBOR = Euro Interbank Offered Rate

G.O. = General Obligation

JPY/¥ = Japanese yen

KRW = South Korean won

LIBOR = London Interbank Offered Rate

MXN = Mexican pesos

TBA = To-be-announced

USD/\$ = U.S. dollars

See notes to financial statements.

Capital World Bond Fund (formerly Global Bond Fund)

Summary investment portfolio June 30, 2020

unaudited

| Bonds, notes & other debt instruments 96.43% | | Principal amount (000) | Value (000) |
|---|---|---------------------------|----------------|
| Euros 18.52% | Belgium (Kingdom of) 0% 2027 | € 9,160 | \$ 10,518 |
| | Belgium (Kingdom of) 0.80%-0.80% 2027-2028 | 9,810 | 11,948 |
| | Germany (Federal Republic of) 0% 2030 | 9,000 | 10,609 |
| | Germany (Federal Republic of) 0%-0.50% 2026-2050 ¹ | 11,882 | 14,602 |
| | Goldman Sachs Group, Inc. 3.375% 2025 ² | 5,000 | 6,271 |
| | Greece (Hellenic Republic of) 3.45% 2024 | 9,595 | 11,968 |
| | Greece (Hellenic Republic of) 3.375% 2025 | 10,805 | 13,660 |
| | Greece (Hellenic Republic of) 3.75% 2028 | 9,564 | 12,885 |
| | Greece (Hellenic Republic of) 3.875% 2029 | 10,824 | 14,904 |
| | Greece (Hellenic Republic of) 1.50% 2030 | 10,670 | 12,324 |
| | Israel (State of) 1.50%-1.50% 2027-2029 | 1,500 | 1,804 |
| | Italy (Republic of) 0.10% 2023 ¹ | 25,258 | 28,969 |
| | Italy (Republic of) 1.85% 2025 | 11,220 | 13,307 |
| | Italy (Republic of) 2.80% 2028 | 22,918 | 29,258 |
| | Italy (Republic of) 1.65% 2030 | 8,102 | 9,398 |
| | Italy (Republic of) 0.05%-1.35% 2023-2030 | 6,967 | 7,832 |
| | Romania 4.625% 2049 | 11,045 | 14,243 |
| | Romania 2.00%-4.63% 2030-2049 | 15,160 | 17,682 |
| | Russian Federation 2.88%-2.88% 2025-2025 | 4,500 | 5,580 |
| | Serbia (Republic of) 3.125% 2027 | 13,987 | 16,481 |
| | Serbia (Republic of) 1.50% 2029 | 4,943 | 5,219 |
| State Grid Europe Development (2014) PLC 1.50% 2022 | 194 | 221 | |
| State Grid Overseas Investment Ltd. 1.25%-2.13% 2022-2030 | 1,406 | 1,618 | |
| Other securities | | 114,163 | |
| | | | 385,464 |
| Japanese yen 9.37% | Goldman Sachs Group, Inc. 1.00%-2.80% 2021-2022 ² | ¥ 128,000 | 1,222 |
| | Japan, Series 19, 0.10% 2024 ¹ | 1,846,386 | 17,054 |
| | Japan, Series 18, 0.10% 2024 ¹ | 1,025,165 | 9,507 |
| | Japan, Series 346, 0.10% 2027 | 1,040,000 | 9,764 |
| | Japan, Series 23, 0.10% 2028 ¹ | 1,995,731 | 18,424 |
| | Japan, Series 356, 0.10% 2029 | 3,529,000 | 32,987 |
| | Japan, Series 24, 0.10% 2029 ¹ | 1,610,533 | 14,920 |
| | Japan, Series 145, 1.70% 2033 | 2,210,000 | 24,471 |
| | Japan 0.10%-2.30% 2025-2059 ¹ | 4,520,223 | 47,255 |
| | United Mexican States 0.62%-0.70% 2021-2022 | 700,000 | 6,462 |
| | Other securities | | 12,926 |
| | | | |
| Chinese yuan renminbi 4.68% | China (People's Republic of), Series 1906, 3.29% 2029 | CNY73,800 | 10,733 |
| | China (People's Republic of), Series 1910, 3.86% 2049 | 259,860 | 38,385 |
| | China Development Bank Corp., Series 2004, 3.43% 2027 | 73,800 | 10,524 |
| | China Development Bank Corp., Series 1905, 3.48% 2029 | 128,200 | 18,199 |
| | China Development Bank Corp. 3.50%-4.15% 2025-2028 | 83,100 | 12,249 |
| | Other securities | | 7,216 |
| | | | 97,306 |
| British pounds 3.04% | United Kingdom 4.75% 2030 | £ 14,360 | 26,226 |
| | United Kingdom 0.38%-4.25% 2024-2050 | 23,304 | 35,397 |
| | Other securities | | 1,654 |
| | | | 63,277 |
| Canadian dollars 1.90% | Canada 2.25% 2025 | C\$15,900 | 12,814 |
| | Canada 2.25% 2029 | 26,105 | 22,208 |
| | Canada 1.00%-2.75% 2022-2048 | 4,550 | 4,486 |
| | | | 39,508 |

Capital World Bond Fund (formerly Global Bond Fund)

| Bonds, notes & other debt instruments (continued) | | Principal amount (000) | Value (000) |
|--|---|---------------------------|----------------|
| Danish kroner 1.88% | Nykredit Realkredit AS, Series 01E, 0.50% 2040 ³ | DKr108,121 | \$16,060 |
| | Nykredit Realkredit AS, Series 01E, 1.50% 2040 ³ | 103,266 | 16,029 |
| | Nykredit Realkredit AS 1.50%-2.50% 2037-2047 ³ | 45,660 | 7,146 |
| | | | <u>39,235</u> |
| Mexican pesos 1.52% | Petróleos Mexicanos 7.19%-7.47% 2024-2026 | MXN99,000 | 3,403 |
| | United Mexican States, Series M, 7.50% 2027 | 279,920 | 13,577 |
| | United Mexican States, Series M20, 8.50% 2029 | 178,400 | 9,195 |
| | United Mexican States 8.00%-8.50% 2038-2047 | 110,600 | 5,457 |
| | | <u>31,632</u> | |
| Malaysian ringgits 1.48% | Malaysia (Federation of), Series 0418, 4.893% 2038 | MYR64,732 | 17,627 |
| | Malaysia (Federation of) 3.76%-4.94% 2030-2048 | 52,914 | 13,298 |
| | | | <u>30,925</u> |
| Israeli shekels 1.16% | Israel (State of) 2.00% 2027 | ILS42,900 | 13,686 |
| | Israel (State of) 5.50% 2042 | 20,200 | 10,393 |
| | | | <u>24,079</u> |
| Russian rubles 1.14% | Russian Federation 6.90%-8.50% 2023-2034 | RUB1,521,250 | <u>23,744</u> |
| South Korean won 0.92% | South Korea (Republic of), Series 2503, 1.50% 2025 | KRW13,411,000 | 11,353 |
| | Other securities | | 7,747 |
| | | | <u>19,100</u> |
| Brazilian reais 0.81% | Brazil (Federative Republic of) 0% 2020 | BRL91,700 | <u>16,861</u> |
| Romanian leu 0.06% | Romania 4.75% 2025 | RON5,000 | <u>1,217</u> |
| U.S. dollars 47.29% | CCCI Treasure Ltd. 3.43%-3.65% 2049 ⁴ | \$ 3,190 | 3,167 |
| | Equinix, Inc. 2.15% 2030 | 9,390 | 9,311 |
| | Goldman Sachs Group, Inc. 2.91%-4.75% 2023-2045 ⁴ | 12,037 | 13,492 |
| | Israel (State of) 2.50%-3.88% 2030-2050 | 7,720 | 8,545 |
| | Pacific Gas and Electric Co. 2.10% 2027 | 9,935 | 9,836 |
| | Petróleos Mexicanos 6.35%-6.95% 2048-2060 ² | 924 | 693 |
| | PETRONAS Capital Ltd. 3.50%-4.55% 2030-2050 ² | 1,565 | 1,896 |
| | Russian Federation 4.25% 2027 | 1,400 | 1,568 |
| | State Grid Overseas Investment Ltd. 3.50% 2027 ² | 5,600 | 6,201 |
| | T-Mobile US, Inc. 2.55% 2031 ² | 9,390 | 9,447 |
| | U.S. Treasury 2.75% 2025 | 10,140 | 11,374 |
| | U.S. Treasury 2.00% 2050 | 8,100 | 9,272 |
| | U.S. Treasury 1.13%-3.00% 2023-2048 ⁵ | 29,015 | 32,845 |
| | U.S. Treasury Inflation-Protected Security 0.25% 2029 ^{1,5} | 13,735 | 15,035 |
| | U.S. Treasury Inflation-Protected Security 0.875% 2029 ^{1,5} | 19,576 | 22,344 |
| | U.S. Treasury Inflation-Protected Security 0.125% 2030 ¹ | 20,613 | 22,288 |
| | U.S. Treasury Inflation-Protected Security 1.00% 2049 ^{1,5} | 17,570 | 23,495 |
| | U.S. Treasury Inflation-Protected Securities 0.25%-1.38% 2042-2050 ^{1,5} | 13,466 | 16,685 |
| | Uniform Mortgage-Backed Security 2.00% 2035 ^{3,6} | 15,050 | 15,543 |
| Uniform Mortgage-Backed Security 2.00% 2050 ^{3,6} | 10,000 | 10,207 | |
| Uniform Mortgage-Backed Security 2.50% 2050 ^{3,6} | 28,025 | 29,091 | |

Capital World Bond Fund (formerly Global Bond Fund)

| Bonds, notes & other debt instruments | | Principal amount (000) | Value (000) |
|---------------------------------------|--|---------------------------|------------------|
| | Uniform Mortgage-Backed Securities 2.50%-3.50% 2035-2050 ^{3,6} | \$ 12,000 | \$ 12,589 |
| | United Mexican States 3.25%-5.00% 2025-2051 | 5,605 | 5,834 |
| | Wells Fargo & Company 2.393% 2028 (USD-SOFR + 2.10% on 6/2/2027) ⁴ | 11,775 | 12,176 |
| | Other securities | | 681,092 |
| | | | <u>984,026</u> |
| Other | Other securities | | 55,091 |
| 2.66% | Total bonds, notes & other debt instruments (cost: \$1,943,661,000) | | <u>2,006,457</u> |

Convertible bonds & notes 0.00%

| | | | |
|---------------------|--|--|----------|
| U.S. dollars | Other securities | | 6 |
| 0.00% | Total convertible bonds & notes (cost: \$8,000) | | <u>6</u> |

Convertible stocks 0.00%

| | | Shares | |
|---------------------|---|--------|-----------|
| U.S. dollars | Other securities | | 96 |
| 0.00% | Total convertible stocks (cost: \$816,000) | | <u>96</u> |

Common stocks 0.01%

| | | | |
|---------------------|--|--|------------|
| U.S. dollars | Other securities | | 219 |
| 0.01% | Total common stocks (cost: \$2,936,000) | | <u>219</u> |

Rights & warrants 0.00%

| | | | |
|---------------------|---|--|-----------|
| U.S. dollars | Other securities | | 14 |
| 0.00% | Total rights & warrants (cost: \$22,000) | | <u>14</u> |

Short-term securities 6.28%

| Money market investments 6.28% | | | |
|---------------------------------------|--|-----------|---------------------------|
| | Capital Group Central Cash Fund 0.18% ⁷ | 1,305,640 | 130,577 |
| | Total short-term securities (cost: \$130,578,000) | | <u>130,577</u> |
| | Total investment securities 102.72% (cost: \$2,078,021,000) | | 2,137,369 |
| | Other assets less liabilities (2.72)% | | (56,568) |
| | Net assets 100.00% | | <u><u>\$2,080,801</u></u> |

This summary investment portfolio is designed to streamline the report and help investors better focus on the fund's principal holdings. See the inside back cover for details on how to obtain a complete schedule of portfolio holdings.

"Other securities" includes all issues that are not disclosed separately in the summary investment portfolio. "Other securities" includes securities that were valued under fair value procedures adopted by authority of the board of trustees. The total value of securities that were valued under fair value procedures was \$267,000, which represented .01% of the net assets of the fund. "Other securities" also includes loan participations and assignments, which may be subject to legal or contractual restrictions on resale. The total value of all such loans was \$4,783,000, which represented .23% of the net assets of the fund. One security in "Other securities" (with a value of \$28,000, an aggregate cost of \$116,000, and which represented less than .01% of the net assets of the fund) was acquired on 8/31/2018 through private placement transactions exempt from registration under the Securities Act of 1933, which may subject it to legal or contractual restrictions on resale.

Capital World Bond Fund (formerly Global Bond Fund)

Futures contracts

| Contracts | Type | Number of contracts | Expiration | Notional amount ⁸ (000) | Value at 6/30/2020 ⁹ (000) | Unrealized (depreciation) appreciation at 6/30/2020 (000) |
|--|-------|---------------------|----------------|---------------------------------------|--|--|
| 5 Year Euro-Bobl Futures | Short | 59 | September 2020 | € (5,900) | \$ (8,947) | \$ (42) |
| 5 Year U.S. Treasury Note Futures | Short | 72 | October 2020 | \$ (7,200) | (9,053) | (63) |
| 10 Year Euro-Bund Futures | Long | 121 | September 2020 | € 12,100 | 23,997 | 261 |
| 10 Year U.S. Treasury Note Futures | Short | 201 | September 2020 | \$(20,100) | (27,974) | (157) |
| 10 Year Ultra U.S. Treasury Note Futures | Short | 225 | September 2020 | (22,500) | (35,434) | (174) |
| 20 Year U.S. Treasury Bond Futures | Long | 11 | September 2020 | 1,100 | 1,964 | 9 |
| 30 Year Euro-Buxl Futures | Long | 50 | September 2020 | € 5,000 | 12,356 | 290 |
| | | | | | | <u>\$ 124</u> |

Forward currency contracts

| Contract amount | | Counterparty | Settlement date | Unrealized appreciation (depreciation) at 6/30/2020 (000) |
|--------------------|----------------|-------------------------|-----------------|--|
| Purchases (000) | Sales (000) | | | |
| USD4,101 | MXN91,990 | Standard Chartered Bank | 7/6/2020 | \$ 102 |
| CAD9,500 | USD6,787 | UBS AG | 7/8/2020 | 210 |
| USD6,833 | CAD9,500 | UBS AG | 7/8/2020 | (165) |
| USD3,130 | DKK20,600 | Standard Chartered Bank | 7/9/2020 | 24 |
| USD2,118 | CNH15,000 | Bank of New York Mellon | 7/10/2020 | (3) |
| USD6,210 | CNH44,100 | JPMorgan Chase | 7/10/2020 | (24) |
| USD2,912 | JPY311,200 | Bank of New York Mellon | 7/14/2020 | 29 |
| USD2,078 | JPY223,000 | Bank of New York Mellon | 7/14/2020 | 12 |
| JPY222,000 | USD2,077 | Bank of New York Mellon | 7/14/2020 | (21) |
| JPY447,000 | USD4,187 | UBS AG | 7/14/2020 | (46) |
| USD2,273 | GBP1,830 | UBS AG | 7/21/2020 | 5 |
| USD19,540 | CNH138,600 | Bank of America | 7/21/2020 | (40) |
| USD16,421 | ILS56,300 | JPMorgan Chase | 7/27/2020 | 157 |
| USD6,281 | MXN142,000 | Citibank | 7/27/2020 | 127 |
| CZK306,030 | EUR11,465 | JPMorgan Chase | 7/27/2020 | 14 |
| USD2,851 | THB88,000 | JPMorgan Chase | 7/27/2020 | 4 |
| CHF800 | USD845 | JPMorgan Chase | 7/27/2020 | <u>10</u> |
| USD2,067 | EUR1,840 | Barclays Bank PLC | 7/27/2020 | (1) |
| EUR10,102 | DKK75,300 | JPMorgan Chase | 7/27/2020 | (3) |
| EUR1,639 | RON7,960 | Citibank | 7/27/2020 | (3) |
| SEK23,400 | USD2,515 | Citibank | 7/27/2020 | (3) |
| AUD12,000 | USD8,289 | JPMorgan Chase | 7/27/2020 | (7) |
| PLN12,600 | USD3,194 | Citibank | 7/27/2020 | (9) |
| USD7,408 | ZAR129,100 | JPMorgan Chase | 7/27/2020 | (9) |
| CZK133,600 | USD5,645 | JPMorgan Chase | 7/27/2020 | (13) |
| USD4,134 | CZK98,590 | Bank of America | 7/27/2020 | (23) |
| CAD49,400 | USD36,420 | JPMorgan Chase | 7/27/2020 | (29) |
| GBP5,330 | USD6,657 | JPMorgan Chase | 7/27/2020 | (51) |
| NOK144,985 | USD15,204 | Citibank | 7/27/2020 | (139) |
| EUR56,180 | USD63,365 | JPMorgan Chase | 7/27/2020 | (207) |
| JPY9,971,500 | USD93,462 | JPMorgan Chase | 7/27/2020 | (1,079) |
| KRW6,785,200 | USD5,622 | Goldman Sachs | 7/28/2020 | 19 |
| COP14,642,500 | USD3,936 | Standard Chartered Bank | 7/28/2020 | (49) |
| USD12,392 | MYR53,000 | Standard Chartered Bank | 7/29/2020 | 39 |
| USD14,848 | BRL81,200 | JPMorgan Chase | 8/7/2020 | (55) |
| | | | | <u>\$(1,237)</u> |

Capital World Bond Fund (formerly Global Bond Fund)

Swap contracts

Interest rate swaps

| Receive | Pay | Expiration date | Notional (000) | Value at 6/30/2020 (000) | Upfront premium (received) paid (000) | Unrealized appreciation (depreciation) at 6/30/2020 (000) |
|-------------------|-------------------|-----------------|----------------|--------------------------|---------------------------------------|---|
| 0.525% | 6-month HUF-BUBOR | 1/29/2022 | HUF16,744,000 | \$ (76) | \$ (297) | \$ 221 |
| 1.01% | 6-month HUF-BUBOR | 2/25/2022 | 9,100,000 | 182 | 66 | 116 |
| 0.965% | 6-month HUF-BUBOR | 2/26/2022 | 13,039,000 | 232 | 63 | 169 |
| 6-month HUF-BUBOR | 1.39% | 11/11/2029 | 2,335,000 | (72) | 53 | (125) |
| 6-month PLN-WIBOR | 2.155% | 1/22/2030 | PLN35,000 | (1,073) | (1,122) | 49 |
| 6-month HUF-BUBOR | 1.80% | 1/22/2030 | HUF1,418,000 | (212) | (137) | (75) |
| 6-month HUF-BUBOR | 1.845% | 2/25/2030 | 2,024,500 | (325) | (217) | (108) |
| 6-month HUF-BUBOR | 1.79% | 2/26/2030 | 2,024,500 | (292) | (184) | (108) |
| 0.0079% | 6-month JPY-LIBOR | 4/8/2030 | ¥1,620,000 | (56) | 30 | (86) |
| | | | | | <u>\$(1,745)</u> | <u>\$ 53</u> |

Credit default swaps

Centrally cleared credit default swaps on credit indices – sell protection

| Receive/ Payment frequency | Pay | Expiration date | Notional (000) | Value at 6/30/2020 (000) | Upfront receipts (000) | Unrealized appreciation at 6/30/2020 (000) |
|-------------------------------|--------------|-----------------|----------------|--------------------------|------------------------|--|
| 1.00%/Quarterly | CDX.NA.IG.34 | 6/20/2025 | \$91,850 | \$1,074 | \$555 | \$519 |

The following footnotes apply to either the individual securities noted or one or more of the securities aggregated and listed as a single line item.

¹Index-linked bond whose principal amount moves with a government price index.

²Acquired in a transaction exempt from registration under Rule 144A of the Securities Act of 1933. May be resold in the U.S. in transactions exempt from registration, normally to qualified institutional buyers. The total value of all such securities, including those in "Other securities," was \$273,114,000, which represented 13.13% of the net assets of the fund.

³Principal payments may be made periodically. Therefore, the effective maturity date may be earlier than the stated maturity date.

⁴Step bond; coupon rate may change at a later date.

⁵All or a portion of this security was pledged as collateral. The total value of pledged collateral was \$8,973,000, which represented .43% of the net assets of the fund.

⁶Purchased on a TBA basis.

⁷Rate represents the seven-day yield at 6/30/2020.

⁸Notional amount is calculated based on the number of contracts and notional contract size.

⁹Value is calculated based on the notional amount and current market price.

¹⁰Amount less than one thousand.

Key to abbreviations and symbols

AUD = Australian dollars

BRL = Brazilian reais

BUBOR = Budapest Interbank Offered Rate

CAD/C\$ = Canadian dollars

CHF = Swiss francs

CNH/CNY = Chinese yuan renminbi

COP = Colombian pesos

CZK = Czech korunas

DKK/DKr = Danish kroner

EUR/€ = Euros

GBP/£ = British pounds

HUF = Hungarian forints

ILS = Israeli shekels

JPY/¥ = Japanese yen

KRW = South Korean won

LIBOR = London Interbank Offered Rate

MXN = Mexican pesos

MYR = Malaysian ringgits

NOK = Norwegian kroner

PLN = Polish zloty

RON = Romanian leu

RUB = Russian rubles

SEK = Swedish kronor

SOFR = Secured Overnight Financing Rate

TBA = To-be-announced

THB = Thai baht

USD/\$ = U.S. dollars

WIBOR = Warsaw Interbank Offer Rate

ZAR = South African rand

See notes to financial statements.

High-Income Bond Fund

Summary investment portfolio June 30, 2020

unaudited

| Bonds, notes & other debt instruments 92.29% | | Principal amount (000) | Value (000) |
|---|--|---------------------------|----------------|
| Corporate bonds & notes 92.27% | | | |
| Communication services 13.84% | Cablevision Systems Corp. 6.75% 2021 | \$ 3,513 | \$ 3,698 |
| | CCO Holdings LLC and CCO Holdings Capital Corp. 5.75% 2026 ¹ | 3,182 | 3,298 |
| | CenturyLink, Inc. 6.75% 2023 | 2,760 | 2,974 |
| | Gogo Inc. 9.875% 2024 ¹ | 11,114 | 9,420 |
| | Intelsat Jackson Holding Co., Term Loan, 6.625% 2024 ² | 3,900 | 3,917 |
| | MDC Partners Inc. 6.50% 2024 ¹ | 5,170 | 4,824 |
| | Sprint Corp. 6.875% 2028 | 4,171 | 5,095 |
| | Sprint Corp. 8.75% 2032 | 2,165 | 3,097 |
| | Sprint Corp. 7.63%-11.50% 2021-2026 | 3,385 | 3,909 |
| | T-Mobile US, Inc. 3.88%-6.50% 2025-2050 ¹ | 1,333 | 1,462 |
| | Trilogy International Partners, LLC 8.875% 2022 ¹ | 4,500 | 3,998 |
| | Univision Communications Inc. 5.125% 2023 ¹ | 3,308 | 3,348 |
| | Univision Communications Inc. 5.125% 2025 ¹ | 3,195 | 3,019 |
| | Univision Communications Inc. 6.625% 2027 ¹ | 3,050 | 2,924 |
| | Other securities | | 53,542 |
| | | | 108,525 |
| Health care 12.90% | Bausch Health Companies Inc. 5.00%-9.25% 2026-2030 ¹ | 6,633 | 6,823 |
| | Endo Dac / Endo Finance LLC / Endo Finco 6.00%-9.50% 2027-2028 ¹ | 6,477 | 5,301 |
| | Endo International PLC 5.75%-5.88% 2022-2024 ¹ | 3,837 | 3,576 |
| | Mallinckrodt PLC 10.00% 2025 ¹ | 8,538 | 7,236 |
| | Molina Healthcare, Inc. 5.375% 2022 | 5,264 | 5,381 |
| | Molina Healthcare, Inc. 4.38%-4.88% 2025-2028 ¹ | 2,698 | 2,716 |
| | Par Pharmaceutical Inc. 7.50% 2027 ¹ | 4,672 | 4,810 |
| | Rotech Healthcare Inc., Term Loan, (3-month USD-LIBOR + 11.00%) 13.00% 2023 (100% PIK) ^{2,3,4,5,6} | 6,046 | 6,106 |
| | Tenet Healthcare Corp. 4.875% 2026 ¹ | 6,380 | 6,259 |
| | Tenet Healthcare Corp. 4.63%-8.13% 2022-2027 ¹ | 3,235 | 3,260 |
| | Teva Pharmaceutical Finance Co. BV 2.80% 2023 | 3,915 | 3,711 |
| | Teva Pharmaceutical Finance Co. BV 6.00% 2024 | 4,779 | 4,921 |
| | Teva Pharmaceutical Finance Co. BV 2.20%-7.13% 2021-2028 ¹ | 4,374 | 4,423 |
| | Valeant Pharmaceuticals International, Inc. 5.88%-9.00% 2023-2027 ¹ | 3,320 | 3,434 |
| | Other securities | | 33,228 |
| | | | 101,185 |
| Consumer discretionary 12.57% | Ford Motor Co. 4.35%-9.63% 2023-2030 | 3,819 | 4,073 |
| | Ford Motor Credit Co. 5.125% 2025 | 3,485 | 3,502 |
| | Ford Motor Credit Co. 3.09%-5.58% 2021-2024 | 2,252 | 2,181 |
| | PetSmart, Inc. 7.125% 2023 ¹ | 7,039 | 6,955 |
| | PetSmart, Inc. 5.875% 2025 ¹ | 4,091 | 4,114 |
| | PetSmart, Inc. 8.875% 2025 ¹ | 3,941 | 3,946 |
| | Scientific Games Corp. 8.25% 2026 ¹ | 5,279 | 4,694 |
| | Scientific Games Corp. 5.00%-8.63% 2021-2029 ¹ | 4,109 | 3,716 |
| | Staples, Inc. 7.50% 2026 ¹ | 3,870 | 3,049 |
| | Other securities | | 62,369 |
| | | | |
| Materials 11.51% | Cleveland-Cliffs Inc. 5.75% 2025 | 3,789 | 3,237 |
| | Cleveland-Cliffs Inc. 5.875% 2027 | 6,060 | 5,017 |
| | Cleveland-Cliffs Inc. 4.88%-9.88% 2024-2027 ¹ | 5,083 | 4,826 |
| | First Quantum Minerals Ltd. 7.25% 2022 ¹ | 3,229 | 3,168 |
| | First Quantum Minerals Ltd. 7.25% 2023 ¹ | 3,072 | 2,953 |
| | First Quantum Minerals Ltd. 7.50% 2025 ¹ | 8,243 | 7,906 |
| | First Quantum Minerals Ltd. 6.50%-6.88% 2024-2026 ¹ | 3,687 | 3,499 |
| | FXI Holdings, Inc. 7.875% 2024 ¹ | 3,530 | 3,047 |
| | FXI Holdings, Inc. 12.25% 2026 ¹ | 3,976 | 3,868 |
| LSB Industries, Inc. 9.625% 2023 ¹ | 3,638 | 3,516 | |

High-Income Bond Fund

| Bonds, notes & other debt instruments | | Principal amount (000) | Value (000) |
|--|---|---------------------------|----------------|
| | Ryerson Inc. 11.00% 2022 ¹ | \$3,113 | \$ 3,189 |
| | Venator Materials Corp. 5.75% 2025 ¹ | 5,426 | 3,876 |
| | Other securities | | 42,176 |
| | | | <u>90,278</u> |
| Industrials 10.51% | ADT Corp. 3.50% 2022 | 3,465 | 3,455 |
| | Associated Materials, LLC 9.00% 2024 ¹ | 5,773 | 4,970 |
| | Delta Air Lines, Inc. 7.00% 2025 ¹ | 3,195 | 3,301 |
| | Dun & Bradstreet Corp. 10.25% 2027 ¹ | 3,497 | 3,890 |
| | United Airlines Holdings, Inc. 6.50% 2027 ¹ | 4,375 | 4,397 |
| | Other securities | | 62,393 |
| | | | <u>82,406</u> |
| Energy 9.60% | CONSOL Energy Inc. 5.875% 2022 | 3,120 | 3,075 |
| | Teekay Corp. 9.25% 2022 ¹ | 3,108 | 2,995 |
| | Other securities | | 69,241 |
| | | | <u>75,311</u> |
| Financials 6.60% | Compass Diversified Holdings 8.00% 2026 ¹ | 3,394 | 3,464 |
| | FS Energy and Power Fund 7.50% 2023 ¹ | 3,999 | 3,420 |
| | Navient Corp. 6.50% 2022 | 3,533 | 3,482 |
| | Navient Corp. 5.00%-6.13% 2023-2033 | 6,364 | 5,762 |
| | Other securities | | 35,618 |
| | | | <u>51,746</u> |
| Information technology 6.11% | Almonde Inc., Term Loan, (3-month USD-LIBOR + 7.25%) 8.25% 2025 ^{2,6} | 3,924 | 3,425 |
| | Genesys Telecommunications Laboratories, Inc. 10.00% 2024 ¹ | 3,341 | 3,483 |
| | Kronos Inc., Term Loan B, (3-month USD-LIBOR + 8.25%) 9.25% 2024 ^{2,6} | 6,753 | 6,757 |
| | Other securities | | 34,243 |
| | | | <u>47,908</u> |
| Real estate 3.32% | Iron Mountain Inc. 5.75% 2024 | 3,027 | 3,065 |
| | Iron Mountain Inc. 4.88%-5.25% 2027-2030 ¹ | 5,997 | 5,901 |
| | Other securities | | 17,062 |
| | | | <u>26,028</u> |
| Utilities 2.87% | Other securities | | <u>22,507</u> |
| Consumer staples 2.44% | Other securities | | <u>19,127</u> |
| | Total corporate bonds & notes | | <u>723,620</u> |
| Bonds & notes of governments & government agencies outside the U.S. 0.02% | | | |
| Bonds & notes of governments & government agencies outside the U.S. 0.02% | Other securities | | <u>194</u> |
| Municipals 0.00% | Other securities | | <u>5</u> |
| | Total bonds, notes & other debt instruments (cost: \$783,720,000) | | <u>723,819</u> |

High-Income Bond Fund

| Convertible bonds & notes 0.63% | | Principal amount (000) | Value (000) |
|--|--|---------------------------|-----------------|
| Communication services 0.20% | Gogo Inc., convertible notes, 6.00% 2022 Other securities | \$ 422 | \$ 297 1,285 |
| | | | <u>1,582</u> |
| Other 0.43% | Other securities | | <u>3,345</u> |
| | Total convertible bonds & notes (cost: \$4,765,000) | | <u>4,927</u> |

| Convertible stocks 0.50% | | Shares | |
|--------------------------|---|--------|--------------|
| Other 0.50% | Other securities | | <u>3,892</u> |
| | Total convertible stocks (cost: \$7,788,000) | | <u>3,892</u> |

| Preferred securities 0.23% | | | |
|--|---|--|--------------|
| Consumer discretionary 0.23% | Other securities | | <u>1,789</u> |
| | Total preferred securities (cost: \$1,655,000) | | <u>1,789</u> |

| Common stocks 1.88% | | | |
|-----------------------------|---|---------|---------------|
| Health care 1.28% | Rotech Healthcare Inc. ^{3,4,7,8} Other securities | 201,793 | 9,686 335 |
| | | | <u>10,021</u> |
| Materials 0.11% | First Quantum Minerals Ltd. Other securities | 44,800 | 357 504 |
| | | | <u>861</u> |
| Other 0.49% | Other securities | | <u>3,912</u> |
| | Total common stocks (cost: \$21,518,000) | | <u>14,794</u> |

| Rights & warrants 0.02% | | | |
|-------------------------|--|--|------------|
| Other 0.02% | Other securities | | <u>147</u> |
| | Total rights & warrants (cost: \$216,000) | | <u>147</u> |

| Short-term securities 4.84% | | | |
|---------------------------------------|--|---------|-------------------------|
| Money market investments 4.84% | | | |
| | Capital Group Central Cash Fund 0.18% ⁹ | 379,651 | <u>37,969</u> |
| | Total short-term securities (cost: \$37,962,000) | | <u>37,969</u> |
| | Total investment securities 100.39% (cost: \$857,624,000) | | <u>787,337</u> |
| | Other assets less liabilities (0.39)% | | <u>(3,086)</u> |
| | Net assets 100.00% | | <u><u>\$784,251</u></u> |

This summary investment portfolio is designed to streamline the report and help investors better focus on the fund's principal holdings. See the inside back cover for details on how to obtain a complete schedule of portfolio holdings.

"Other securities" includes all issues that are not disclosed separately in the summary investment portfolio.

High-Income Bond Fund

Swap contracts

Credit default swaps

Centrally cleared credit default swaps on credit indices – buy protection

| Receive | Pay/ Payment frequency | Expiration date | Notional (000) | Value at 6/30/2020 (000) | Upfront premium received (000) | Unrealized appreciation at 6/30/2020 (000) |
|--------------|---------------------------|--------------------|-------------------|--------------------------------|---|---|
| CDX.NA.HY.25 | 5.00%/Quarterly | 6/20/2025 | \$12,160 | \$84 | \$(235) | \$319 |

The following footnotes apply to either the individual securities noted or one or more of the securities aggregated and listed as a single line item.

¹Acquired in a transaction exempt from registration under Rule 144A of the Securities Act of 1933. May be resold in the U.S. in transactions exempt from registration, normally to qualified institutional buyers. The total value of all such securities, including those in "Other securities," was \$464,508,000, which represented 59.23% of the net assets of the fund.

²Loan participations and assignments; may be subject to legal or contractual restrictions on resale. The total value of all such loans, including those in "Other securities," was \$51,618,000, which represented 6.58% of the net assets of the fund.

³Valued under fair value procedures adopted by authority of the board of trustees. The total value of all such securities, including those in "Other securities," was \$21,408,000, which represented 2.73% of the net assets of the fund.

⁴Value determined using significant unobservable inputs.

⁵Payment in kind; the issuer has the option of paying additional securities in lieu of cash. Most recent payment was 100% cash unless otherwise noted.

⁶Coupon rate may change periodically. Reference rate and spread are as of the most recent information available. Some coupon rates are determined by the issuer or agent based on current market conditions; therefore, the reference rate and spread are not available.

⁷Security did not produce income during the last 12 months.

⁸Acquired through a private placement transaction exempt from registration under the Securities Act of 1933. May be subject to legal or contractual restrictions on resale. Further details on these holdings appear below.

⁹Rate represents the seven-day yield at 6/30/2020.

| Private placement securities | Acquisition date(s) | Cost (000) | Value (000) | Percent of net assets |
|---|------------------------|----------------|-----------------|-----------------------------|
| Rotech Healthcare Inc. | 9/26/2013 | \$ 4,331 | \$ 9,686 | 1.24% |
| Other securities | 11/15/2016-8/31/2018 | 1,319 | 1,505 | .19 |
| Total private placement securities | | \$5,650 | \$11,191 | 1.43% |

Key to abbreviations and symbol

LIBOR = London Interbank Offered Rate

USD/\$ = U.S. dollars

See notes to financial statements.

American Funds Mortgage Fund (formerly Mortgage Fund)

Summary investment portfolio June 30, 2020

unaudited

| | | Principal amount (000) | Value (000) |
|--|---|---------------------------|----------------|
| Bonds, notes & other debt instruments 96.81% | | | |
| Mortgage-backed obligations 91.85% | | | |
| Federal agency mortgage-backed obligations 87.49% | Fannie Mae Pool #AL9335 3.872% 2040 ^{1,2} | \$ 1,629 | \$ 1,711 |
| | Fannie Mae Pool #AL9327 3.406% 2041 ^{1,2} | 1,450 | 1,526 |
| | Fannie Mae Pool #AL9326 3.743% 2041 ^{1,2} | 2,055 | 2,163 |
| | Fannie Mae Pool #CA2804 4.50% 2048 ¹ | 2,992 | 3,216 |
| | Fannie Mae Pool #CA4867 3.00% 2049 ^{1,3} | 4,891 | 5,271 |
| | Fannie Mae Pool #CA5496 3.00% 2050 ¹ | 9,932 | 10,744 |
| | Fannie Mae 2.50%-5.00% 2031-2049 ^{1,2,3} | 6,489 | 6,954 |
| | Freddie Mac Pool #C91883 4.00% 2036 ¹ | 3,627 | 3,908 |
| | Freddie Mac Pool #RA1339 3.00% 2049 ¹ | 3,720 | 3,952 |
| | Freddie Mac Pool #QA8936 3.00% 2050 ¹ | 7,973 | 8,494 |
| | Freddie Mac Pool #SD7514 3.50% 2050 ^{1,3} | 12,796 | 13,739 |
| | Freddie Mac, Series K030, Class A2, Multi Family, 3.25% 2023 ¹ | 1,746 | 1,861 |
| | Freddie Mac, Series K031, Class A2, Multi Family, 3.30% 2023 ¹ | 4,722 | 5,060 |
| | Freddie Mac 3.10%-5.00% 2034-2049 ^{1,2,3} | 5,346 | 5,811 |
| | Freddie Mac Seasoned Credit Risk Transfer Trust, Series 2017-2, Class HA, 2.939% 2056 ^{1,2} | 1,387 | 1,479 |
| | Freddie Mac Seasoned Credit Risk Transfer Trust, Series 2017-2, Class MA, 3.00% 2056 ¹ | 1,362 | 1,460 |
| | Freddie Mac Seasoned Credit Risk Transfer Trust, Series 2017-4, Class HT, 3.25% 2057 ^{1,2} | 5,099 | 5,608 |
| | Freddie Mac Seasoned Credit Risk Transfer Trust, Series 2018-3, Class MA, 3.50% 2057 ¹ | 3,008 | 3,261 |
| | Freddie Mac Seasoned Credit Risk Transfer Trust, Series 2017-4, Class MT, 3.50% 2057 ¹ | 2,256 | 2,547 |
| | Freddie Mac Seasoned Loan Structured Transaction Trust, Series 2018-2, Class A1, 3.50% 2028 ¹ | 6,352 | 6,935 |
| | Freddie Mac Seasoned Loan Structured Transaction Trust, Series 2018-1, Class A1, 3.50% 2028 ¹ | 1,762 | 1,910 |
| | Freddie Mac Seasoned Loan Structured Transaction Trust, Series 2019-3, Class A1C, 2.75% 2029 ¹ | 1,891 | 1,997 |
| | Government National Mortgage Assn. 4.25% 2044 ¹ | 1,551 | 1,718 |
| | Government National Mortgage Assn. 2.50% 2050 ^{1,4} | 5,000 | 5,251 |
| | Government National Mortgage Assn. 2.50% 2050 ^{1,4} | 3,500 | 3,668 |
| | Government National Mortgage Assn. Pool #AA7301 3.50% 2043 ¹ | 1,515 | 1,624 |
| | Government National Mortgage Assn. 3.50%-6.50% 2034-2066 ^{1,4} | 13,221 | 14,153 |
| | Uniform Mortgage-Backed Security 2.00% 2035 ^{1,4} | 41,500 | 42,858 |
| | Uniform Mortgage-Backed Security 2.50% 2035 ^{1,4} | 11,500 | 12,019 |
| | Uniform Mortgage-Backed Security 3.00% 2035 ^{1,4} | 41,432 | 43,543 |
| | Uniform Mortgage-Backed Security 3.00% 2050 ^{1,4} | 1,406 | 1,480 |
| | Uniform Mortgage-Backed Security 3.50% 2050 ^{1,4} | 12,585 | 13,237 |
| | Uniform Mortgage-Backed Security 4.50% 2050 ^{1,4} | 5,250 | 5,642 |
| | Uniform Mortgage-Backed Securities 2.50%-4.00% 2050 ^{1,4} | 1,088 | 1,131 |
| | Other securities | | 5,021 |
| | | | <u>250,952</u> |
| Collateralized mortgage-backed obligations (privately originated) 4.36% | Other securities | | 12,498 |
| | Total mortgage-backed obligations | | <u>263,450</u> |
| U.S. Treasury bonds & notes 4.07% | | | |
| U.S. Treasury 2.95% | U.S. Treasury 0.125% 2023 | 3,500 | 3,496 |
| | U.S. Treasury 1.25% 2050 | 5,155 | 4,950 |
| | | | <u>8,446</u> |
| U.S. Treasury inflation-protected securities 1.12% | U.S. Treasury Inflation-Protected Security 2.125% 2041 ⁵ | 129 | 192 |
| | U.S. Treasury Inflation-Protected Security 0.75% 2042 ^{3,5} | 2,523 | 3,029 |
| | | | <u>3,221</u> |
| | Total U.S. Treasury bonds & notes | | <u>11,667</u> |

American Funds Mortgage Fund (formerly Mortgage Fund)

| Bonds, notes & other debt instruments | Principal amount (000) | Value (000) |
|--|---------------------------|-------------------|
| Asset-backed obligations 0.89% | | |
| Other securities | | \$ 2,561 |
| Total bonds, notes & other debt instruments (cost: \$271,718,000) | | <u>277,678</u> |
| Short-term securities 47.13% | | |
| Commercial paper 24.85% | | |
| Apple Inc. 0.12% due 7/8/2020 ⁶ | \$ 8,000 | 8,000 |
| Chariot Funding, LLC 0.25% due 9/25/2020 ⁶ | 7,000 | 6,998 |
| Coca-Cola Co. 0.18% due 11/20/2020 ⁶ | 6,850 | 6,845 |
| Eli Lilly and Co. 0.12% due 8/4/2020 ⁶ | 7,000 | 6,996 |
| Emerson Electric Co. 0.10%-0.15% due 7/6/2020-8/11/2020 ⁶ | 8,000 | 7,997 |
| ExxonMobil Corp. 0.26% due 9/25/2020 | 3,450 | 3,449 |
| Merck & Co. Inc. 0.20% due 8/27/2020 ⁶ | 8,000 | 7,998 |
| National Rural Utilities Cooperative Finance Corp. 0.09% due 7/1/2020 | 5,000 | 5,000 |
| Nordea Bank AB 0.05% due 7/1/2020 ⁶ | 3,000 | 3,000 |
| Paccar Financial Corp. 0.12% due 7/9/2020 | 2,000 | 2,000 |
| Pfizer Inc. 0.21% due 10/16/2020 ⁶ | 5,000 | 4,997 |
| Simon Property Group, LP 0.15% due 7/23/2020 ⁶ | 8,000 | 8,000 |
| | | <u>71,280</u> |
| Federal agency discount notes 16.00% | | |
| Federal Farm Credit Banks 0.12%-0.20% due 7/10/2020-11/6/2020 | 15,000 | 14,995 |
| Federal Home Loan Bank 0.11%-0.12% due 7/20/2020-8/21/2020 | 20,800 | 20,797 |
| Tennessee Valley Authority 0.11% due 7/15/2020 | 10,100 | 10,099 |
| | | <u>45,891</u> |
| U.S. Treasury bills 6.28% | | |
| U.S. Treasury Bills 0.08%-0.10% due 7/2/2020-7/21/2020 | 18,000 | 17,999 |
| Total short-term securities (cost: \$135,172,000) | | <u>135,170</u> |
| Total investment securities 143.94% (cost: \$406,890,000) | | 412,848 |
| Other assets less liabilities (43.94)% | | (126,023) |
| Net assets 100.00% | | <u>\$ 286,825</u> |

This summary investment portfolio is designed to streamline the report and help investors better focus on the fund's principal holdings. See the inside back cover for details on how to obtain a complete schedule of portfolio holdings.

"Other securities" includes all issues that are not disclosed separately in the summary investment portfolio. "Other securities" includes a security that was valued under fair value procedures adopted by authority of the board of trustees. The total value of the security that was valued under fair value procedures was \$750,000, which represented .26% of the net assets of the fund.

American Funds Mortgage Fund (formerly Mortgage Fund)

Futures contracts

| Contracts | Type | Number of contracts | Expiration | Notional amount ⁷ (000) | Value at 6/30/2020 ⁸ (000) | Unrealized (depreciation) appreciation at 6/30/2020 (000) |
|--|-------|---------------------|----------------|---------------------------------------|--|--|
| 90 Day Euro Dollar Futures | Short | 207 | September 2020 | \$(51,750) | \$(51,613) | \$(18) |
| 90 Day Euro Dollar Futures | Short | 123 | March 2021 | (30,750) | (30,689) | (6) |
| 5 Year U.S. Treasury Note Futures | Long | 226 | October 2020 | 22,600 | 28,418 | 66 |
| 10 Year U.S. Treasury Note Futures | Long | 1 | September 2020 | 100 | 139 | 1 |
| 10 Year Ultra U.S. Treasury Note Futures | Short | 62 | September 2020 | (6,200) | (9,764) | (50) |
| 20 Year U.S. Treasury Bond Futures | Long | 14 | September 2020 | 1,400 | 2,500 | 11 |
| 30 Year Ultra U.S. Treasury Bond Futures | Long | 19 | September 2020 | 1,900 | 4,145 | 30 |
| | | | | | | <u>\$ 34</u> |

Swap contracts

Interest rate swaps

| Receive | Pay | Expiration date | Notional (000) | Value at 6/30/2020 (000) | Upfront premium paid (000) | Unrealized depreciation at 6/30/2020 (000) |
|-------------------|---------|-----------------|----------------|--------------------------|----------------------------|--|
| 3-month USD-LIBOR | 2.322% | 5/2/2024 | \$10,100 | \$ (797) | \$- | \$ (797) |
| 3-month USD-LIBOR | 2.325% | 5/2/2024 | 23,300 | (1,843) | - | (1,843) |
| U.S. EFFR | 0.11% | 5/18/2024 | 9,400 | - ⁹ | - | - ⁹ |
| U.S. EFFR | 0.1275% | 6/25/2025 | 4,400 | (9) | - | (9) |
| U.S. EFFR | 0.0975% | 6/30/2025 | 2,387 | (1) | - | (1) |
| U.S. EFFR | 0.106% | 6/30/2025 | 1,913 | (2) | - | (2) |
| U.S. EFFR | 0.105% | 6/30/2025 | 4,300 | (3) | - | (3) |
| 3-month USD-LIBOR | 3.238% | 8/8/2044 | 2,000 | (1,054) | - | (1,054) |
| 3-month USD-LIBOR | 3.2265% | 9/25/2044 | 3,000 | (1,581) | - | (1,581) |
| 3-month USD-LIBOR | 1.961% | 1/9/2050 | 2,400 | (677) | - | (677) |
| | | | | | <u>\$-</u> | <u>\$(5,967)</u> |

The following footnotes apply to either the individual securities noted or one or more of the securities aggregated and listed as a single line item.

¹Principal payments may be made periodically. Therefore, the effective maturity date may be earlier than the stated maturity date.

²Coupon rate may change periodically. Reference rate and spread are as of the most recent information available. Some coupon rates are determined by the issuer or agent based on current market conditions; therefore, the reference rate and spread are not available.

³All or a portion of this security was pledged as collateral. The total value of pledged collateral was \$2,618,000, which represented .91% of the net assets of the fund.

⁴Purchased on a TBA basis.

⁵Index-linked bond whose principal amount moves with a government price index.

⁶Acquired in a transaction exempt from registration under Rule 144A or Section 4(2) of the Securities Act of 1933. May be resold in the U.S. in transactions exempt from registration, normally to qualified institutional buyers. The total value of all such securities, including those in "Other securities," was \$74,419,000, which represented 25.95% of the net assets of the fund.

⁷Notional amount is calculated based on the number of contracts and notional contract size.

⁸Value is calculated based on the notional amount and current market price.

⁹Amount less than one thousand.

Key to abbreviations and symbol

EFFR = Effective Federal Funds Rate

LIBOR = London Interbank Offered Rate

TBA = To-be-announced

USD/\$ = U.S. dollars

See notes to financial statements.

Ultra-Short Bond Fund

Investment portfolio June 30, 2020

unaudited

| Short-term securities 99.93% | Principal amount (000) | Value (000) |
|---|---------------------------|------------------|
| Commercial paper 68.21% | | |
| Amazon.com, Inc. 0.14% due 7/20/2020 ¹ | \$10,000 | \$ 9,999 |
| Caisse d'Amortissement de la Dette Sociale 0.15% due 7/8/2020 | 10,000 | 10,000 |
| Chariot Funding, LLC 0.15% due 7/29/2020 ¹ | 4,700 | 4,699 |
| CRC Funding, LLC 0.23% due 9/17/2020 ¹ | 10,000 | 9,995 |
| Credit Agricole North America, Inc. 0.20% due 8/13/2020 | 4,400 | 4,399 |
| DBS Bank Ltd. 0.21% due 8/21/2020 ¹ | 6,500 | 6,499 |
| Eli Lilly and Co. 0.15% due 7/28/2020 ¹ | 10,000 | 9,996 |
| Emerson Electric Co. 0.85% due 7/1/2020 ¹ | 10,000 | 10,000 |
| ExxonMobil Corp. 0.23% due 10/6/2020 | 10,000 | 9,995 |
| Henkel of America, Inc. 0.30% due 8/6/2020 ¹ | 7,600 | 7,599 |
| Inova Health System Foundation 0.22% due 9/17/2020 | 7,900 | 7,897 |
| Kaiser Foundation Hospitals 0.25% due 8/5/2020 | 8,700 | 8,697 |
| Liberty Street Funding LLC 0.25% due 8/4/2020 ¹ | 10,000 | 9,998 |
| L'Oréal USA, Inc. 0.25% due 7/28/2020 ¹ | 10,000 | 9,999 |
| LVMH Moët Hennessy Louis Vuitton Inc. 0.18%-0.25% due 7/16/2020-8/19/2020 ¹ | 10,800 | 10,799 |
| Merck & Co. Inc. 0.25% due 8/13/2020 ¹ | 6,800 | 6,799 |
| Mizuho Bank, Ltd. 0.24% due 8/20/2020 ¹ | 10,000 | 9,997 |
| Nederlandse Waterschapsbank NV 0.19% due 8/25/2020 ¹ | 5,800 | 5,799 |
| Novartis Finance Corp. 0.20% due 7/20/2020 ¹ | 10,000 | 9,999 |
| OMERS Finance Trust 0.14% due 7/3/2020 | 10,000 | 10,000 |
| Oversea-Chinese Banking Corp. Ltd. 0.21% due 8/27/2020 ¹ | 800 | 800 |
| Pfizer Inc. 0.22% due 10/30/2020 ¹ | 10,900 | 10,892 |
| Siemens Capital Co. LLC 0.11% due 7/6/2020 ¹ | 10,500 | 10,500 |
| Simon Property Group, LP 0.20% due 7/27/2020 ¹ | 8,400 | 8,399 |
| Société Générale 0.26% due 8/14/2020 ¹ | 5,000 | 4,999 |
| Starbird Funding Corp. 0.07% due 7/1/2020 ¹ | 8,000 | 8,000 |
| Sumitomo Mitsui Banking Corp. 0.25% due 8/5/2020 ¹ | 10,000 | 9,999 |
| Victory Receivables Corp. 0.23% due 8/24/2020 ¹ | 8,000 | 7,996 |
| | | <u>234,750</u> |
| Bills & notes of governments & government agencies outside the U.S. 17.95% | | |
| Alberta (Province of) 0.18%-0.20% due 8/20/2020-9/14/2020 ¹ | 10,500 | 10,497 |
| British Columbia (Province of) 0.07% due 7/13/2020 | 5,000 | 5,000 |
| Canada Bill 0.16% due 8/12/2020 | 9,400 | 9,399 |
| Denmark (Kingdom of) 0.15%-0.24% due 7/8/2020-7/31/2020 | 11,300 | 11,300 |
| KFW 0.18% due 8/10/2020 ¹ | 10,000 | 9,999 |
| Oesterreich Kontrollbank 0.22% due 10/22/2020 | 5,600 | 5,597 |
| Québec (Province of) 0.16% due 8/17/2020 ¹ | 10,000 | 9,999 |
| | | <u>61,791</u> |
| Federal agency discount notes 7.00% | | |
| Fannie Mae 0.20% due 10/16/2020 | 5,700 | 5,697 |
| Federal Home Loan Bank 0.13% due 7/27/2020-8/19/2020 | 13,400 | 13,398 |
| Freddie Mac 0.13% due 8/19/2020 | 5,000 | 4,999 |
| | | <u>24,094</u> |
| U.S. Treasury bills 6.77% | | |
| U.S. Treasury Bills 0.08%-0.15% due 7/2/2020-10/13/2020 | 23,300 | 23,296 |
| Total short-term securities (cost: \$343,921,000) | | <u>343,931</u> |
| Total investment securities 99.93% (cost: \$343,921,000) | | 343,931 |
| Other assets less liabilities 0.07% | | 255 |
| Net assets 100.00% | | <u>\$344,186</u> |

Ultra-Short Bond Fund

The following footnote applies to either the individual securities noted or one or more of the securities aggregated and listed as a single line item.

¹Acquired in a transaction exempt from registration under Rule 144A or Section 4(2) of the Securities Act of 1933. May be resold in the U.S. in transactions exempt from registration, normally to qualified institutional buyers. The total value of all such securities was \$214,257,000, which represented 62.25% of the net assets of the fund.

See notes to financial statements.

U.S. Government/AAA-Rated Securities Fund

Summary investment portfolio June 30, 2020

unaudited

| | | Principal amount (000) | Value (000) |
|--|--|---------------------------|------------------|
| Bonds, notes & other debt instruments 93.58% | | | |
| Mortgage-backed obligations 57.56% | | | |
| Federal agency mortgage-backed obligations 57.56% | Fannie Mae Pool #AP7553 3.00% 2042 ¹ | \$ 22,474 | \$ 24,088 |
| | Fannie Mae Pool #CA5229 3.00% 2050 ¹ | 30,248 | 32,616 |
| | Fannie Mae Pool #FM2179 3.00% 2050 ¹ | 11,827 | 12,650 |
| | Fannie Mae 2.72%-9.12% 2022-2049 ^{1,2} | 30,723 | 33,566 |
| | Freddie Mac Pool #QA8801 3.00% 2050 ¹ | 49,691 | 52,815 |
| | Freddie Mac 0.58%-4.22% 2022-2049 ^{1,2} | 14,804 | 15,958 |
| | Freddie Mac Seasoned Loan Structured Transaction Trust, Series 2018-2, Class A1, 3.50% 2028 ¹ | 36,532 | 39,879 |
| | Government National Mortgage Assn. 4.50% 2049 ¹ | 14,125 | 15,092 |
| | Government National Mortgage Assn. 2.50% 2050 ^{1,3} | 46,800 | 49,147 |
| | Government National Mortgage Assn. 3.50% 2050 ^{1,3} | 15,413 | 16,265 |
| | Government National Mortgage Assn. 3.00%-6.50% 2038-2061 ¹ | 16,840 | 18,547 |
| | Uniform Mortgage-Backed Security 2.00% 2035 ^{1,3} | 217,355 | 224,470 |
| | Uniform Mortgage-Backed Security 2.00% 2035 ^{1,3} | 121,790 | 125,568 |
| | Uniform Mortgage-Backed Security 2.50% 2035 ^{1,3} | 60,000 | 62,709 |
| | Uniform Mortgage-Backed Security 2.00% 2050 ^{1,3} | 15,966 | 16,297 |
| | Uniform Mortgage-Backed Security 3.00% 2050 ^{1,3} | 59,000 | 62,038 |
| | Uniform Mortgage-Backed Security 3.50% 2050 ^{1,3} | 83,539 | 87,867 |
| | Uniform Mortgage-Backed Security 3.50% 2050 ^{1,3} | 70,084 | 73,709 |
| | Uniform Mortgage-Backed Security 4.50% 2050 ^{1,3} | 15,431 | 16,582 |
| | Uniform Mortgage-Backed Securities 2.00%-4.00% 2035-2050 ^{1,3} | 15,040 | 15,704 |
| | Other securities | | 135,131 |
| | | | <u>1,130,698</u> |
| Federal agency bonds & notes 19.03% | | | |
| | Fannie Mae 2.875% 2023 | 36,000 | 39,014 |
| | Fannie Mae 0.63%-7.13% 2021-2030 | 14,900 | 16,129 |
| | Federal Home Loan Bank 3.375% 2023 | 16,715 | 18,357 |
| | Federal Home Loan Bank 3.25%-5.50% 2028-2036 | 6,800 | 8,205 |
| | Freddie Mac 2.375% 2021 | 40,000 | 40,541 |
| | Private Export Funding Corp. 3.266% 2021 ⁴ | 34,000 | 35,291 |
| | Private Export Funding Corp. 3.55% 2024 | 3,190 | 3,535 |
| | Tennessee Valley Authority, Series A, 3.875% 2021 | 32,975 | 33,727 |
| | Tennessee Valley Authority 0.75%-5.88% 2025-2060 | 9,705 | 11,686 |
| | U.S. Agency for International Development, Iraq (State of) 2.149% 2022 | 3,370 | 3,455 |
| | U.S. Agency for International Development, Jordan (Kingdom of) 2.578% 2022 | 41,500 | 43,356 |
| | U.S. Agency for International Development, Jordan (Kingdom of) 3.00% 2025 | 42,625 | 47,465 |
| | U.S. Agency for International Development, Jordan (Kingdom of) 2.503% 2020 | 2,500 | 2,524 |
| | U.S. Agency for International Development, Morocco (Kingdom of) 7.55% 2026 | 2,843 | 3,469 |
| | U.S. Agency for International Development, Tunisia (Kingdom of) 1.416% 2021 | 1,500 | 1,523 |
| | U.S. Agency for International Development, Ukraine 1.471% 2021 | 2,210 | 2,249 |
| | U.S. Department of Housing and Urban Development, Series 2015-A-13, 3.15% 2027 | 11,482 | 12,700 |
| | U.S. Department of Housing and Urban Development 1.98%-3.70% 2020-2034 | 44,025 | 46,939 |
| | Other securities | | 3,673 |
| | | | <u>373,838</u> |
| U.S. Treasury bonds & notes 16.99% | | | |
| U.S. Treasury 14.85% | U.S. Treasury 1.75% 2022 | 45,700 | 47,085 |
| | U.S. Treasury 1.625% 2026 | 50,000 | 53,731 |
| | U.S. Treasury 2.25% 2049 ⁵ | 25,700 | 30,896 |
| | U.S. Treasury 2.375% 2049 ⁵ | 13,000 | 16,048 |
| | U.S. Treasury 2.875% 2049 ⁵ | 26,000 | 35,164 |
| | U.S. Treasury 3.00% 2049 ⁵ | 22,500 | 31,055 |
| | U.S. Treasury 1.25% 2050 ⁵ | 42,800 | 41,098 |
| | U.S. Treasury 0.63%-2.88% 2022-2046 | 33,100 | 36,545 |
| | | | <u>291,622</u> |

U.S. Government/AAA-Rated Securities Fund

| Bonds, notes & other debt instruments (continued) | | Principal amount (000) | Value (000) |
|--|---|---------------------------|----------------|
| U.S. Treasury bonds & notes (continued) | | | |
| U.S. Treasury | U.S. Treasury Inflation-Protected Security 0.75% 2042 ^{5,6} | \$ 14,970 | \$ 17,968 |
| inflation-protected securities | U.S. Treasury Inflation-Protected Securities 0.13%-2.13% 2022-2049 ^{5,6} | 20,649 | 24,160 |
| 2.14% | | | 42,128 |
| | Total U.S. Treasury bonds & notes | | 333,750 |
| | Total bonds, notes & other debt instruments (cost: \$1,770,195,000) | | 1,838,286 |

Short-term securities 42.61%

Commercial paper 22.09%

| | | |
|---|--------|---------|
| Apple Inc. 0.14% due 9/2/2020 ⁴ | 45,000 | 44,989 |
| CAFCO, LLC 0.16% due 7/20/2020 ⁴ | 25,000 | 24,999 |
| Chariot Funding, LLC 0.15%-0.25% due 8/3/2020-9/25/2020 ⁴ | 30,000 | 29,994 |
| CRC Funding, LLC 0.23% due 9/21/2020 ⁴ | 15,000 | 14,991 |
| Eli Lilly and Co. 0.15% due 7/28/2020 ⁴ | 20,000 | 19,992 |
| Emerson Electric Co. 0.15% due 8/13/2020 ⁴ | 13,500 | 13,488 |
| ExxonMobil Corp. 0.18%-0.19% due 8/24/2020-9/3/2020 | 34,300 | 34,290 |
| Johnson & Johnson 0.11%-0.15% due 8/3/2020-9/8/2020 ⁴ | 38,225 | 38,217 |
| Merck & Co. Inc. 0.25% due 8/13/2020 ⁴ | 25,000 | 24,997 |
| OMERS Finance Trust 0.14% due 7/13/2020 ⁴ | 20,000 | 19,999 |
| Paccar Financial Corp. 0.10%-0.12% due 7/2/2020-7/9/2020 | 49,000 | 49,000 |
| Pfizer Inc. 0.21%-0.23% due 10/16/2020-10/28/2020 ⁴ | 50,000 | 49,966 |
| Simon Property Group, LP 0.15%-0.15% due 7/20/2020-7/23/2020 ⁴ | 30,500 | 30,498 |
| Other securities | | 38,587 |
| | | 434,007 |

Federal agency discount notes 18.23%

| | | |
|--|---------|---------|
| Federal Farm Credit Banks 0.12%-0.22% due 8/7/2020-11/6/2020 | 110,700 | 110,658 |
| Federal Home Loan Bank 0.03%-0.27% due 7/1/2020-9/15/2020 | 233,700 | 233,663 |
| Tennessee Valley Authority 0.11% due 7/15/2020 | 13,700 | 13,699 |
| | | 358,020 |

U.S. Treasury bills 2.29%

| | | |
|--|--------|-------------|
| U.S. Treasury Bills 0.10%-0.11% due 7/21/2020-7/23/2020 | 45,000 | 44,996 |
| Total short-term securities (cost: \$837,023,000) | | 837,023 |
| Total investment securities 136.19% (cost: \$2,607,218,000) | | 2,675,309 |
| Other assets less liabilities (36.19)% | | (710,931) |
| Net assets 100.00% | | \$1,964,378 |

This summary investment portfolio is designed to streamline the report and help investors better focus on the fund's principal holdings. See the inside back cover for details on how to obtain a complete schedule of portfolio holdings.

"Other securities" includes all issues that are not disclosed separately in the summary investment portfolio.

U.S. Government/AAA-Rated Securities Fund

Futures contracts

| Contracts | Type | Number of contracts | Expiration | Notional amount ⁷ (000) | Value at 6/30/2020 ⁸ (000) | Unrealized (depreciation) appreciation at 6/30/2020 (000) |
|--|-------|---------------------|----------------|---------------------------------------|--|--|
| 30 Day Federal Funds Futures | Short | 1,028 | October 2020 | \$ (428,368) | \$ (428,175) | \$ (90) |
| 30 Day Federal Funds Futures | Short | 759 | January 2021 | (316,275) | (316,196) | (1) |
| 90 Day Euro Dollar Futures | Short | 4,418 | September 2020 | (1,104,500) | (1,101,573) | (251) |
| 90 Day Euro Dollar Futures | Short | 841 | March 2021 | (210,250) | (209,830) | (38) |
| 2 Year U.S. Treasury Note Futures | Short | 255 | October 2020 | (51,000) | (56,311) | (2) |
| 5 Year U.S. Treasury Note Futures | Long | 2,405 | October 2020 | 240,500 | 302,410 | 838 |
| 10 Year U.S. Treasury Note Futures | Short | 445 | September 2020 | (44,500) | (61,932) | (167) |
| 10 Year Ultra U.S. Treasury Note Futures | Short | 628 | September 2020 | (62,800) | (98,900) | (1,408) |
| 20 Year U.S. Treasury Bond Futures | Long | 225 | September 2020 | 22,500 | 40,177 | 253 |
| 30 Year Ultra U.S. Treasury Bond Futures | Long | 1,159 | September 2020 | 115,900 | 252,843 | 1,085 |
| | | | | | | <u>\$ 219</u> |

Swap contracts

Interest rate swaps

| Receive | Pay | Expiration date | Notional (000) | Value at 6/30/2020 (000) | Upfront premium paid (000) | Unrealized (depreciation) appreciation at 6/30/2020 (000) |
|-------------------|-------------------|-----------------|----------------|--------------------------|----------------------------|---|
| 1.309% | U.S. EFFR | 12/16/2020 | \$356,850 | \$ 1,141 | \$- | \$ 1,141 |
| 1.33075% | U.S. EFFR | 12/16/2020 | 236,600 | 769 | - | 769 |
| 2.5775% | U.S. EFFR | 7/16/2022 | 181,639 | 4,836 | - | 4,836 |
| 1.2525% | U.S. EFFR | 2/14/2023 | 156,941 | 5,141 | - | 5,141 |
| U.S. EFFR | 0.11% | 5/18/2024 | 163,600 | (4) | - | (4) |
| U.S. EFFR | 0.126% | 6/25/2025 | 20,100 | (38) | - | (38) |
| U.S. EFFR | 0.1275% | 6/25/2025 | 20,100 | (40) | - | (40) |
| U.S. EFFR | 0.1275% | 6/25/2025 | 28,500 | (56) | - | (56) |
| U.S. EFFR | 0.0975% | 6/30/2025 | 15,429 | (7) | - | (7) |
| U.S. EFFR | 0.105% | 6/30/2025 | 28,500 | (23) | - | (23) |
| U.S. EFFR | 0.106% | 6/30/2025 | 35,063 | (30) | - | (30) |
| U.S. EFFR | 0.093% | 7/2/2025 | 25,600 | (5) | - | (5) |
| U.S. EFFR | 0.096% | 7/2/2025 | 25,500 | (8) | - | (8) |
| 3-month USD-LIBOR | 1.867% | 7/11/2025 | 49,400 | (2,174) | - | (2,174) |
| 2.91% | 3-month USD-LIBOR | 2/1/2028 | 16,000 | 1,795 | - | 1,795 |
| 2.908% | 3-month USD-LIBOR | 2/1/2028 | 16,000 | 1,793 | - | 1,793 |
| 2.925% | 3-month USD-LIBOR | 2/1/2028 | 12,800 | 1,445 | - | 1,445 |
| 2.92% | 3-month USD-LIBOR | 2/2/2028 | 12,200 | 1,374 | - | 1,374 |
| U.S. EFFR | 0.5385% | 3/26/2030 | 49,000 | (755) | - | (755) |
| 0.913% | 3-month USD-LIBOR | 6/9/2030 | 31,000 | 854 | - | 854 |
| 3-month USD-LIBOR | 2.986% | 2/1/2038 | 7,800 | (1,356) | - | (1,356) |
| 3-month USD-LIBOR | 2.9625% | 2/1/2038 | 9,800 | (1,682) | - | (1,682) |
| 3-month USD-LIBOR | 2.963% | 2/1/2038 | 9,800 | (1,682) | - | (1,682) |
| 0.833% | 3-month USD-LIBOR | 4/3/2040 | 15,800 | (131) | - | (131) |
| 3-month USD-LIBOR | 3.34% | 6/27/2044 | 10,000 | (5,477) | - | (5,477) |
| 3-month USD-LIBOR | 3.206% | 7/31/2044 | 16,000 | (8,307) | - | (8,307) |
| 3-month USD-LIBOR | 3.238% | 8/8/2044 | 16,000 | (8,429) | - | (8,429) |
| 3-month USD-LIBOR | 2.7045% | 1/2/2045 | 12,000 | (4,947) | - | (4,947) |
| 3-month USD-LIBOR | 2.4945% | 1/9/2045 | 2,000 | (728) | - | (728) |
| 3-month USD-LIBOR | 2.5055% | 1/9/2045 | 11,000 | (4,034) | - | (4,034) |
| 3-month USD-LIBOR | 2.52822% | 11/23/2045 | 4,390 | (1,683) | - | (1,683) |
| 3-month USD-LIBOR | 1.934% | 12/12/2049 | 15,000 | (4,117) | - | (4,117) |
| 3-month USD-LIBOR | 1.935% | 12/17/2049 | 17,280 | (4,750) | - | (4,750) |
| 3-month USD-LIBOR | 2.007% | 12/19/2049 | 16,300 | (4,798) | - | (4,798) |

U.S. Government/AAA-Rated Securities Fund

Swap contracts (continued)

Interest rate swaps (continued)

| Receive | Pay | Expiration date | Notional (000) | Value at 6/30/2020 (000) | Upfront premium paid (000) | Unrealized appreciation (depreciation) at 6/30/2020 (000) |
|-------------------|-------------------|-----------------|----------------|--------------------------|----------------------------|---|
| 3-month USD-LIBOR | 2.045% | 12/27/2049 | \$ 15,100 | \$(4,604) | \$- | \$ (4,604) |
| 3-month USD-LIBOR | 2.0375% | 1/6/2050 | 8,480 | (2,568) | - | (2,568) |
| 3-month USD-LIBOR | 1.961% | 1/9/2050 | 17,700 | (4,995) | - | (4,995) |
| 3-month USD-LIBOR | 1.678% | 2/21/2050 | 15,865 | (3,274) | - | (3,274) |
| 0.8235% | 3-month USD-LIBOR | 4/24/2050 | 5,300 | (139) | - | (139) |
| | | | | | \$- | \$(51,693) |

The following footnotes apply to either the individual securities noted or one or more of the securities aggregated and listed as a single line item.

¹Principal payments may be made periodically. Therefore, the effective maturity date may be earlier than the stated maturity date.

²Coupon rate may change periodically. Reference rate and spread are as of the most recent information available. Some coupon rates are determined by the issuer or agent based on current market conditions; therefore, the reference rate and spread are not available.

³Purchased on a TBA basis.

⁴Acquired in a transaction exempt from registration under Rule 144A or Section 4(2) of the Securities Act of 1933. May be resold in the U.S. in transactions exempt from registration, normally to qualified institutional buyers. The total value of all such securities, including those in "Other securities," was \$381,008,000, which represented 19.40% of the net assets of the fund.

⁵All or a portion of this security was pledged as collateral. The total value of pledged collateral was \$47,020,000, which represented 2.39% of the net assets of the fund.

⁶Index-linked bond whose principal amount moves with a government price index.

⁷Notional amount is calculated based on the number of contracts and notional contract size.

⁸Value is calculated based on the notional amount and current market price.

Key to abbreviations and symbol

EFFR = Effective Federal Funds Rate

LIBOR = London Interbank Offered Rate

TBA = To-be-announced

USD/\$ = U.S. dollars

See notes to financial statements.

Managed Risk Growth Fund

Investment portfolio June 30, 2020

unaudited

| | | |
|--|-----------|----------------|
| Growth funds 80.77% | Shares | Value (000) |
| American Funds Insurance Series - Growth Fund, Class 1 | 4,337,694 | \$384,320 |
| Total growth funds (cost: \$325,521,000) | | <u>384,320</u> |

| | | |
|--|-----------|---------------|
| Fixed income funds 11.85% | | |
| American Funds Insurance Series - Bond Fund, Class 1 | 4,800,568 | 56,359 |
| Total fixed income funds (cost: \$55,586,000) | | <u>56,359</u> |

| | | |
|--|------------|-------------------------|
| Short-term securities 4.36% | | |
| State Street Institutional U.S. Government Money Market Fund, Premier Class 0.12% ¹ | 20,768,279 | 20,768 |
| Total short-term securities (cost: \$20,768,000) | | <u>20,768</u> |
| Total investment securities 96.98% (cost: \$401,875,000) | | 461,447 |
| Other assets less liabilities 3.02% | | <u>14,347</u> |
| Net assets 100.00% | | <u><u>\$475,794</u></u> |

Futures contracts

| Contracts | Type | Number of contracts | Expiration | Notional amount ² (000) | Value at 6/30/2020 ³ (000) | Unrealized appreciation (depreciation) at 6/30/2020 (000) |
|---|-------|---------------------|----------------|---------------------------------------|--|--|
| 5 Year U.S. Treasury Note Futures | Long | 1,830 | September 2020 | \$183,000 | \$ 230,108 | \$ 521 |
| Euro Stoxx 50 Index Contracts | Short | 115 | September 2020 | € (1) | (4,176) | (58) |
| FTSE 100 Index Contracts | Short | 88 | September 2020 | £ (1) | (6,693) | 28 |
| S&P Mid 400 E-mini Index Contracts | Short | 16 | September 2020 | \$ (2) | (2,847) | (31) |
| Mini MSCI Emerging Market Index Contracts | Short | 81 | September 2020 | (4) | (3,992) | (57) |
| Nikkei 225 Index Contracts | Short | 4 | September 2020 | ¥ (4) | (829) | 20 |
| Russell 2000 Mini Index Contracts | Short | 74 | September 2020 | \$ (4) | (5,319) | (142) |
| S&P 500 E-mini Index Contracts | Short | 934 | September 2020 | (47) | (144,312) | (1,226) |
| Euro Currency Contracts | Short | 33 | September 2020 | € (4,125) | (4,642) | 47 |
| British Pound Currency Contracts | Short | 95 | September 2020 | £ (5,937) | (7,361) | 147 |
| Japanese Yen Currency Contracts | Short | 7 | September 2020 | ¥ (87,500) | (811) | 3 |
| | | | | | | <u><u>\$ (748)</u></u> |

Managed Risk Growth Fund

Investments in affiliates

These holdings are affiliates of the fund under the Investment Company Act of 1940 since they are controlled by the same board of trustees as the series. Further details on these holdings and related transactions during the six months ended June 30, 2020, appear below.

| | Beginning shares | Additions | Reductions | Ending shares | Net realized gain (000) | Net unrealized appreciation (depreciation) (000) | Dividend income (000) | Value of affiliates at 6/30/2020 (000) |
|--|------------------|-----------|------------|---------------|-------------------------|--|-----------------------|--|
| Growth funds 80.77% | | | | | | | | |
| American Funds Insurance Series - Growth Fund, Class 1 | 4,413,020 | 2,704,845 | 2,780,171 | 4,337,694 | \$19,348 | \$14,700 | \$1,044 | \$384,320 |
| Fixed income funds 11.85% | | | | | | | | |
| American Funds Insurance Series - Bond Fund, Class 1 | 5,970,036 | 4,753,074 | 5,922,542 | 4,800,568 | 3,228 | (1,124) | 278 | 56,359 |
| Total 92.62% | | | | | <u>\$22,576</u> | <u>\$13,576</u> | <u>\$1,322</u> | <u>\$440,679</u> |

¹Rate represents the seven-day yield at 6/30/2020.

²Notional amount is calculated based on the number of contracts and notional contract size.

³Value is calculated based on the notional amount and current market price.

Key to symbols

£ = British pounds

€ = Euros

¥ = Japanese yen

\$ = U.S. dollars

See notes to financial statements.

Managed Risk International Fund

Investment portfolio June 30, 2020

unaudited

Growth funds 80.16%

| | Shares | Value (000) |
|---|-----------|----------------|
| American Funds Insurance Series - International Fund, Class 1 | 6,722,659 | \$124,235 |
| Total growth funds (cost: \$123,593,000) | | <u>124,235</u> |

Fixed income funds 10.54%

| | | |
|--|-----------|---------------|
| American Funds Insurance Series - Bond Fund, Class 1 | 1,391,875 | 16,340 |
| Total fixed income funds (cost: \$16,266,000) | | <u>16,340</u> |

Short-term securities 5.51%

| | | |
|--|-----------|-------------------------|
| State Street Institutional U.S. Government Money Market Fund, Premier Class 0.12% ¹ | 8,534,973 | 8,535 |
| Total short-term securities (cost: \$8,535,000) | | <u>8,535</u> |
| Total investment securities 96.21% (cost: \$148,394,000) | | 149,110 |
| Other assets less liabilities 3.79% | | <u>5,881</u> |
| Net assets 100.00% | | <u><u>\$154,991</u></u> |

Futures contracts

| Contracts | Type | Number of contracts | Expiration | Notional amount ² (000) | Value at 6/30/2020 ³ (000) | Unrealized appreciation (depreciation) at 6/30/2020 (000) |
|---|-------|------------------------|----------------|--|---|---|
| 5 Year U.S. Treasury Note Futures | Long | 591 | September 2020 | \$ 59,100 | \$ 74,314 | \$ 169 |
| Russell 2000 Mini Index Contracts | Short | 4 | September 2020 | - ⁴ | (288) | (6) |
| FTSE 100 Index Contracts | Short | 53 | September 2020 | £ (1) | (4,031) | 27 |
| S&P 500 E-mini Index Contracts | Short | 18 | September 2020 | \$ (1) | (2,781) | (11) |
| Euro Stoxx 50 Index Contracts | Short | 398 | September 2020 | € (4) | (14,452) | (201) |
| Mini MSCI Emerging Market Index Contracts | Short | 430 | September 2020 | \$ (21) | (21,193) | (335) |
| Nikkei 225 Index Contracts | Short | 46 | September 2020 | ¥ (46) | (9,531) | 168 |
| British Pound Currency Contracts | Short | 58 | September 2020 | £ (3,625) | (4,494) | 124 |
| Euro Currency Contracts | Short | 113 | September 2020 | € (14,125) | (15,896) | 176 |
| Japanese Yen Currency Contracts | Short | 87 | September 2020 | ¥(1,087,500) | (10,082) | 35 |
| | | | | | | <u><u>\$ 146</u></u> |

Managed Risk International Fund

Investments in affiliates

These holdings are affiliates of the fund under the Investment Company Act of 1940 since they are controlled by the same board of trustees as the series. Further details on these holdings and related transactions during the six months ended June 30, 2020, appear below.

| | Beginning shares | Additions | Reductions | Ending shares | Net realized (loss) gain (000) | Net unrealized depreciation (000) | Dividend income (000) | Value of affiliates at 6/30/2020 (000) |
|---|------------------|-----------|------------|---------------|--------------------------------|-----------------------------------|-----------------------|--|
| Growth funds 80.16% | | | | | | | | |
| American Funds Insurance Series - International Fund, Class 1 | 6,417,163 | 3,607,142 | 3,301,646 | 6,722,659 | \$ (274) | \$(13,491) | \$291 | \$124,235 |
| Fixed income funds 10.54% | | | | | | | | |
| American Funds Insurance Series - Bond Fund, Class 1 | 2,190,172 | 1,552,632 | 2,350,929 | 1,391,875 | 1,004 | (602) | 76 | 16,340 |
| Total 90.70% | | | | | <u>\$ 730</u> | <u>\$(14,093)</u> | <u>\$367</u> | <u>\$140,575</u> |

¹Rate represents the seven-day yield at 6/30/2020.

²Notional amount is calculated based on the number of contracts and notional contract size.

³Value is calculated based on the notional amount and current market price.

⁴Amount less than one thousand.

Key to symbols

£ = British pounds

€ = Euros

¥ = Japanese yen

\$ = U.S. dollars

See notes to financial statements.

Managed Risk Blue Chip Income and Growth Fund

Investment portfolio June 30, 2020

unaudited

Growth-and-income funds 80.69%

| | Shares | Value (000) |
|---|------------|----------------|
| American Funds Insurance Series - Blue Chip Income and Growth Fund, Class 1 | 22,665,236 | \$277,422 |
| Total growth-and-income funds (cost: \$256,393,000) | | <u>277,422</u> |

Fixed income funds 11.98%

| | | |
|--|-----------|---------------|
| American Funds Insurance Series - U.S. Government/AAA-Rated Securities Fund, Class 1 | 3,150,130 | 41,204 |
| Total fixed income funds (cost: \$41,869,000) | | <u>41,204</u> |

Short-term securities 4.16%

| | | |
|--|------------|-------------------------|
| State Street Institutional U.S. Government Money Market Fund, Premier Class 0.12% ¹ | 14,294,614 | 14,295 |
| Total short-term securities (cost: \$14,295,000) | | <u>14,295</u> |
| Total investment securities 96.83% (cost: \$312,557,000) | | 332,921 |
| Other assets less liabilities 3.17% | | <u>10,910</u> |
| Net assets 100.00% | | <u><u>\$343,831</u></u> |

Futures contracts

| Contracts | Type | Number of contracts | Expiration | Notional amount ² (000) | Value at 6/30/2020 ³ (000) | Unrealized appreciation (depreciation) at 6/30/2020 (000) |
|------------------------------------|-------|------------------------|----------------|--|---|---|
| 5 Year U.S. Treasury Note Futures | Long | 1,326 | September 2020 | \$132,600 | \$ 166,734 | \$ 358 |
| Euro Stoxx 50 Index Contracts | Short | 27 | September 2020 | € - ⁴ | (980) | (15) |
| FTSE 100 Index Contracts | Short | 19 | September 2020 | £ - ⁴ | (1,445) | 7 |
| S&P Mid 400 E-mini Index Contracts | Short | 4 | September 2020 | \$ - ⁴ | (712) | 5 |
| Russell 2000 Mini Index Contracts | Short | 24 | September 2020 | (1) | (1,725) | (46) |
| Nikkei 225 Index Contracts | Short | 3 | September 2020 | ¥ (3) | (622) | 13 |
| S&P 500 E-mini Index Contracts | Short | 843 | September 2020 | \$ (42) | (130,252) | (1,128) |
| Euro Currency Contracts | Short | 8 | September 2020 | € (1,000) | (1,125) | 12 |
| British Pound Currency Contracts | Short | 20 | September 2020 | £ (1,250) | (1,550) | 21 |
| Japanese Yen Currency Contracts | Short | 6 | September 2020 | ¥ (75,000) | (695) | 2 |
| | | | | | | <u><u>\$ (771)</u></u> |

Managed Risk Blue Chip Income and Growth Fund

Investments in affiliates

These holdings are affiliates of the fund under the Investment Company Act of 1940 since they are controlled by the same board of trustees as the series. Further details on these holdings and related transactions during the six months ended June 30, 2020, appear below.

| | Beginning shares | Additions | Reductions | Ending shares | Net realized (loss) gain (000) | Net unrealized appreciation (depreciation) (000) | Dividend income (000) | Value of affiliates at 6/30/2020 (000) |
|--|------------------|------------|------------|---------------|--------------------------------|--|-----------------------|--|
| Growth-and-income funds 80.69% | | | | | | | | |
| American Funds Insurance Series - | | | | | | | | |
| Blue Chip Income and Growth Fund, Class 1 | 22,089,727 | 17,541,545 | 16,966,036 | 22,665,236 | \$(44,343) | \$17,301 | \$1,252 | \$277,422 |
| Fixed income funds 11.98% | | | | | | | | |
| American Funds Insurance Series - | | | | | | | | |
| U.S. Government/AAA-Rated Securities Fund, Class 1 | 4,337,434 | 4,396,329 | 5,583,633 | 3,150,130 | 4,403 | (1,398) | 249 | 41,204 |
| Total 92.67% | | | | | <u>\$(39,940)</u> | <u>\$15,903</u> | <u>\$1,501</u> | <u>\$318,626</u> |

¹Rate represents the seven-day yield at 6/30/2020.

²Notional amount is calculated based on the number of contracts and notional contract size.

³Value is calculated based on the notional amount and current market price.

⁴Amount less than one thousand.

Key to symbols

£ = British pounds

€ = Euros

¥ = Japanese yen

\$ = U.S. dollars

See notes to financial statements.

Managed Risk Growth-Income Fund

Investment portfolio June 30, 2020

unaudited

Growth-and-income funds 79.81%

| | Shares | Value (000) |
|---|------------|------------------|
| American Funds Insurance Series - Growth-Income Fund, Class 1 | 37,428,324 | \$1,774,103 |
| Total growth-and-income funds (cost: \$1,699,817,000) | | <u>1,774,103</u> |

Fixed income funds 14.34%

| | | |
|---|------------|----------------|
| American Funds Insurance Series - Bond Fund, Class 1 | 27,153,850 | 318,786 |
| Total fixed income funds (cost: \$301,353,000) | | <u>318,786</u> |

Short-term securities 3.45%

| | | |
|--|------------|---------------|
| State Street Institutional U.S. Government Money Market Fund, Premier Class 0.12% ¹ | 76,700,100 | 76,700 |
| Total short-term securities (cost: \$76,700,000) | | <u>76,700</u> |

Options purchased 0.91%

| | | |
|---|--|---------------------------|
| Options purchased* | | 20,156 |
| Total options purchased (cost: \$14,491,000) | | <u>20,156</u> |
| Total investment securities 98.51% (cost: \$2,092,361,000) | | 2,189,745 |
| Other assets less liabilities 1.49% | | 33,195 |
| Net assets 100.00% | | <u><u>\$2,222,940</u></u> |

*Options purchased

Put

| Description | Number of contracts | Notional amount (000) | Exercise price | Expiration date | Value at 6/30/2020 (000) |
|---------------|------------------------|-----------------------------|-------------------|--------------------|--------------------------------|
| S&P 500 Index | 15 | \$ 47 | \$2,325.00 | 9/18/2020 | \$ 26 |
| S&P 500 Index | 205 | 636 | 2,375.00 | 9/18/2020 | 414 |
| S&P 500 Index | 130 | 403 | 2,400.00 | 9/18/2020 | 283 |
| S&P 500 Index | 140 | 434 | 2,425.00 | 9/18/2020 | 330 |
| S&P 500 Index | 390 | 1,209 | 2,450.00 | 9/18/2020 | 996 |
| S&P 500 Index | 150 | 465 | 2,475.00 | 9/18/2020 | 412 |
| S&P 500 Index | 85 | 264 | 2,500.00 | 9/18/2020 | 238 |
| S&P 500 Index | 2,845 | 8,820 | 2,525.00 | 9/18/2020 | 9,047 |
| S&P 500 Index | 500 | 1,550 | 1,775.00 | 12/18/2020 | 722 |
| S&P 500 Index | 805 | 2,496 | 1,950.00 | 12/18/2020 | 1,707 |
| S&P 500 Index | 250 | 775 | 2,025.00 | 12/18/2020 | 700 |
| S&P 500 Index | 1,205 | 3,736 | 2,050.00 | 12/18/2020 | 3,446 |
| S&P 500 Index | 570 | 1,767 | 2,075.00 | 12/18/2020 | 1,835 |
| | | | | | <u><u>\$20,156</u></u> |

Managed Risk Growth-Income Fund

Futures contracts

| Contracts | Type | Number of contracts | Expiration | Notional amount ² (000) | Value at 6/30/2020 ³ (000) | Unrealized appreciation (depreciation) at 6/30/2020 (000) |
|---|-------|---------------------|----------------|---------------------------------------|--|--|
| 5 Year U.S. Treasury Note Futures | Long | 6,944 | September 2020 | \$ 694,400 | \$ 873,154 | \$1,869 |
| FTSE 100 Index Contracts | Short | 472 | September 2020 | £ (5) | (35,898) | 125 |
| Russell 2000 Mini Index Contracts | Short | 115 | September 2020 | \$ (6) | (8,266) | (252) |
| Euro Stoxx 50 Index Contracts | Short | 653 | September 2020 | € (7) | (23,712) | (336) |
| S&P Mid 400 E-mini Index Contracts | Short | 93 | September 2020 | \$ (9) | (16,546) | (86) |
| Mini MSCI Emerging Market Index Contracts | Short | 196 | September 2020 | (10) | (9,660) | (124) |
| Nikkei 225 Index Contracts | Short | 21 | September 2020 | ¥ (21) | (4,351) | 10 |
| S&P 500 E-mini Index Contracts | Short | 2,188 | September 2020 | \$ (109) | (338,068) | (647) |
| Euro Currency Contracts | Short | 192 | September 2020 | € (24,000) | (27,009) | 191 |
| British Pound Currency Contracts | Short | 514 | September 2020 | £ (32,125) | (39,825) | 664 |
| Japanese Yen Currency Contracts | Short | 42 | September 2020 | ¥(525,000) | (4,867) | 28 |
| | | | | | | <u>\$1,442</u> |

Investments in affiliates

These holdings are affiliates of the fund under the Investment Company Act of 1940 since they are controlled by the same board of trustees as the series. Further details on these holdings and related transactions during the six months ended June 30, 2020, appear below.

| | Beginning shares | Additions | Reductions | Ending shares | Net realized (loss) gain (000) | Net unrealized depreciation (000) | Dividend income (000) | Value of affiliates at 6/30/2020 (000) |
|---|------------------|------------|------------|---------------|--------------------------------|-----------------------------------|-----------------------|--|
| Growth-and-income funds 79.81% | | | | | | | | |
| American Funds Insurance Series - Growth-Income Fund, Class 1 | 36,320,774 | 8,983,578 | 7,876,028 | 37,428,324 | \$(18,289) | \$(88,186) | \$7,790 | \$1,774,103 |
| Fixed income funds 14.34% | | | | | | | | |
| American Funds Insurance Series - Bond Fund, Class 1 | 30,186,789 | 13,872,805 | 16,905,744 | 27,153,850 | 15,325 | (2,561) | 1,520 | 318,786 |
| Total 94.15% | | | | | <u>\$ (2,964)</u> | <u>\$(90,747)</u> | <u>\$9,310</u> | <u>\$2,092,889</u> |

¹Rate represents the seven-day yield at 6/30/2020.

²Notional amount is calculated based on the number of contracts and notional contract size.

³Value is calculated based on the notional amount and current market price.

Key to symbols

£ = British pounds

€ = Euros

¥ = Japanese yen

\$ = U.S. dollars

See notes to financial statements.

Managed Risk Asset Allocation Fund

Investment portfolio June 30, 2020

unaudited

| Asset allocation funds 94.87% | Shares | Value (000) |
|--|-------------|------------------|
| American Funds Insurance Series - Asset Allocation Fund, Class 1 | 106,445,576 | \$2,499,342 |
| Total asset allocation funds (cost: \$2,371,532,000) | | <u>2,499,342</u> |

| Short-term securities 3.36% | | |
|--|------------|---------------------------|
| State Street Institutional U.S. Government Money Market Fund, Premier Class 0.12% ¹ | 88,533,146 | 88,533 |
| Total short-term securities (cost: \$88,533,000) | | <u>88,533</u> |
| Total investment securities 98.23% (cost: \$2,460,065,000) | | 2,587,875 |
| Other assets less liabilities 1.77% | | <u>46,716</u> |
| Net assets 100.00% | | <u><u>\$2,634,591</u></u> |

Futures contracts

| Contracts | Type | Number of contracts | Expiration | Notional amount ² (000) | Value at 6/30/2020 ³ (000) | Unrealized appreciation (depreciation) at 6/30/2020 (000) |
|---|-------|---------------------|----------------|------------------------------------|---------------------------------------|---|
| 5 Year U.S. Treasury Note Futures | Long | 6,187 | September 2020 | \$ 618,700 | \$ 777,967 | \$ 1,825 |
| FTSE 100 Index Contracts | Short | 155 | September 2020 | £ (2) | (11,789) | 57 |
| Euro Stoxx 50 Index Contracts | Short | 744 | September 2020 | € (7) | (27,016) | (415) |
| S&P Mid 400 E-mini Index Contracts | Short | 74 | September 2020 | \$ (7) | (13,165) | (72) |
| Russell 2000 Mini Index Contracts | Short | 182 | September 2020 | (9) | (13,082) | (386) |
| Nikkei 225 Index Contracts | Short | 18 | September 2020 | ¥ (18) | (3,730) | 33 |
| Mini MSCI Emerging Market Index Contracts | Short | 380 | September 2020 | \$ (19) | (18,728) | (230) |
| S&P 500 E-mini Index Contracts | Short | 2,871 | September 2020 | (144) | (443,598) | (5,339) |
| British Pound Currency Contracts | Short | 171 | September 2020 | £ (10,688) | (13,249) | 243 |
| Euro Currency Contracts | Short | 213 | September 2020 | € (26,625) | (29,962) | 216 |
| Japanese Yen Currency Contracts | Short | 34 | September 2020 | ¥(425,000) | (3,940) | 17 |
| | | | | | | <u><u>\$(4,051)</u></u> |

Investment in affiliates

This holding is an affiliate of the fund under the Investment Company Act of 1940 since it is controlled by the same board of trustees as the series. Further details on this holding and related transactions during the six months ended June 30, 2020, appear below.

| | Beginning shares | Additions | Reductions | Ending shares | Net realized gain (000) | Net unrealized depreciation (000) | Dividend income (000) | Value of affiliate at 6/30/2020 (000) |
|--|------------------|------------|------------|---------------|-------------------------|-----------------------------------|-----------------------|---------------------------------------|
| Asset allocation funds 94.87% | | | | | | | | |
| American Funds Insurance Series - Asset Allocation Fund, Class 1 | 112,462,863 | 30,198,966 | 36,216,253 | 106,445,576 | \$31,110 | \$(115,825) | \$11,742 | \$2,499,342 |

¹Rate represents the seven-day yield at 6/30/2020.

²Notional amount is calculated based on the number of contracts and notional contract size.

³Value is calculated based on the notional amount and current market price.

Key to symbols

£ = British pounds

€ = Euros

¥ = Japanese yen

\$ = U.S. dollars

See notes to financial statements.

Financial statements

Statements of assets and liabilities at June 30, 2020

| | Global Growth Fund | Global Small Capitalization Fund | Growth Fund | International Fund | New World Fund |
|---|--------------------------|---|---------------------|-----------------------|----------------------|
| Assets: | | | | | |
| Investment securities, at value: | | | | | |
| Unaffiliated issuers | \$6,800,923 | \$4,406,547 | \$30,210,096 | \$8,909,827 | \$3,446,624 |
| Affiliated issuers | — | 28,136 | — | — | — |
| Cash | 1,219 | 140 | 1,290 | 51 | 652 |
| Cash collateral received for securities on loan | 2,692 | 6,779 | — | 1,203 | 898 |
| Cash denominated in currencies other than U.S. dollars | 755 | 282 | 182 | 1,477 | 5,282 |
| Unrealized appreciation on open forward currency contracts | — | — | — | — | 10 |
| Receivables for: | | | | | |
| Sales of investments | — | 1,722 | 239,774 | 64,948 | 22,688 |
| Sales of fund's shares | 1,823 | 163 | 20,147 | 1,931 | 1,596 |
| Dividends and interest | 8,335 | 3,570 | 16,137 | 22,780 | 8,580 |
| Closed forward currency contracts | — | — | — | — | — |
| Variation margin on futures contracts | — | — | — | — | — |
| Variation margin on swap contracts | — | — | — | — | — |
| Securities lending income | 17 | 409 | — | 53 | 11 |
| Other | 512 | —* | 8 | 327 | 1,814 |
| | 6,816,276 | 4,447,748 | 30,487,634 | 9,002,597 | 3,488,155 |
| Liabilities: | | | | | |
| Collateral for securities on loan | 26,917 | 67,795 | — | 12,030 | 8,979 |
| Unrealized depreciation on open forward currency contracts | — | — | — | — | 4 |
| Payables for: | | | | | |
| Purchases of investments | 27 | 9,377 | 35,543 | 29,973 | 17,929 |
| Repurchases of fund's shares | 24,159 | 14,174 | 117,041 | 14,206 | 7,519 |
| Investment advisory services | 2,819 | 2,483 | 7,790 | 3,658 | 1,460 |
| Insurance administrative fees | 231 | 113 | 966 | 201 | 363 |
| Services provided by related parties | 1,010 | 599 | 4,420 | 1,085 | 395 |
| Trustees' deferred compensation | 73 | 50 | 465 | 192 | 34 |
| Closed forward currency contracts | — | — | — | — | — |
| Variation margin on futures contracts | — | — | — | — | 16 |
| Variation margin on swap contracts | — | — | — | — | — |
| Non-U.S. taxes | 2,859 | 139 | 992 | 8,079 | 6,580 |
| Other | 745 | 87 | 80 | 206 | 421 |
| | 58,840 | 94,817 | 167,297 | 69,630 | 43,700 |
| Net assets at June 30, 2020 | \$6,757,436 | \$4,352,931 | \$30,320,337 | \$8,932,967 | \$3,444,455 |
| Net assets consist of: | | | | | |
| Capital paid in on shares of beneficial interest | \$3,642,424 | \$3,312,498 | \$14,523,960 | \$7,757,420 | \$2,642,985 |
| Total distributable earnings (accumulated loss) | 3,115,012 | 1,040,433 | 15,796,377 | 1,175,547 | 801,470 |
| Net assets at June 30, 2020 | \$6,757,436 | \$4,352,931 | \$30,320,337 | \$8,932,967 | \$3,444,455 |
| Investment securities on loan, at value | \$ 25,635 | \$ 69,706 | \$ — | \$ 11,451 | \$ 8,556 |
| Investment securities, at cost: | | | | | |
| Unaffiliated issuers | 3,717,864 | 3,210,976 | 15,395,228 | 7,341,731 | 2,656,688 |
| Affiliated issuers | — | 60,721 | — | — | — |
| Cash denominated in currencies other than U.S. dollars, at cost | 755 | 282 | 183 | 1,477 | 5,283 |

See end of statements of assets and liabilities for footnote.

See notes to financial statements.

unaudited
(dollars in thousands)

| Blue Chip Income and Growth Fund | Global Growth and Income Fund | Growth- Income Fund | International Growth and Income Fund | Capital Income Builder | Asset Allocation Fund | Global Balanced Fund | Bond Fund | Capital World Bond Fund (formerly Global Bond Fund) |
|---|--|---------------------------|---|------------------------------|-----------------------------|----------------------------|--------------|---|
| \$8,417,359 | \$1,920,163 | \$33,982,191 | \$1,298,444 | \$974,871 | \$27,593,550 | \$416,011 | \$11,689,474 | \$2,137,369 |
| — | — | — | — | — | 76,331 | — | — | — |
| 2,792 | 887 | 3,520 | 50 | 701 | 2,526 | 133 | 6,655 | 537 |
| — | — | — | — | 377 | 5,034 | — | — | — |
| — | 75 | — | 232 | 366 | — | 9 | —* | 64 |
| — | — | — | — | — | — | 108 | 2,979 | 742 |
| — | 4,998 | 50,811 | — | 15,078 | 1,174,758 | 6,689 | 1,909,331 | 83,348 |
| 2,684 | 571 | 5,896 | 239 | 1,529 | 9,474 | 75 | 34,126 | 3,504 |
| 10,614 | 4,733 | 40,582 | 4,075 | 3,336 | 77,276 | 1,374 | 58,586 | 14,841 |
| — | — | — | — | — | — | 47 | — | 5,787 |
| — | — | — | — | 12 | 334 | 1 | 1,252 | 95 |
| — | — | — | — | 69 | —* | 11 | 296 | 295 |
| — | — | — | — | 13 | 60 | — | — | — |
| — | 183 | — | 18 | 16 | 140 | 21 | 80 | 66 |
| 8,433,449 | 1,931,610 | 34,083,000 | 1,303,058 | 996,368 | 28,939,483 | 424,479 | 13,702,779 | 2,246,648 |
| — | — | — | — | 3,773 | 50,338 | — | — | — |
| — | 27 | — | — | 4 | — | 165 | 1,252 | 1,979 |
| 6,195 | 9,766 | 75,860 | 23 | 27,339 | 2,458,118 | 10,537 | 3,321,101 | 160,470 |
| 7,390 | 3,444 | 39,467 | 1,061 | 3,215 | 19,456 | 84 | 4,381 | 818 |
| 2,725 | 948 | 7,130 | 660 | 174 | 5,749 | 224 | 3,069 | 737 |
| 374 | 77 | 691 | 53 | 253 | 2,627 | 56 | 342 | 30 |
| 911 | 321 | 3,660 | 90 | 109 | 2,547 | 68 | 1,093 | 258 |
| 87 | 23 | 540 | 11 | 4 | 269 | 3 | 116 | 25 |
| — | — | — | — | — | — | — | — | 1,089 |
| — | — | — | — | 66 | 776 | — | 968 | 90 |
| — | — | — | — | —* | — | 7 | 142 | 126 |
| 95 | 1,905 | 186 | 140 | 120 | 724 | 41 | — | 137 |
| 3 | 30 | 1,127 | 36 | 10 | 32 | 6 | 12 | 88 |
| 17,780 | 16,541 | 128,661 | 2,074 | 35,067 | 2,540,636 | 11,191 | 3,332,476 | 165,847 |
| \$8,415,669 | \$1,915,069 | \$33,954,339 | \$1,300,984 | \$961,301 | \$26,398,847 | \$413,288 | \$10,370,303 | \$2,080,801 |
| \$7,039,795 | \$1,507,479 | \$24,581,668 | \$1,287,115 | \$966,903 | \$20,193,336 | \$345,828 | \$ 9,435,457 | \$1,992,653 |
| 1,375,874 | 407,590 | 9,372,671 | 13,869 | (5,602) | 6,205,511 | 67,460 | 934,846 | 88,148 |
| \$8,415,669 | \$1,915,069 | \$33,954,339 | \$1,300,984 | \$961,301 | \$26,398,847 | \$413,288 | \$10,370,303 | \$2,080,801 |
| \$ — | \$ — | \$ — | \$ — | \$ 3,593 | \$ 47,984 | \$ — | \$ — | \$ — |
| 7,070,167 | 1,535,745 | 24,591,940 | 1,201,052 | 905,907 | 22,097,199 | 351,926 | 11,155,136 | 2,078,021 |
| — | — | — | — | — | 112,973 | — | — | — |
| — | 75 | — | 237 | 366 | — | 9 | —* | 78 |

Statements of assets and liabilities at June 30, 2020

| | High-Income Bond Fund | American Funds Mortgage Fund (formerly Mortgage Fund) | Ultra-Short Bond Fund | U.S. Government/AAA-Rated Securities Fund | Managed Risk Growth Fund |
|---|-----------------------|---|-----------------------|---|--------------------------|
| Assets: | | | | | |
| Investment securities, at value: | | | | | |
| Unaffiliated issuers | \$ 787,337 | \$412,848 | \$343,931 | \$2,675,309 | \$ 20,768 |
| Affiliated issuers | — | — | — | — | 440,679 |
| Cash | 710 | 274 | 64 | 1,214 | — |
| Cash collateral pledged for futures contracts | — | — | — | — | 14,719 |
| Cash collateral pledged for swap contracts | 1,087 | — | — | — | — |
| Cash denominated in currencies other than U.S. dollars | —* | — | — | — | — |
| Receivables for: | | | | | |
| Sales of investments | 4,471 | 84,455 | — | 838,085 | 3,201 |
| Sales of fund's shares | 1,729 | 325 | 544 | 8,786 | 33 |
| Dividends and interest | 13,600 | 526 | — | 5,505 | 2 |
| Variation margin on futures contracts | — | 15 | — | 227 | 86 |
| Variation margin on swap contracts | — | 72 | — | 1,651 | — |
| Other | 3 | 1 | — | — | — |
| | 808,937 | 498,516 | 344,539 | 3,530,777 | 479,488 |
| Liabilities: | | | | | |
| Payables for: | | | | | |
| Purchases of investments | 21,311 | 211,160 | — | 1,560,978 | — |
| Repurchases of fund's shares | 2,723 | 387 | 157 | 2,636 | 1,082 |
| Investment advisory services | 319 | 56 | 90 | 571 | 38 |
| Insurance administrative fees | 30 | 23 | 21 | 155 | 277 |
| Services provided by related parties | 159 | 26 | 70 | 367 | 92 |
| Trustees' deferred compensation | 41 | 3 | 15 | 52 | 2 |
| Variation margin on futures contracts | — | 33 | — | 1,390 | 2,203 |
| Variation margin on swap contracts | 102 | 3 | — | 249 | — |
| Other | 1 | — | —* | 1 | — |
| | 24,686 | 211,691 | 353 | 1,566,399 | 3,694 |
| Net assets at June 30, 2020 | \$ 784,251 | \$286,825 | \$344,186 | \$1,964,378 | \$475,794 |
| Net assets consist of: | | | | | |
| Capital paid in on shares of beneficial interest | \$1,067,386 | \$269,291 | \$343,495 | \$1,711,687 | \$400,000 |
| Total distributable earnings (accumulated loss) | (283,135) | 17,534 | 691 | 252,691 | 75,794 |
| Net assets at June 30, 2020 | \$ 784,251 | \$286,825 | \$344,186 | \$1,964,378 | \$475,794 |
| Investment securities, at cost: | | | | | |
| Unaffiliated issuers | \$ 857,624 | \$406,890 | \$343,921 | \$2,607,218 | \$ 20,768 |
| Affiliated issuers | — | — | — | — | 381,107 |
| Cash denominated in currencies other than U.S. dollars, at cost | —* | — | — | — | — |

See end of statements of assets and liabilities for footnote.

See notes to financial statements.

unaudited
(dollars in thousands)

| Managed Risk International Fund | Managed Risk Blue Chip Income and Growth Fund | Managed Risk Growth- Income Fund | Managed Risk Asset Allocation Fund |
|--|--|--|--|
| \$ 8,535 | \$ 14,295 | \$ 96,856 | \$ 88,533 |
| 140,575 | 318,626 | 2,092,889 | 2,499,342 |
| — | — | — | — |
| 6,156 | 11,264 | 39,871 | 48,572 |
| — | — | — | — |
| — | — | — | — |
| 115 | 2,343 | — | 9,272 |
| —* | 360 | 143 | 283 |
| 1 | 1 | 8 | 9 |
| 159 | 16 | 417 | 213 |
| — | — | — | — |
| — | — | — | — |
| 155,541 | 346,905 | 2,230,184 | 2,646,224 |
| — | 326 | 107 | — |
| 127 | 571 | 30 | 2,393 |
| 13 | 29 | 183 | 217 |
| 92 | 207 | 1,329 | 1,612 |
| 31 | 69 | 57 | 535 |
| 1 | 2 | 6 | 25 |
| 286 | 1,870 | 5,532 | 6,851 |
| — | — | — | — |
| — | — | — | — |
| 550 | 3,074 | 7,244 | 11,633 |
| \$154,991 | \$343,831 | \$2,222,940 | \$2,634,591 |
| \$167,076 (12,085) | \$371,801 (27,970) | \$2,034,478 188,462 | \$2,507,349 127,242 |
| \$154,991 | \$343,831 | \$2,222,940 | \$2,634,591 |
| \$ 8,535 | \$ 14,295 | \$ 91,191 | \$ 88,533 |
| 139,859 | 298,262 | 2,001,170 | 2,371,532 |
| — | — | — | — |

Statements of assets and liabilities at June 30, 2020

| | | Global Growth Fund | Global Small Capitalization Fund | Growth Fund | International Fund | New World Fund |
|---|---------------------------|--------------------------|---|----------------|-----------------------|----------------------|
| Shares of beneficial interest issued and outstanding (no stated par value) – unlimited shares authorized | | | | | | |
| Class 1: | Net assets | \$2,577,265 | \$1,953,722 | \$11,854,034 | \$4,728,600 | \$1,892,168 |
| | Shares outstanding | 78,302 | 80,407 | 133,807 | 255,867 | 77,279 |
| | Net asset value per share | \$32.91 | \$24.30 | \$88.59 | \$18.48 | \$24.48 |
| Class 1A: | Net assets | \$7,122 | \$678 | \$25,600 | \$7,547 | \$6,554 |
| | Shares outstanding | 217 | 28 | 290 | 410 | 269 |
| | Net asset value per share | \$32.79 | \$24.22 | \$88.16 | \$18.41 | \$24.37 |
| Class 2: | Net assets | \$3,771,308 | \$2,197,405 | \$16,504,586 | \$3,834,301 | \$901,859 |
| | Shares outstanding | 115,891 | 93,404 | 188,011 | 208,477 | 37,228 |
| | Net asset value per share | \$32.54 | \$23.53 | \$87.79 | \$18.39 | \$24.23 |
| Class 3: | Net assets | | | \$224,772 | \$21,011 | |
| | Shares outstanding | Not applicable | Not applicable | 2,519 | 1,134 | Not applicable |
| | Net asset value per share | | | \$89.23 | \$18.52 | |
| Class 4: | Net assets | \$401,741 | \$201,126 | \$1,711,345 | \$341,508 | \$643,874 |
| | Shares outstanding | 12,429 | 8,510 | 19,805 | 18,806 | 26,726 |
| | Net asset value per share | \$32.32 | \$23.63 | \$86.41 | \$18.16 | \$24.09 |

| | | High- Income Bond Fund | American Funds Mortgage Fund (formerly Mortgage Fund) | Ultra-Short Bond Fund | U.S. Government/ AAA-Rated Securities Fund | Managed Risk Growth Fund |
|---|---------------------------|---------------------------------|--|--------------------------|--|-----------------------------------|
| Shares of beneficial interest issued and outstanding (no stated par value) – unlimited shares authorized | | | | | | |
| Class 1: | Net assets | \$114,962 | \$191,924 | \$42,342 | \$375,307 | |
| | Shares outstanding | 12,425 | 17,278 | 3,741 | 28,687 | Not applicable |
| | Net asset value per share | \$9.25 | \$11.11 | \$11.32 | \$13.08 | |
| Class 1A: | Net assets | \$879 | \$600 | \$10 | \$3,167 | |
| | Shares outstanding | 95 | 54 | 1 | 243 | Not applicable |
| | Net asset value per share | \$9.23 | \$11.08 | \$11.32 | \$13.04 | |
| Class 2: | Net assets | \$609,375 | \$56,036 | \$264,574 | \$1,327,819 | |
| | Shares outstanding | 67,113 | 5,058 | 24,017 | 102,663 | Not applicable |
| | Net asset value per share | \$9.08 | \$11.08 | \$11.02 | \$12.93 | |
| Class 3: | Net assets | \$8,885 | | \$3,704 | \$10,561 | |
| | Shares outstanding | 956 | Not applicable | 333 | 806 | Not applicable |
| | Net asset value per share | \$9.29 | | \$11.14 | \$13.10 | |
| Class 4: | Net assets | \$50,150 | \$38,265 | \$33,556 | \$247,524 | |
| | Shares outstanding | 5,067 | 3,492 | 3,016 | 19,159 | Not applicable |
| | Net asset value per share | \$9.90 | \$10.96 | \$11.12 | \$12.92 | |
| Class P1: | Net assets | | | | | \$8,933 |
| | Shares outstanding | Not applicable | Not applicable | Not applicable | Not applicable | 632 |
| | Net asset value per share | | | | | \$14.14 |
| Class P2: | Net assets | | | | | \$466,861 |
| | Shares outstanding | Not applicable | Not applicable | Not applicable | Not applicable | 33,228 |
| | Net asset value per share | | | | | \$14.05 |

*Amount less than one thousand.

See notes to financial statements.

| Blue Chip Income and Growth Fund | Global Growth and Income Fund | Growth- Income Fund | International Growth and Income Fund | Capital Income Builder | Asset Allocation Fund | Global Balanced Fund | Bond Fund | Capital World Bond Fund (formerly Global Bond Fund) |
|---|--|-------------------------------|---|------------------------------|------------------------------|----------------------------|----------------|---|
| \$5,012,447 | \$595,521 | \$20,113,557 | \$1,018,911 | \$531,064 | \$17,060,999 | \$127,192 | \$6,193,266 | \$1,063,326 |
| 409,370 | 43,360 | 424,334 | 66,159 | 53,711 | 726,468 | 9,725 | 527,359 | 87,569 |
| \$12.24 | \$13.73 | \$47.40 | \$15.40 | \$9.89 | \$23.48 | \$13.08 | \$11.74 | \$12.14 |
| \$12,167 | \$1,947 | \$11,148 | \$2,228 | \$5,218 | \$11,158 | \$2,179 | \$7,741 | \$589 |
| 998 | 142 | 236 | 145 | 528 | 477 | 167 | 662 | 49 |
| \$12.18 | \$13.69 | \$47.20 | \$15.36 | \$9.88 | \$23.41 | \$13.04 | \$11.69 | \$12.11 |
| \$2,750,308 | \$1,184,793 | \$12,503,946 | \$190,263 | \$5,976 | \$4,808,231 | \$192,194 | \$3,588,958 | \$968,059 |
| 227,855 | 86,504 | 267,435 | 12,402 | 605 | 207,145 | 14,739 | 309,891 | 80,404 |
| \$12.07 | \$13.70 | \$46.76 | \$15.34 | \$9.88 | \$23.21 | \$13.04 | \$11.58 | \$12.04 |
| Not applicable | Not applicable | \$142,104 2,994 \$47.47 | Not applicable | Not applicable | \$30,325 1,290 \$23.50 | Not applicable | Not applicable | Not applicable |
| \$640,747 | \$132,808 | \$1,183,584 | \$89,582 | \$419,043 | \$4,488,134 | \$91,723 | \$580,338 | \$48,827 |
| 53,430 | 9,866 | 25,635 | 5,881 | 42,463 | 194,512 | 7,109 | 50,272 | 4,097 |
| \$11.99 | \$13.46 | \$46.17 | \$15.23 | \$9.87 | \$23.07 | \$12.90 | \$11.54 | \$11.92 |

| Managed Risk International Fund | Managed Risk Blue Chip Income and Growth Fund | Managed Risk Growth- Income Fund | Managed Risk Asset Allocation Fund |
|--|---|--|--|
| Not applicable | Not applicable | Not applicable | Not applicable |
| Not applicable | Not applicable | Not applicable | Not applicable |
| Not applicable | Not applicable | Not applicable | Not applicable |
| Not applicable | Not applicable | Not applicable | Not applicable |
| Not applicable | Not applicable | Not applicable | Not applicable |
| \$1,287 | \$1,200 | \$1,938,294 | \$3,884 |
| 137 | 115 | 150,354 | 309 |
| \$9.41 | \$10.44 | \$12.89 | \$12.56 |
| \$153,704 | \$342,631 | \$284,646 | \$2,630,707 |
| 16,426 | 33,045 | 22,208 | 215,304 |
| \$9.36 | \$10.37 | \$12.82 | \$12.22 |

Statements of operations for the six months ended June 30, 2020

| | Global Growth Fund | Global Small Capitalization Fund | Growth Fund | International Fund | New World Fund |
|---|--------------------------|---|--------------------|-----------------------|----------------------|
| Investment income: | | | | | |
| Income (net of non-U.S. taxes*): | | | | | |
| Dividends | \$ 40,163 | \$ 16,488 | \$ 123,178 | \$ 70,461 | \$ 21,534 |
| Interest | 6 | 3 | 1,279 | 2,634 | 3,317 |
| Securities lending income | 46 | 1,880 | – | 95 | 40 |
| | 40,215 | 18,371 | 124,457 | 73,190 | 24,891 |
| Fees and expenses*: | | | | | |
| Investment advisory services | 16,284 | 14,314 | 44,278 | 21,651 | 11,609 |
| Distribution services | 4,928 | 2,830 | 21,161 | 5,104 | 1,819 |
| Insurance administrative services | 469 | 233 | 1,915 | 423 | 746 |
| Transfer agent services | – [†] | – [†] | 2 | 1 | – [†] |
| Administrative services | 948 | 616 | 4,150 | 1,312 | 496 |
| Reports to shareholders | 86 | 55 | 356 | 120 | 54 |
| Registration statement and prospectus | 34 | 69 | 187 | 77 | 24 |
| Trustees' compensation | 10 | 7 | 44 | 14 | 5 |
| Auditing and legal | 14 | 29 | 16 | 28 | 56 |
| Custodian | 356 | 295 | 242 | 834 | 410 |
| Other | 3 | 40 | 13 | 5 | 32 |
| Total fees and expenses before waivers/reimbursements | 23,132 | 18,488 | 72,364 | 29,569 | 15,251 |
| Less waivers/reimbursements of fees and expenses: | | | | | |
| Investment advisory services waivers | – | – | – | – | 984 |
| Total fees and expenses after waivers | 23,132 | 18,488 | 72,364 | 29,569 | 14,267 |
| Net investment income (loss) | 17,083 | (117) | 52,093 | 43,621 | 10,624 |
| Net realized gain (loss) and unrealized appreciation (depreciation): | | | | | |
| Net realized gain (loss) on: | | | | | |
| Investments | | | | | |
| Unaffiliated issuers | 42,774 | (126,951) | 946,951 | (232,455) | 15,408 |
| Affiliated issuers | – | – | – | – | – |
| Futures contracts | – | – | – | – | – |
| Forward currency contracts | – | – | – | 182 | (23) |
| Swap contracts | – | – | – | – | – |
| Currency transactions | (885) | (560) | (847) | (1,833) | (1,402) |
| | 41,889 | (127,511) | 946,104 | (234,106) | 13,983 |
| Net unrealized appreciation (depreciation) on: | | | | | |
| Investments | | | | | |
| Unaffiliated issuers | 198,615 | 1,895 | 2,294,869 | (896,169) | (185,316) |
| Affiliated issuers | – | 620 | – | – | – |
| Futures contracts | – | – | – | – | 73 |
| Forward currency contracts | – | – | – | 131 | 6 |
| Swap contracts | – | – | – | – | – |
| Currency translations | 44 | (242) | (45) | 214 | (150) |
| | 198,659 | 2,273 | 2,294,824 | (895,824) | (185,387) |
| Net realized gain (loss) and unrealized appreciation (depreciation) | 240,548 | (125,238) | 3,240,928 | (1,129,930) | (171,404) |
| Net increase (decrease) in net assets resulting from operations | \$257,631 | \$(125,355) | \$3,293,021 | \$(1,086,309) | \$(160,780) |

See end of statements of operations for footnotes.

See notes to financial statements.

unaudited
(dollars in thousands)

| Blue Chip Income and Growth Fund | Global Growth and Income Fund | Growth- Income Fund | International Growth and Income Fund | Capital Income Builder | Asset Allocation Fund | Global Balanced Fund | Bond Fund | Capital World Bond Fund (formerly Global Bond Fund) |
|---|--|---------------------------|---|------------------------------|-----------------------------|----------------------------|--------------|---|
| \$ 102,649 | \$ 19,233 | \$ 310,513 | \$ 17,964 | \$ 13,592 | \$ 169,401 | \$ 3,127 | \$ 4,210 | \$ 376 |
| 2 | 1,466 | 1,160 | 461 | 2,363 | 111,253 | 1,343 | 129,403 | 26,598 |
| - | - | - | - | 26 | 492 | - | - | - |
| 102,651 | 20,699 | 311,673 | 18,425 | 15,981 | 281,146 | 4,470 | 133,613 | 26,974 |
| 16,131 | 5,622 | 42,043 | 3,906 | 2,264 | 34,143 | 1,343 | 18,900 | 5,455 |
| 4,140 | 1,623 | 16,805 | 351 | 528 | 11,343 | 350 | 5,091 | 1,265 |
| 750 | 162 | 1,425 | 112 | 528 | 5,389 | 114 | 680 | 63 |
| - [†] | - [†] | 2 | - [†] | - [†] | 2 | - [†] | 1 | - [†] |
| 1,237 | 281 | 4,915 | 190 | 141 | 3,856 | 61 | 1,563 | 306 |
| 94 | 23 | 437 | 9 | 5 | 288 | 3 | 140 | 22 |
| 102 | 16 | 190 | 5 | 31 | 291 | 3 | 65 | 17 |
| 14 | 3 | 53 | 2 | 2 | 39 | 1 | 14 | 2 |
| 5 | 21 | 22 | 9 | 1 | 14 | 4 | 6 | 4 |
| 48 | 117 | 285 | 192 | 48 | 123 | 36 | 70 | 174 |
| 4 | 1 | 17 | 1 | - [†] | 13 | 1 | 5 | 7 |
| 22,525 | 7,869 | 66,194 | 4,777 | 3,548 | 55,501 | 1,916 | 26,535 | 7,315 |
| - | - | - | - | 406 | - | - | - | 340 |
| 22,525 | 7,869 | 66,194 | 4,777 | 3,142 | 55,501 | 1,916 | 26,535 | 6,975 |
| 80,126 | 12,830 | 245,479 | 13,648 | 12,839 | 225,645 | 2,554 | 107,078 | 19,999 |
| (50,918) | 13,838 | (270,288) | (61,926) | (58,786) | 493,330 | 1,258 | 263,827 | 11,840 |
| - | - | - | - | - | 13,498 | - | - | - |
| - | - | - | - | 3,729 | 36,972 | 449 | 85,319 | (1,040) |
| - | 25 | - | 18 | 24 | - | 398 | (6,097) | 8,589 |
| - | - | - | - | 2,323 | (10,838) | (24) | 6,561 | (3,720) |
| - [†] | (630) | 663 | 624 | 11 | (137) | (203) | (88) | (992) |
| (50,918) | 13,233 | (269,625) | (61,284) | (52,699) | 532,825 | 1,878 | 349,522 | 14,677 |
| (769,382) | (252,148) | (1,252,158) | (165,604) | (25,949) | (1,159,291) | (18,130) | 214,368 | 1,713 |
| - | - | - | - | - | (79,610) | - | - | - |
| - | - | - | - | 424 | 3,710 | 17 | 5,309 | 929 |
| - | 110 | - | 12 | (4) | - | 42 | 2,917 | 973 |
| - | - | - | - | (550) | 3,812 | (96) | (24,633) | 380 |
| (11) | (210) | (470) | (28) | (6) | (20) | (11) | 6 | (110) |
| (769,393) | (252,248) | (1,252,628) | (165,620) | (26,085) | (1,231,399) | (18,178) | 197,967 | 3,885 |
| (820,311) | (239,015) | (1,522,253) | (226,904) | (78,784) | (698,574) | (16,300) | 547,489 | 18,562 |
| \$(740,185) | \$(226,185) | \$(1,276,774) | \$(213,256) | \$(65,945) | \$(472,929) | \$(13,746) | \$654,567 | \$38,561 |

Statements of operations for the six months ended June 30, 2020

| | High-Income Bond Fund | American Funds Mortgage Fund (formerly Mortgage Fund) | Ultra-Short Bond Fund | U.S. Government/AAA-Rated Securities Fund | Managed Risk Growth Fund |
|---|-----------------------|---|-----------------------|---|--------------------------|
| Investment income: | | | | | |
| Income (net of non-U.S. taxes*): | | | | | |
| Dividends | \$ 288 | \$ – | \$ – | \$ – | \$ 1,322 |
| Interest | 37,081 | 2,376 | 1,652 | 22,392 | 53 |
| | 37,369 | 2,376 | 1,652 | 22,392 | 1,375 |
| Fees and expenses*: | | | | | |
| Investment advisory services | 2,499 | 607 | 509 | 4,542 | 331 |
| Distribution services | 839 | 112 | 351 | 1,952 | 543 |
| Insurance administrative services | 65 | 42 | 37 | 251 | 552 |
| Transfer agent services | – [†] | – [†] | – [†] | – [†] | – [†] |
| Administrative services | 156 | 43 | 48 | 397 | – |
| Accounting and administrative services | – | – | – | – | 40 |
| Reports to shareholders | 15 | 2 | 3 | 68 | 4 |
| Registration statement and prospectus | 5 | 1 | 1 | 12 | 7 |
| Trustees' compensation | 1 | – [†] | 1 | 2 | 1 |
| Auditing and legal | 2 | 1 | 4 | 2 | 1 |
| Custodian | 9 | 13 | – [†] | 19 | 7 |
| Other | 11 | – [†] | – [†] | 1 | 1 |
| Total fees and expenses before waivers/reimbursements | 3,602 | 821 | 954 | 7,246 | 1,487 |
| Less waivers/reimbursements of fees and expenses: | | | | | |
| Investment advisory services waivers | – | 85 | – | – | 110 |
| Miscellaneous fee reimbursements | – | – | – | – | – |
| Total waivers/reimbursements of fees and expenses | – | 85 | – | – | 110 |
| Total fees and expenses after waivers | 3,602 | 736 | 954 | 7,246 | 1,377 |
| Net investment income (loss) | 33,767 | 1,640 | 698 | 15,146 | (2) |
| Net realized gain (loss) and unrealized appreciation (depreciation): | | | | | |
| Net realized gain (loss) on: | | | | | |
| Investments | | | | | |
| Unaffiliated issuers | (52,614) | 9,528 | – | 125,165 | – |
| Affiliated issuers | – | – | – | – | 22,576 |
| Futures contracts | (144) | 8,464 | – | 87,073 | (7,772) |
| Swap contracts | 4,677 | (2,463) | – | 15,421 | – |
| Currency transactions | 1 | – | – | – | (15) |
| Capital gain distributions received from affiliated issuers | – | – | – | – | 9,678 |
| | (48,080) | 15,529 | – | 227,659 | 24,467 |
| Net unrealized appreciation (depreciation) on: | | | | | |
| Investments | | | | | |
| Unaffiliated issuers | (67,914) | 1,496 | 3 | 29,510 | – |
| Affiliated issuers | – | – | – | – | 13,576 |
| Futures contracts | (159) | 780 | – | 8,167 | (687) |
| Swap contracts | 1,897 | (3,135) | – | (31,391) | – |
| | (66,176) | (859) | 3 | 6,286 | 12,889 |
| Net realized gain (loss) and unrealized appreciation (depreciation) | (114,256) | 14,670 | 3 | 233,945 | 37,356 |
| Net increase (decrease) in net assets resulting from operations | \$ (80,489) | \$16,310 | \$ 701 | \$249,091 | \$37,354 |

*Additional information related to non-U.S. taxes, class-specific fees and expenses and affiliated income is included in the notes to financial statements.

[†] Amount less than one thousand.

See notes to financial statements.

unaudited
(dollars in thousands)

| Managed Risk International Fund | Managed Risk Blue Chip Income and Growth Fund | Managed Risk Growth- Income Fund | Managed Risk Asset Allocation Fund |
|--|---|--|--|
| \$ 367 25 | \$ 1,501 43 | \$ 9,310 280 | \$ 11,742 412 |
| 392 | 1,544 | 9,590 | 12,154 |
| 115 | 255 | 1,640 | 1,995 |
| 190 | 424 | 344 | 3,321 |
| 191 | 426 | 2,732 | 3,325 |
| - ⁺ | - ⁺ | - ⁺ | - ⁺ |
| - | - | - | - |
| 36 | 39 | 66 | 65 |
| 2 | 3 | 11 | 32 |
| - ⁺ | 2 | 13 | 9 |
| - ⁺ | - ⁺ | 3 | 4 |
| 1 | 1 | 2 | 2 |
| 7 | 7 | 7 | 7 |
| 1 | 1 | 2 | 2 |
| 543 | 1,158 | 4,820 | 8,762 |
| 38 | 85 | 546 | 665 |
| 2 | - | - | - |
| 40 | 85 | 546 | 665 |
| 503 | 1,073 | 4,274 | 8,097 |
| (111) | 471 | 5,316 | 4,057 |
| - | - | (9,526) | - |
| 730 | (39,940) | (2,964) | 31,110 |
| (7,162) | (10,119) | 42,265 | (36,051) |
| - | - | - | - |
| 39 | (9) | (128) | (116) |
| 159 | 4,329 | 49,797 | 11,667 |
| (6,234) | (45,739) | 79,444 | 6,610 |
| - | - | 15,786 | - |
| (14,093) | 15,903 | (90,747) | (115,825) |
| 176 | (719) | 772 | (3,526) |
| - | - | - | - |
| (13,917) | 15,184 | (74,189) | (119,351) |
| (20,151) | (30,555) | 5,255 | (112,741) |
| \$(20,262) | \$(30,084) | \$ 10,571 | \$(108,684) |

Statements of changes in net assets

| | Global Growth Fund | | Global Small Capitalization Fund | | Growth Fund | |
|---|--------------------|-------------------|----------------------------------|-------------------|------------------|-------------------|
| | Six months ended | Year ended | Six months ended | Year ended | Six months ended | Year ended |
| | June 30, 2020* | December 31, 2019 | June 30, 2020* | December 31, 2019 | June 30, 2020* | December 31, 2019 |
| Operations: | | | | | | |
| Net investment income (loss) | \$ 17,083 | \$ 56,332 | \$ (117) | \$ 13,730 | \$ 52,093 | \$ 241,310 |
| Net realized gain (loss) | 41,889 | 193,918 | (127,511) | 251,270 | 946,104 | 745,536 |
| Net unrealized appreciation (depreciation) | 198,659 | 1,619,747 | 2,273 | 882,559 | 2,294,824 | 6,038,232 |
| Net increase (decrease) in net assets resulting from operations | 257,631 | 1,869,997 | (125,355) | 1,147,559 | 3,293,021 | 7,025,078 |
| Distributions paid to shareholders | (207,222) | (417,934) | (284,490) | (284,752) | (815,133) | (2,978,202) |
| Net capital share transactions | (93,420) | (153,769) | 142,503 | 102,952 | (627,210) | 974,922 |
| Total (decrease) increase in net assets | (43,011) | 1,298,294 | (267,342) | 965,759 | 1,850,678 | 5,021,798 |
| Net assets: | | | | | | |
| Beginning of period | 6,800,447 | 5,502,153 | 4,620,273 | 3,654,514 | 28,469,659 | 23,447,861 |
| End of period | \$6,757,436 | \$6,800,447 | \$4,352,931 | \$4,620,273 | \$30,320,337 | \$28,469,659 |

| | International Growth and Income Fund | | Capital Income Builder | | Asset Allocation Fund | |
|---|--------------------------------------|-------------------|------------------------|-------------------|-----------------------|-------------------|
| | Six months ended | Year ended | Six months ended | Year ended | Six months ended | Year ended |
| | June 30, 2020* | December 31, 2019 | June 30, 2020* | December 31, 2019 | June 30, 2020* | December 31, 2019 |
| Operations: | | | | | | |
| Net investment income (loss) | \$ 13,648 | \$ 37,530 | \$ 12,839 | \$ 24,376 | \$ 225,645 | \$ 527,540 |
| Net realized gain (loss) | (61,284) | (37,024) | (52,699) | (6,878) | 532,825 | 20,909 |
| Net unrealized appreciation (depreciation) | (165,620) | 293,939 | (26,085) | 117,343 | (1,231,399) | 4,312,978 |
| Net increase (decrease) in net assets resulting from operations | (213,256) | 294,445 | (65,945) | 134,841 | (472,929) | 4,861,427 |
| Distributions paid to shareholders | (3,243) | (53,548) | (14,279) | (24,614) | (242,551) | (1,801,337) |
| Net capital share transactions | 17,397 | (78,069) | 42,809 | 213,209 | (305,328) | 1,434,114 |
| Total (decrease) increase in net assets | (199,102) | 162,828 | (37,415) | 323,436 | (1,020,808) | 4,494,204 |
| Net assets: | | | | | | |
| Beginning of period | 1,500,086 | 1,337,258 | 998,716 | 675,280 | 27,419,655 | 22,925,451 |
| End of period | \$1,300,984 | \$1,500,086 | \$961,301 | \$998,716 | \$26,398,847 | \$27,419,655 |

See end of statements of changes in net assets for footnote.

See notes to financial statements.

(dollars in thousands)

| International Fund | | New World Fund | | Blue Chip Income and Growth Fund | | Global Growth and Income Fund | | Growth-Income Fund | |
|---------------------------------------|------------------------------------|---------------------------------------|------------------------------------|---|------------------------------------|---------------------------------------|------------------------------------|---------------------------------------|------------------------------------|
| Six months ended June 30, 2020* | Year ended December 31, 2019 | Six months ended June 30, 2020* | Year ended December 31, 2019 | Six months ended June 30, 2020* | Year ended December 31, 2019 | Six months ended June 30, 2020* | Year ended December 31, 2019 | Six months ended June 30, 2020* | Year ended December 31, 2019 |
| \$ 43,621 | \$ 136,307 | \$ 10,624 | \$ 34,732 | \$ 80,126 | \$ 189,701 | \$ 12,830 | \$ 38,039 | \$ 245,479 | \$ 648,555 |
| (234,106) | (127,992) | 13,983 | 32,951 | (50,918) | 85,829 | 13,233 | 51,837 | (269,625) | 902,476 |
| (895,824) | 1,988,427 | (185,387) | 791,400 | (769,393) | 1,423,960 | (252,248) | 449,868 | (1,252,628) | 6,175,985 |
| (1,086,309) | 1,996,742 | (160,780) | 859,083 | (740,185) | 1,699,490 | (226,185) | 539,744 | (1,276,774) | 7,727,016 |
| (19,263) | (394,620) | (41,502) | (164,192) | (141,493) | (878,225) | (58,009) | (140,198) | (1,058,736) | (3,957,175) |
| (36,892) | (536,801) | (113,674) | 54,641 | 14,986 | 429,824 | 60,780 | (76,937) | 263,583 | 2,392,290 |
| (1,142,464) | 1,065,321 | (315,956) | 749,532 | (866,692) | 1,251,089 | (223,414) | 322,609 | (2,071,927) | 6,162,131 |
| 10,075,431 | 9,010,110 | 3,760,411 | 3,010,879 | 9,282,361 | 8,031,272 | 2,138,483 | 1,815,874 | 36,026,266 | 29,864,135 |
| \$ 8,932,967 | \$ 10,075,431 | \$ 3,444,455 | \$ 3,760,411 | \$ 8,415,669 | \$ 9,282,361 | \$ 1,915,069 | \$ 2,138,483 | \$ 33,954,339 | \$ 36,026,266 |

| Global Balanced Fund | | Bond Fund | | Capital World Bond Fund (formerly Global Bond Fund) | | High-Income Bond Fund | | American Funds Mortgage Fund (formerly Mortgage Fund) | |
|---------------------------------------|------------------------------------|---------------------------------------|------------------------------------|--|------------------------------------|---------------------------------------|------------------------------------|--|------------------------------------|
| Six months ended June 30, 2020* | Year ended December 31, 2019 | Six months ended June 30, 2020* | Year ended December 31, 2019 | Six months ended June 30, 2020* | Year ended December 31, 2019 | Six months ended June 30, 2020* | Year ended December 31, 2019 | Six months ended June 30, 2020* | Year ended December 31, 2019 |
| \$ 2,554 | \$ 6,777 | \$ 107,078 | \$ 272,023 | \$ 19,999 | \$ 52,158 | \$ 33,767 | \$ 82,861 | \$ 1,640 | \$ 6,346 |
| 1,878 | 9,826 | 349,522 | 243,332 | 14,677 | 21,665 | (48,080) | (19,893) | 15,529 | 9,940 |
| (18,178) | 58,663 | 197,967 | 411,625 | 3,885 | 87,557 | (66,176) | 86,931 | (859) | (1,209) |
| (13,746) | 75,266 | 654,567 | 926,980 | 38,561 | 161,380 | (80,489) | 149,899 | 16,310 | 15,077 |
| (1,456) | (16,934) | (144,034) | (280,200) | (39,902) | (35,756) | (12,904) | (79,066) | (1,602) | (7,525) |
| (8,460) | 12,429 | (691,390) | 49,693 | (46,502) | (84,997) | (388,649) | (8,439) | (22,393) | (4,217) |
| (23,662) | 70,761 | (180,857) | 696,473 | (47,843) | 40,627 | (482,042) | 62,394 | (7,685) | 3,335 |
| 436,950 | 366,189 | 10,551,160 | 9,854,687 | 2,128,644 | 2,088,017 | 1,266,293 | 1,203,899 | 294,510 | 291,175 |
| \$ 413,288 | \$ 436,950 | \$ 10,370,303 | \$ 10,551,160 | \$ 2,080,801 | \$ 2,128,644 | \$ 784,251 | \$ 1,266,293 | \$ 286,825 | \$ 294,510 |

Statements of changes in net assets

| | Ultra-Short Bond Fund | | U.S. Government/ AAA-Rated Securities Fund | | Managed Risk Growth Fund | |
|---|--|------------------------------------|---|------------------------------------|--|------------------------------------|
| | Six months ended June 30, 2020* | Year ended December 31, 2019 | Six months ended June 30, 2020* | Year ended December 31, 2019 | Six months ended June 30, 2020* | Year ended December 31, 2019 |
| Operations: | | | | | | |
| Net investment income (loss) | \$ 698 | \$ 4,833 | \$ 15,146 | \$ 55,852 | \$ (2) | \$ 2,886 |
| Net realized gain (loss) | – | (1) | 227,659 | 122,154 | 24,467 | 30,629 |
| Net unrealized appreciation (depreciation) | 3 | 15 | 6,286 | (22,336) | 12,889 | 43,736 |
| Net increase (decrease) in net assets resulting from operations | 701 | 4,847 | 249,091 | 155,670 | 37,354 | 77,251 |
| Distributions paid to shareholders | (737) | (5,093) | (49,531) | (60,961) | (25,274) | (30,222) |
| Net capital share transactions | 59,592 | (21,528) | (1,131,516) | (67,678) | 24,064 | 49,348 |
| Total (decrease) increase in net assets | 59,556 | (21,774) | (931,956) | 27,031 | 36,144 | 96,377 |
| Net assets: | | | | | | |
| Beginning of period | 284,630 | 306,404 | 2,896,334 | 2,869,303 | 439,650 | 343,273 |
| End of period | \$344,186 | \$284,630 | \$ 1,964,378 | \$2,896,334 | \$475,794 | \$439,650 |

*Unaudited.

See notes to financial statements.

(dollars in thousands)

| Managed Risk International Fund | | Managed Risk Blue Chip Income and Growth Fund | | Managed Risk Growth-Income Fund | | Managed Risk Asset Allocation Fund | |
|--|----------------------|--|----------------------|--|----------------------|---|----------------------|
| Six months ended | Year ended | Six months ended | Year ended | Six months ended | Year ended | Six months ended | Year ended |
| June 30, 2020* | December 31, 2019 | June 30, 2020* | December 31, 2019 | June 30, 2020* | December 31, 2019 | June 30, 2020* | December 31, 2019 |
| \$ (111) | \$ 1,940 | \$ 471 | \$ 5,680 | \$ 5,316 | \$ 35,433 | \$ 4,057 | \$ 40,653 |
| (6,234) | 2,677 | (45,739) | 16,823 | 79,444 | 149,567 | 6,610 | 131,826 |
| (13,917) | 21,114 | 15,184 | 23,125 | (74,189) | 180,419 | (119,351) | 271,610 |
| (20,262) | 25,731 | (30,084) | 45,628 | 10,571 | 365,419 | (108,684) | 444,089 |
| (3,247) | (7,796) | (16,570) | (23,415) | (151,686) | (32,440) | (146,678) | (177,811) |
| 12,731 | (3,125) | 25,050 | 6,553 | 94,331 | 44,643 | 57,449 | 23,729 |
| (10,778) | 14,810 | (21,604) | 28,766 | (46,784) | 377,622 | (197,913) | 290,007 |
| 165,769 | 150,959 | 365,435 | 336,669 | 2,269,724 | 1,892,102 | 2,832,504 | 2,542,497 |
| \$154,991 | \$165,769 | \$343,831 | \$365,435 | \$2,222,940 | \$2,269,724 | \$2,634,591 | \$2,832,504 |

1. Organization

American Funds Insurance Series (the "series") is registered under the Investment Company Act of 1940 as an open-end, diversified management investment company with 34 different funds ("the funds"), including 23 funds in the series covered in this report. The other 11 funds in the series are covered in separate reports. Six funds in the series are covered in the American Funds Insurance Series - Target Date Series report and five funds in the series are covered in the American Funds Insurance Series - Portfolio Series report. The assets of each fund are segregated, with each fund accounted for separately. Capital Research and Management Company ("CRMC") is the series' investment adviser. Milliman Financial Risk Management LLC ("Milliman FRM") is the subadviser for the risk management strategy for eight of the funds (the "managed risk funds"), five of which are covered in this report.

The managed risk funds covered in this report are Managed Risk Growth Fund, Managed Risk International Fund, Managed Risk Blue Chip Income and Growth Fund, Managed Risk Growth-Income Fund and Managed Risk Asset Allocation Fund. The managed risk funds invest in other funds within the series (the "underlying funds") and employ Milliman FRM to implement the risk management strategy, which consists of using hedging instruments – primarily short positions on exchange-traded futures contracts – to attempt to stabilize the volatility of the funds around target volatility levels and reduce the downside exposure of the funds during periods of significant market declines.

Shareholders approved a proposal to reorganize the series from a Massachusetts business trust to a Delaware statutory trust. The series reserved the right to delay implementing the reorganization and has elected to do so.

The investment objective(s) for each fund covered in this report are as follows:

Global Growth Fund – To provide long-term growth of capital.

Global Small Capitalization Fund – To provide long-term growth of capital.

Growth Fund – To provide growth of capital.

International Fund – To provide long-term growth of capital.

New World Fund – To provide long-term capital appreciation.

Blue Chip Income and Growth Fund – To produce income exceeding the average yield on U.S. stocks generally and to provide an opportunity for growth of principal consistent with sound common stock investing.

Global Growth and Income Fund – To provide long-term growth of capital while providing current income.

Growth-Income Fund – To achieve long-term growth of capital and income.

International Growth and Income Fund – To provide long-term growth of capital while providing current income.

Capital Income Builder – The two primary objectives are (1) to provide a level of current income that exceeds the average yield on U.S. stocks generally and (2) to provide a growing stream of income over the years. The secondary objective is to provide growth of capital.

Asset Allocation Fund – To provide high total return (including income and capital gains) consistent with preservation of capital over the long term.

Global Balanced Fund – Seeks the balanced accomplishment of three objectives: long-term growth of capital, conservation of principal and current income.

Bond Fund – To provide as high a level of current income as is consistent with the preservation of capital.

Capital World Bond Fund (formerly Global Bond Fund) – To provide, over the long term, a high level of total return consistent with prudent investment management.

High-Income Bond Fund – The primary objective is to provide a high level of current income. The secondary objective is capital appreciation.

American Funds Mortgage Fund (formerly Mortgage Fund) – To provide current income and preservation of capital.

Ultra-Short Bond Fund – To provide current income, consistent with the maturity and quality standards applicable to the fund, and preservation of capital and liquidity.

U.S. Government/AAA-Rated Securities Fund – To provide a high level of current income consistent with preservation of capital.

Managed Risk Growth Fund – To provide growth of capital while seeking to manage volatility and provide downside protection.

Managed Risk International Fund – To provide long-term growth of capital while seeking to manage volatility and provide downside protection.

Managed Risk Blue Chip Income and Growth Fund – To produce income exceeding the average yield on U.S. stocks generally and to provide an opportunity for growth of principal consistent with sound common stock investing, in each case while seeking to manage volatility and provide downside protection.

Managed Risk Growth-Income Fund – To achieve long-term growth of capital and income while seeking to manage volatility and provide downside protection.

Managed Risk Asset Allocation Fund – To provide high total return (including income and capital gains) consistent with preservation of capital over the long term while seeking to manage volatility and provide downside protection.

Each fund in the series, except the managed risk funds, offers either four or five share classes (Classes 1, 1A, 2, 3 or 4); the managed risk funds offer two share classes (Classes P1 and P2). Holders of all share classes of each fund have equal pro rata rights to assets, dividends and liquidation proceeds of each fund held. Each share class of each fund has identical voting rights, except for the exclusive right to vote on matters affecting only its class. Share classes have different fees and expenses ("class-specific fees and expenses"), primarily due to different arrangements for certain distribution expenses. Differences in class-specific fees and expenses will result in differences in net investment income and, therefore, the payment of different per-share dividends by each class of each fund.

2. Significant accounting policies

Each fund is an investment company that applies the accounting and reporting guidance issued in Topic 946 by the U.S. Financial Accounting Standards Board. Each fund's financial statements have been prepared to comply with U.S. generally accepted accounting principles ("U.S. GAAP"). These principles require the series' investment adviser to make estimates and assumptions that affect reported amounts and disclosures. Actual results could differ from those estimates. Subsequent events, if any, have been evaluated through the date of issuance in the preparation of the financial statements. The funds follow the significant accounting policies described in this section, as well as the valuation policies described in the next section on valuation.

Security transactions and related investment income – Security transactions are recorded by the funds as of the date the trades are executed with brokers. Realized gains and losses from security transactions are determined based on the specific identified cost of the securities. In the event a security is purchased with a delayed payment date, the funds will segregate liquid assets sufficient to meet their payment obligations. Dividend income is recognized on the ex-dividend date and interest income is recognized on an accrual basis. Market discounts, premiums and original issue discounts on fixed-income securities are amortized daily over the expected life of the security.

Fees and expenses – The fees and expenses of the underlying funds held by the managed risk funds are not included in the fees and expenses reported for each of the managed risk funds; however, they are indirectly reflected in the valuation of each of the underlying funds. These fees are included in the net effective expense ratios that are provided as supplementary information in the financial highlights tables.

Class allocations – Income, fees and expenses (other than class-specific fees and expenses), realized gains and losses and unrealized appreciation and depreciation are allocated daily among the various share classes of each fund based on their relative net assets. Class-specific fees and expenses, such as distribution expenses, are accrued daily and charged directly to the respective share class of each fund.

Distributions paid to shareholders – Income dividends and capital gain distributions are recorded on each fund’s ex-dividend date.

Currency translation – Assets and liabilities, including investment securities, denominated in currencies other than U.S. dollars are translated into U.S. dollars at the exchange rates supplied by one or more pricing vendors on the valuation date. Purchases and sales of investment securities and income and expenses are translated into U.S. dollars at the exchange rates on the dates of such transactions. The effects of changes in exchange rates on investment securities are included with the net realized gain or loss and net unrealized appreciation or depreciation on investments in the funds’ statements of operations. The realized gain or loss and unrealized appreciation or depreciation resulting from all other transactions denominated in currencies other than U.S. dollars are disclosed separately.

3. Valuation

CRMC, the series’ investment adviser, values the funds’ investments at fair value as defined by U.S. GAAP. The net asset value of each share class of each fund is generally determined as of approximately 4:00 p.m. New York time each day the New York Stock Exchange is open.

Methods and inputs – The series’ investment adviser uses the following methods and inputs to establish the fair value of each fund’s assets and liabilities. Use of particular methods and inputs may vary over time based on availability and relevance as market and economic conditions evolve.

Equity securities are generally valued at the official closing price of, or the last reported sale price on, the exchange or market on which such securities are traded, as of the close of business on the day the securities are being valued or, lacking any sales, at the last available bid price. Prices for each security are taken from the principal exchange or market on which the security trades. The value of an underlying fund is based on its reported net asset value.

Fixed-income securities, including short-term securities, are generally valued at prices obtained from one or more pricing vendors. Vendors value such securities based on one or more of the inputs described in the following table. The table provides examples of inputs that are commonly relevant for valuing particular classes of fixed-income securities in which the funds are authorized to invest. However, these classifications are not exclusive and any of the inputs may be used to value any other class of fixed-income security.

| Fixed-income class | Examples of standard inputs |
|--|---|
| All | Benchmark yields, transactions, bids, offers, quotations from dealers and trading systems, new issues, spreads and other relationships observed in the markets among comparable securities; and proprietary pricing models such as yield measures calculated using factors such as cash flows, financial or collateral performance and other reference data (collectively referred to as “standard inputs”) |
| Corporate bonds & notes; convertible securities | Standard inputs and underlying equity of the issuer |
| Bonds & notes of governments & government agencies | Standard inputs and interest rate volatilities |
| Mortgage-backed; asset-backed obligations | Standard inputs and cash flows, prepayment information, default rates, delinquency and loss assumptions, collateral characteristics, credit enhancements and specific deal information |
| Municipal securities | Standard inputs and, for certain distressed securities, cash flows or liquidation values using a net present value calculation based on inputs that include, but are not limited to, financial statements and debt contracts |

When the series’ investment adviser deems it appropriate to do so (such as when vendor prices are unavailable or not deemed to be representative), fixed-income securities will be valued in good faith at the mean quoted bid and ask prices that are reasonably and timely available (or bid prices, if ask prices are not available) or at prices for securities of comparable maturity, quality and type.

Securities with both fixed-income and equity characteristics, or equity securities traded principally among fixed-income dealers, are generally valued in the manner described for either equity or fixed-income securities, depending on which method is deemed most appropriate by the series' investment adviser. The Capital Group Central Cash Fund ("CCF"), a fund within the Capital Group Central Fund Series ("Central Funds"), is valued based upon a floating net asset value, which fluctuates with changes in the value of CCF's portfolio securities. The underlying securities are valued based on the policies and procedures in CCF's statement of additional information. The State Street Institutional U.S. Government Money Market Fund held by the managed risk funds is managed to maintain a \$1.00 net asset value per share. The net asset value of each share class of each managed risk fund is calculated based on the reported net asset values of the underlying funds in which each fund invests.

Exchange-traded options and futures are generally valued at the official closing price for options and official settlement price for futures of the exchange or market on which such instruments are traded, as of the close of business on the day such instruments are being valued. Forward currency contracts are valued at the mean of representative quoted bid and ask prices, generally based on prices supplied by one or more pricing vendors. Interest rate swaps and credit default swaps are generally valued by pricing vendors based on market inputs that include the index and term of index, reset frequency, payer/receiver, currency and pay frequency.

Securities and other assets for which representative market quotations are not readily available or are considered unreliable by the series' investment adviser are fair valued as determined in good faith under fair value guidelines adopted by authority of the series' board of trustees as further described. The investment adviser follows fair valuation guidelines, consistent with U.S. Securities and Exchange Commission rules and guidance, to consider relevant principles and factors when making fair value determinations. The investment adviser considers relevant indications of value that are reasonably and timely available to it in determining the fair value to be assigned to a particular security, such as the type and cost of the security; contractual or legal restrictions on resale of the security; relevant financial or business developments of the issuer; actively traded similar or related securities; conversion or exchange rights on the security; related corporate actions; significant events occurring after the close of trading in the security; and changes in overall market conditions. In addition, the closing prices of equity securities and futures that trade in markets outside U.S. time zones may be adjusted to reflect significant events that occur after the close of local trading but before the net asset value of each share class of each fund is determined. Fair valuations and valuations of investments and futures that are not actively trading involve judgment and may differ materially from valuations that would have been used had greater market activity occurred.

Processes and structure – The series' board of trustees has delegated authority to the series' investment adviser to make fair value determinations, subject to board oversight. The investment adviser has established a Joint Fair Valuation Committee (the "Fair Valuation Committee") to administer, implement and oversee the fair valuation process, and to make fair value decisions. The Fair Valuation Committee regularly reviews its own fair value decisions, as well as decisions made under its standing instructions to the investment adviser's valuation teams. The Fair Valuation Committee reviews changes in fair value measurements from period to period and may, as deemed appropriate, update the fair valuation guidelines to better reflect the results of back testing and address new or evolving issues. The Fair Valuation Committee reports any changes to the fair valuation guidelines to the board of trustees. The series' board and audit committee also regularly review reports that describe fair value determinations and methods.

The series' investment adviser has also established a Fixed-Income Pricing Review Group to administer and oversee the fixed-income valuation process, including the use of fixed-income pricing vendors. This group regularly reviews pricing vendor information and market data. Pricing decisions, processes and controls over security valuation are also subject to additional internal reviews, including an annual control self-evaluation program facilitated by the investment adviser's compliance group.

Classifications – The series' investment adviser classifies the funds' assets and liabilities into three levels based on the inputs used to value the assets or liabilities. Level 1 values are based on quoted prices in active markets for identical securities. Level 2 values are based on significant observable market inputs, such as quoted prices for similar securities and quoted prices in inactive markets. Certain securities trading outside the U.S. may transfer between Level 1 and Level 2 due to valuation adjustments resulting from significant market movements following the close of local trading. Level 3 values are based on significant unobservable inputs that reflect the investment adviser's determination of assumptions that market participants might reasonably use in valuing the securities.

The valuation levels are not necessarily an indication of the risk or liquidity associated with the underlying investment. For example, U.S. government securities are reflected as Level 2 because the inputs used to determine fair value may not always be quoted prices in an active market. The following tables present the funds' valuation levels as of June 30, 2020 (dollars in thousands):

Global Growth Fund

| | Investment securities | | | Total |
|------------------------|-----------------------|--------------------|------------|--------------------|
| | Level 1 | Level 2 | Level 3 | |
| Assets: | | | | |
| Common stocks: | | | | |
| Information technology | \$1,284,484 | \$ 798,997 | \$— | \$2,083,481 |
| Consumer discretionary | 644,467 | 737,616 | — | 1,382,083 |
| Health care | 594,181 | 263,129 | — | 857,310 |
| Financials | 288,296 | 324,252 | — | 612,548 |
| Communication services | 363,088 | 202,838 | — | 565,926 |
| Consumer staples | 226,669 | 245,324 | — | 471,993 |
| Industrials | 35,710 | 227,160 | — | 262,870 |
| Materials | 100,652 | 30,744 | — | 131,396 |
| Energy | — | 87,257 | — | 87,257 |
| Other | — | 31,299 | — | 31,299 |
| Preferred securities | — | 156,272 | — | 156,272 |
| Short-term securities | 158,488 | — | — | 158,488 |
| Total | \$3,696,035 | \$3,104,888 | \$— | \$6,800,923 |

Global Small Capitalization Fund

| | Investment securities | | | Total |
|------------------------|-----------------------|--------------------|-----------------|--------------------|
| | Level 1 | Level 2 | Level 3 | |
| Assets: | | | | |
| Common stocks: | | | | |
| Information technology | \$ 597,103 | \$ 441,881 | \$ — | \$1,038,984 |
| Health care | 798,293 | 237,421 | 3 | 1,035,717 |
| Consumer discretionary | 361,327 | 266,306 | — | 627,633 |
| Industrials | 167,492 | 446,741 | — | 614,233 |
| Financials | 176,658 | 78,390 | — | 255,048 |
| Communication services | 71,494 | 79,754 | — | 151,248 |
| Real estate | 66,801 | 58,799 | — | 125,600 |
| Consumer staples | 57,052 | 62,582 | — | 119,634 |
| Materials | 30,216 | 46,570 | — | 76,786 |
| Utilities | 9,940 | 47,877 | — | 57,817 |
| Energy | 24,332 | 5,728 | 10,485 | 40,545 |
| Preferred securities | 7,081 | — | 53,437 | 60,518 |
| Convertible stocks | — | — | 6,715 | 6,715 |
| Short-term securities | 224,205 | — | — | 224,205 |
| Total | \$2,591,994 | \$1,772,049 | \$70,640 | \$4,434,683 |

The following table reconciles the valuation of the fund's Level 3 investment securities and related transactions for the six months ended June 30, 2020 (dollars in thousands):

| | Beginning value at 1/1/2020 | Transfers into Level 3* | Purchases | Sales | Net realized loss† | Unrealized depreciation† | Transfers out of Level 3* | Ending value at 6/30/2020 |
|--|-----------------------------|-------------------------|-----------|--------|--------------------|--------------------------|---------------------------|---------------------------|
| Investment securities | \$44,058 | \$913 | \$35,620 | \$(17) | \$(4,876) | \$(5,058) | \$— | \$70,640 |
| Net unrealized depreciation during the period on Level 3 investment securities held at June 30, 2020 | | | | | | | | \$(5,058) |

*Transfers into or out of Level 3 are based on the beginning market value of the quarter in which they occurred.

†Net realized loss and unrealized depreciation are included in the related amounts on investments in the statement of operations.

Unobservable inputs – Valuation of the fund’s Level 3 securities is based on significant unobservable inputs that reflect the investment adviser’s determination of assumptions that market participants might reasonably use in valuing the securities. The following table provides additional information used by the fund’s investment adviser to fair value the fund’s Level 3 securities (dollars in thousands):

| | Value at 6/30/2020 | Valuation techniques | Unobservable inputs | Range (if appropriate) | Weighted average | Impact to valuation from an increase in input* |
|----------------------|-----------------------|--|--|---------------------------|---------------------|---|
| Common stocks | \$10,488 | Liquidation value | N/A | N/A | N/A | N/A |
| | | Market comparables | Price/cash flow multiple | 7.8x | 7.8x | Increase |
| | | | DL0M | 24% | 24% | Decrease |
| | | | \$ per one billion Btu | \$2.25 | \$2.25 | Increase |
| | | | MMTPA | 10 MMTPA | 10 MMTPA | Increase |
| Preferred securities | 53,437 | Transaction price | N/A | N/A | N/A | |
| Convertible stocks | 6,715 | Inputs to market comparables and transaction price | Weight ascribed to transaction price | 50% | N/A | N/A |
| | | | Weight ascribed to market comparables | 50% | N/A | N/A |
| | | Market comparables | Market comparables discount | 20% | 20% | Decrease |
| | | | Enterprise value/sales multiple | 11.6x | 11.6x | Increase |
| | | | Transaction point multiple discount | 2% | 2% | Decrease |
| | <u>\$70,640</u> | | | | | |

*This column represents the directional change in fair value of the Level 3 securities that would result in an increase from the corresponding input. A decrease to the unobservable input would have the opposite effect. Significant increases and decreases in these inputs in isolation could result in significantly higher or lower fair value measurements.

Key to abbreviations

Btu = British thermal unit

DL0M = Discount for lack of marketability

MMTPA = Million metric tonnes per annum

Growth Fund

| | Investment securities | | | Total |
|---------------------------|-----------------------|-------------|----------|--------------|
| | Level 1 | Level 2 | Level 3 | |
| Assets: | | | | |
| Common stocks: | | | | |
| Information technology | \$ 6,511,810 | \$ 822,391 | \$ – | \$ 7,334,201 |
| Communication services | 5,872,265 | 24,348 | – | 5,896,613 |
| Consumer discretionary | 5,200,060 | 193,384 | – | 5,393,444 |
| Health care | 4,687,932 | 29,881 | 46,931 | 4,764,744 |
| Financials | 1,416,856 | 121,218 | – | 1,538,074 |
| Industrials | 1,193,617 | 327,064 | – | 1,520,681 |
| Materials | 833,367 | 58,183 | – | 891,550 |
| Consumer staples | 459,700 | 229,331 | – | 689,031 |
| Real estate | 432,288 | – | – | 432,288 |
| Energy | 359,863 | – | – | 359,863 |
| Utilities | 119,172 | – | – | 119,172 |
| Preferred securities | – | 25,573 | – | 25,573 |
| Rights & warrants | 607 | – | – | 607 |
| Convertible bonds & notes | – | – | 39,060 | 39,060 |
| Short-term securities | 1,205,195 | – | – | 1,205,195 |
| Total | \$28,292,732 | \$1,831,373 | \$85,991 | \$30,210,096 |

International Fund

| | Investment securities | | | Total |
|---------------------------------------|-----------------------|--------------------|------------|--------------------|
| | Level 1 | Level 2 | Level 3 | |
| Assets: | | | | |
| Common stocks: | | | | |
| Consumer discretionary | \$ 307,245 | \$1,131,651 | \$— | \$1,438,896 |
| Financials | 67,130 | 1,366,075 | — | 1,433,205 |
| Health care | 161,190 | 1,261,842 | 6 | 1,423,038 |
| Industrials | 30,210 | 913,816 | — | 944,026 |
| Communication services | 54,694 | 503,497 | — | 558,191 |
| Consumer staples | 15,660 | 472,775 | — | 488,435 |
| Energy | 67,608 | 307,448 | — | 375,056 |
| Information technology | 56,751 | 316,995 | — | 373,746 |
| Utilities | — | 344,595 | — | 344,595 |
| Materials | 147,539 | 191,287 | — | 338,826 |
| Real estate | — | 147,365 | — | 147,365 |
| Preferred securities | 34,408 | 55,587 | — | 89,995 |
| Rights & warrants | — | 24,374 | — | 24,374 |
| Convertible bonds & notes | — | 2,624 | — | 2,624 |
| Bonds, notes & other debt instruments | — | 41,200 | — | 41,200 |
| Short-term securities | 886,255 | — | — | 886,255 |
| Total | \$1,828,690 | \$7,081,131 | \$6 | \$8,909,827 |

New World Fund

| | Investment securities | | | Total |
|---------------------------------------|-----------------------|--------------------|------------|--------------------|
| | Level 1 | Level 2 | Level 3 | |
| Assets: | | | | |
| Common stocks: | | | | |
| Information technology | \$ 419,393 | \$ 204,252 | \$— | \$ 623,645 |
| Consumer discretionary | 118,253 | 354,352 | — | 472,605 |
| Health care | 194,913 | 239,219 | 1 | 434,133 |
| Financials | 88,601 | 309,970 | — | 398,571 |
| Communication services | 225,302 | 116,104 | — | 341,406 |
| Consumer staples | 34,107 | 181,765 | — | 215,872 |
| Materials | 76,585 | 115,978 | — | 192,563 |
| Industrials | 45,539 | 140,144 | — | 185,683 |
| Energy | 42,194 | 90,442 | — | 132,636 |
| Utilities | 10,719 | 56,172 | — | 66,891 |
| Real estate | 15,884 | 45,772 | — | 61,656 |
| Preferred securities | 20,703 | 14,844 | — | 35,547 |
| Rights & warrants | — | 7,781 | — | 7,781 |
| Convertible bonds & notes | — | 133 | — | 133 |
| Bonds, notes & other debt instruments | — | 116,248 | — | 116,248 |
| Short-term securities | 161,254 | — | — | 161,254 |
| Total | \$1,453,447 | \$1,993,176 | \$1 | \$3,446,624 |

| | Other investments* | | | Total |
|--|--------------------|-------------|------------|-------------|
| | Level 1 | Level 2 | Level 3 | |
| Assets: | | | | |
| Unrealized appreciation on futures contracts | \$73 | \$ — | \$— | \$73 |
| Unrealized appreciation on open forward currency contracts | — | 10 | — | 10 |
| Liabilities: | | | | |
| Unrealized depreciation on open forward currency contracts | — | (4) | — | (4) |
| Total | \$73 | \$ 6 | \$— | \$79 |

*Futures contracts and forward currency contracts are not included in the investment portfolio.

Blue Chip Income and Growth Fund

At June 30, 2020, all of the fund's investment securities were classified as Level 1.

Global Growth and Income Fund

| | Investment securities | | | Total |
|---------------------------------------|-----------------------|------------------|------------|--------------------|
| | Level 1 | Level 2 | Level 3 | |
| Assets: | | | | |
| Common stocks: | | | | |
| Information technology | \$ 207,857 | \$131,533 | \$— | \$ 339,390 |
| Financials | 113,922 | 158,377 | — | 272,299 |
| Health care | 163,530 | 72,117 | — | 235,647 |
| Consumer discretionary | 78,955 | 95,199 | — | 174,154 |
| Industrials | 85,232 | 83,835 | — | 169,067 |
| Communication services | 112,102 | 25,435 | — | 137,537 |
| Utilities | 23,936 | 112,019 | — | 135,955 |
| Energy | 33,030 | 67,663 | — | 100,693 |
| Consumer staples | 14,691 | 62,699 | — | 77,390 |
| Materials | 28,030 | 36,266 | — | 64,296 |
| Real estate | 41,065 | 14,801 | — | 55,866 |
| Bonds, notes & other debt instruments | — | 34,634 | — | 34,634 |
| Short-term securities | 123,235 | — | — | 123,235 |
| Total | \$1,025,585 | \$894,578 | \$— | \$1,920,163 |

| | Other investments* | | | Total |
|--|--------------------|---------|---------|--------|
| | Level 1 | Level 2 | Level 3 | |
| Liabilities: | | | | |
| Unrealized depreciation on open forward currency contracts | \$— | \$(27) | \$— | \$(27) |

*Forward currency contracts are not included in the investment portfolio.

Growth-Income Fund

| | Investment securities | | | Total |
|---------------------------------------|-----------------------|--------------------|------------|---------------------|
| | Level 1 | Level 2 | Level 3 | |
| Assets: | | | | |
| Common stocks: | | | | |
| Information technology | \$ 5,780,358 | \$ 275,384 | \$— | \$ 6,055,742 |
| Health care | 4,920,099 | 775,119 | — | 5,695,218 |
| Communication services | 4,790,029 | 146,412 | — | 4,936,441 |
| Industrials | 2,836,211 | 268,279 | — | 3,104,490 |
| Financials | 2,735,821 | 213,373 | — | 2,949,194 |
| Consumer discretionary | 2,181,687 | 18,743 | — | 2,200,430 |
| Consumer staples | 1,240,176 | 792,194 | — | 2,032,370 |
| Materials | 1,325,013 | 76,868 | — | 1,401,881 |
| Energy | 1,248,892 | 19,986 | — | 1,268,878 |
| Utilities | 818,534 | 157,999 | — | 976,533 |
| Real estate | 924,011 | — | — | 924,011 |
| Convertible stocks | 311,982 | — | — | 311,982 |
| Bonds, notes & other debt instruments | — | 39,975 | — | 39,975 |
| Short-term securities | 2,085,046 | — | — | 2,085,046 |
| Total | \$31,197,859 | \$2,784,332 | \$— | \$33,982,191 |

International Growth and Income Fund

| | Investment securities | | | Total |
|---------------------------------------|-----------------------|--------------------|------------|--------------------|
| | Level 1 | Level 2 | Level 3 | |
| Assets: | | | | |
| Common stocks: | | | | |
| Financials | \$ 17,539 | \$ 219,971 | \$— | \$ 237,510 |
| Industrials | 9,022 | 182,116 | — | 191,138 |
| Health care | 8,162 | 155,170 | 4 | 163,336 |
| Consumer discretionary | — | 144,942 | — | 144,942 |
| Utilities | — | 119,116 | — | 119,116 |
| Communication services | 23,509 | 62,963 | — | 86,472 |
| Information technology | — | 52,437 | — | 52,437 |
| Consumer staples | — | 50,640 | — | 50,640 |
| Materials | 4,374 | 45,498 | — | 49,872 |
| Real estate | — | 36,374 | — | 36,374 |
| Energy | 10,704 | 11,500 | — | 22,204 |
| Preferred securities | 6,478 | — | — | 6,478 |
| Rights & warrants | — | 8,024 | — | 8,024 |
| Bonds, notes & other debt instruments | — | 8,561 | — | 8,561 |
| Short-term securities | 121,340 | — | — | 121,340 |
| Total | \$201,128 | \$1,097,312 | \$4 | \$1,298,444 |

Capital Income Builder

| | Investment securities | | | Total |
|--|-----------------------|------------------|------------|------------------|
| | Level 1 | Level 2 | Level 3 | |
| Assets: | | | | |
| Common stocks: | | | | |
| Health care | \$ 72,348 | \$ 38,351 | \$— | \$110,699 |
| Consumer staples | 47,839 | 46,955 | — | 94,794 |
| Utilities | 33,782 | 52,906 | — | 86,688 |
| Financials | 44,159 | 42,373 | — | 86,532 |
| Information technology | 65,463 | 12,240 | — | 77,703 |
| Real estate | 40,897 | 18,227 | — | 59,124 |
| Energy | 35,849 | 6,411 | — | 42,260 |
| Communication services | 22,882 | 18,034 | — | 40,916 |
| Industrials | 19,481 | 16,466 | — | 35,947 |
| Materials | 13,100 | 14,892 | — | 27,992 |
| Consumer discretionary | 4,561 | 5,725 | — | 10,286 |
| Preferred securities | — | 808 | — | 808 |
| Rights & warrants | — | — | — | — |
| Convertible stocks | 13,095 | — | — | 13,095 |
| Convertible bonds & notes | — | 544 | — | 544 |
| Bonds, notes & other debt instruments: | | | | |
| U.S. Treasury bonds & notes | — | 86,162 | — | 86,162 |
| Mortgage-backed obligations | — | 69,412 | — | 69,412 |
| Corporate bonds & notes | — | 67,077 | — | 67,077 |
| Other bonds & notes | — | 11,366 | — | 11,366 |
| Short-term securities | 53,466 | — | — | 53,466 |
| Total | \$466,922 | \$507,949 | \$— | \$974,871 |

| | Other investments* | | | Total |
|--|--------------------|--------------|------------|--------------|
| | Level 1 | Level 2 | Level 3 | |
| Assets: | | | | |
| Unrealized appreciation on futures contracts | \$163 | \$ – | \$– | \$163 |
| Unrealized appreciation on interest rate swaps | – | 81 | – | 81 |
| Unrealized appreciation on credit default swaps | – | 227 | – | 227 |
| Liabilities: | | | | |
| Unrealized depreciation on futures contracts | (70) | – | – | (70) |
| Unrealized depreciation on open forward currency contracts | – | (4) | – | (4) |
| Unrealized depreciation on interest rate swaps | – | (29) | – | (29) |
| Total | \$ 93 | \$275 | \$– | \$368 |

*Futures contracts, forward currency contracts, interest rate swaps and credit default swaps are not included in the investment portfolio.

Asset Allocation Fund

| | Investment securities | | | Total |
|--|-----------------------|--------------------|-----------------|---------------------|
| | Level 1 | Level 2 | Level 3 | |
| Assets: | | | | |
| Common stocks: | | | | |
| Information technology | \$ 3,808,430 | \$ 25,661 | \$ – | \$ 3,834,091 |
| Health care | 2,916,023 | 105,456 | 8,839 | 3,030,318 |
| Financials | 2,277,466 | 160,163 | – | 2,437,629 |
| Consumer discretionary | 1,308,114 | 80,984 | – | 1,389,098 |
| Consumer staples | 857,812 | 416,065 | – | 1,273,877 |
| Industrials | 1,062,976 | 34,868 | – | 1,097,844 |
| Communication services | 981,722 | – | – | 981,722 |
| Materials | 685,380 | 70,337 | – | 755,717 |
| Utilities | 182,767 | 206,764 | – | 389,531 |
| Energy | 317,713 | 18,712 | 706 | 337,131 |
| Real estate | 211,176 | – | – | 211,176 |
| Rights & warrants | – | – | 133 | 133 |
| Convertible stocks | 127,927 | 38,630 | 566 | 167,123 |
| Convertible bonds & notes | – | 71 | – | 71 |
| Bonds, notes & other debt instruments: | | | | |
| Corporate bonds & notes | – | 3,505,729 | 6,821 | 3,512,550 |
| U.S. Treasury bonds & notes | – | 2,725,104 | – | 2,725,104 |
| Mortgage-backed obligations | – | 2,256,578 | – | 2,256,578 |
| Federal agency bonds & notes | – | 14,005 | – | 14,005 |
| Other | – | 217,692 | – | 217,692 |
| Short-term securities | 3,038,491 | – | – | 3,038,491 |
| Total | \$17,775,997 | \$9,876,819 | \$17,065 | \$27,669,881 |

| | Other investments* | | | Total |
|---|--------------------|------------|------------|---------------|
| | Level 1 | Level 2 | Level 3 | |
| Assets: | | | | |
| Unrealized appreciation on futures contracts | \$1,474 | \$– | \$– | \$1,474 |
| Unrealized appreciation on credit default swaps | – | –† | – | –† |
| Liabilities: | | | | |
| Unrealized depreciation on futures contracts | (726) | – | – | (726) |
| Total | \$ 748 | \$– | \$– | \$ 748 |

*Futures contracts and credit default swaps are not included in the investment portfolio.

†Amount less than one thousand.

Global Balanced Fund

| | Investment securities | | | Total |
|---|-----------------------|------------------|------------|------------------|
| | Level 1 | Level 2 | Level 3 | |
| Assets: | | | | |
| Common stocks: | | | | |
| Information technology | \$ 27,242 | \$ 28,347 | \$— | \$ 55,589 |
| Health care | 23,356 | 22,655 | — | 46,011 |
| Consumer staples | 20,814 | 13,510 | — | 34,324 |
| Financials | 17,960 | 12,413 | — | 30,373 |
| Industrials | 9,838 | 14,221 | — | 24,059 |
| Consumer discretionary | 9,934 | 8,236 | — | 18,170 |
| Real estate | 11,269 | 718 | — | 11,987 |
| Materials | 1,406 | 9,235 | — | 10,641 |
| Communication services | 5,782 | 3,491 | — | 9,273 |
| Other | 2,159 | 759 | — | 2,918 |
| Bonds, notes & other debt instruments: | | | | |
| U.S. Treasury bonds & notes | — | 58,689 | — | 58,689 |
| Bonds & notes of governments & government agencies outside the U.S. | — | 58,450 | — | 58,450 |
| Corporate bonds & notes | — | 25,043 | — | 25,043 |
| Mortgage-backed obligations | — | 6,785 | — | 6,785 |
| Other bonds & notes | — | 287 | — | 287 |
| Short-term securities | 23,412 | — | — | 23,412 |
| Total | \$153,172 | \$262,839 | \$— | \$416,011 |

| | Other investments* | | | Total |
|--|--------------------|----------------|------------|----------------|
| | Level 1 | Level 2 | Level 3 | |
| Assets: | | | | |
| Unrealized appreciation on futures contracts | \$ 6 | \$ — | \$— | \$ 6 |
| Unrealized appreciation on open forward currency contracts | — | 108 | — | 108 |
| Unrealized appreciation on interest rate swaps | — | 41 | — | 41 |
| Liabilities: | | | | |
| Unrealized depreciation on futures contracts | (5) | — | — | (5) |
| Unrealized depreciation on open forward currency contracts | — | (165) | — | (165) |
| Unrealized depreciation on interest rate swaps | — | (139) | — | (139) |
| Total | \$ 1 | \$(155) | \$— | \$(154) |

*Futures contracts, forward currency contracts and interest rate swaps are not included in the investment portfolio.

Bond Fund

| | Investment securities | | | Total |
|---|-----------------------|---------------------|-------------|---------------------|
| | Level 1 | Level 2 | Level 3 | |
| Assets: | | | | |
| Bonds, notes & other debt instruments: | | | | |
| Corporate bonds & notes | \$ — | \$ 3,966,400 | \$ — | \$ 3,966,400 |
| Mortgage-backed obligations | — | 2,955,043 | — | 2,955,043 |
| U.S. Treasury bonds & notes | — | 2,381,814 | — | 2,381,814 |
| Bonds & notes of governments & government agencies outside the U.S. | — | 344,488 | — | 344,488 |
| Asset-backed obligations | — | 234,532 | — | 234,532 |
| Municipals | — | 233,190 | — | 233,190 |
| Federal agency bonds & notes | — | 12,984 | — | 12,984 |
| Common stocks | — | — | 55 | 55 |
| Rights & warrants | — | —* | —* | —* |
| Short-term securities | 1,560,968 | — | — | 1,560,968 |
| Total | \$1,560,968 | \$10,128,451 | \$55 | \$11,689,474 |

| | Other investments [†] | | | Total |
|--|--------------------------------|------------|---------|------------|
| | Level 1 | Level 2 | Level 3 | |
| Assets: | | | | |
| Unrealized appreciation on futures contracts | \$ 8,061 | \$ – | \$– | \$ 8,061 |
| Unrealized appreciation on open forward currency contracts | – | 2,979 | – | 2,979 |
| Unrealized appreciation on interest rate swaps | – | 1,663 | – | 1,663 |
| Liabilities: | | | | |
| Unrealized depreciation on futures contracts | (6,831) | – | – | (6,831) |
| Unrealized depreciation on open forward currency contracts | – | (1,252) | – | (1,252) |
| Unrealized depreciation on interest rate swaps | – | (32,402) | – | (32,402) |
| Total | \$ 1,230 | \$(29,012) | \$– | \$(27,782) |

*Amount less than one thousand.

[†]Futures contracts, forward currency contracts and interest rate swaps are not included in the investment portfolio.

Capital World Bond Fund

| | Investment securities | | | Total |
|--|-----------------------|-------------|---------|-------------|
| | Level 1 | Level 2 | Level 3 | |
| Assets: | | | | |
| Bonds, notes & other debt instruments: | | | | |
| Euros | \$ – | \$ 385,464 | \$ – | \$ 385,464 |
| Japanese yen | – | 194,992 | – | 194,992 |
| Chinese yuan renminbi | – | 97,306 | – | 97,306 |
| British pounds | – | 63,277 | – | 63,277 |
| Canadian dollars | – | 39,508 | – | 39,508 |
| Danish kroner | – | 39,235 | – | 39,235 |
| Mexican pesos | – | 31,632 | – | 31,632 |
| Malaysian ringgits | – | 30,925 | – | 30,925 |
| Israeli shekels | – | 24,079 | – | 24,079 |
| Russian rubles | – | 23,744 | – | 23,744 |
| South Korean won | – | 19,100 | – | 19,100 |
| Brazilian reais | – | 16,861 | – | 16,861 |
| Romanian leu | – | 1,217 | – | 1,217 |
| U.S. dollars | – | 983,983 | 43 | 984,026 |
| Other | – | 55,091 | – | 55,091 |
| Convertible bonds & notes | – | 6 | – | 6 |
| Convertible stocks | – | – | 96 | 96 |
| Common stocks | 105 | – | 114 | 219 |
| Rights & warrants | – | – | 14 | 14 |
| Short-term securities | 130,577 | – | – | 130,577 |
| Total | \$130,682 | \$2,006,420 | \$267 | \$2,137,369 |

| | Other investments* | | | Total |
|--|--------------------|----------|---------|----------|
| | Level 1 | Level 2 | Level 3 | |
| Assets: | | | | |
| Unrealized appreciation on futures contracts | \$ 560 | \$ – | \$– | \$ 560 |
| Unrealized appreciation on open forward currency contracts | – | 742 | – | 742 |
| Unrealized appreciation on interest rate swaps | – | 555 | – | 555 |
| Unrealized appreciation on credit default swaps | – | 519 | – | 519 |
| Liabilities: | | | | |
| Unrealized depreciation on futures contracts | (436) | – | – | (436) |
| Unrealized depreciation on open forward currency contracts | – | (1,979) | – | (1,979) |
| Unrealized depreciation on interest rate swaps | – | (502) | – | (502) |
| Total | \$ 124 | \$ (665) | \$– | \$ (541) |

*Futures contracts, forward currency contracts, interest rate swaps and credit default swaps are not included in the investment portfolio.

High-Income Bond Fund

| | Investment securities | | | |
|---|--------------------------------|------------------|-----------------|------------------|
| | Level 1 | Level 2 | Level 3 | Total |
| Assets: | | | | |
| Bonds, notes & other debt instruments: | | | | |
| Corporate bonds & notes | \$ – | \$715,908 | \$ 7,712 | \$723,620 |
| Bonds & notes of governments & government agencies outside the U.S. | – | 194 | – | 194 |
| Municipals | – | 5 | – | 5 |
| Convertible bonds & notes | – | 4,927 | – | 4,927 |
| Convertible stocks | 2,923 | 420 | 549 | 3,892 |
| Preferred securities | – | 1,789 | – | 1,789 |
| Common stocks | 2,872 | – | 11,922 | 14,794 |
| Rights & warrants | – | 3 | 144 | 147 |
| Short-term securities | 37,969 | – | – | 37,969 |
| Total | \$43,764 | \$723,246 | \$20,327 | \$787,337 |
| | | | | |
| | Other investments ¹ | | | |
| | Level 1 | Level 2 | Level 3 | Total |
| Assets: | | | | |
| Unrealized appreciation on credit default swaps | \$– | \$319 | \$– | \$319 |

¹Credit default swaps are not included in the investment portfolio.

The following table reconciles the valuation of the fund's Level 3 investment securities and related transactions for the six months ended June 30, 2020 (dollars in thousands):

| | Beginning value at 1/1/2020 | Transfers into Level 3 ² | Purchases | Sales | Net realized loss ³ | Unrealized depreciation ³ | Transfers out of Level 3 ² | Ending value at 6/30/2020 |
|--|-----------------------------|-------------------------------------|-----------|---------|--------------------------------|--------------------------------------|---------------------------------------|---------------------------|
| Investment securities | \$19,675 | \$2,956 | \$1,962 | \$(567) | \$(207) | \$(121) | \$(3,371) | \$20,327 |
| Net unrealized appreciation during the period on Level 3 investment securities held at June 30, 2020 | | | | | | | | \$ 34 |

²Transfers into or out of Level 3 are based on the beginning market value of the quarter in which they occurred.

³Net realized loss and unrealized depreciation are included in the related amounts on investments in the statement of operations.

Unobservable inputs – Valuation of the fund’s Level 3 securities is based on significant unobservable inputs that reflect the investment adviser’s determination of assumptions that market participants might reasonably use in valuing the securities. The following table provides additional information used by the fund’s investment adviser to fair value the fund’s Level 3 securities (dollars in thousands):

| | Value at 6/30/2020 | Valuation techniques | Unobservable inputs | Range (if applicable) | Weighted average | Impact to valuation from an increase in input* |
|--|-----------------------|------------------------------|--|--------------------------|---------------------|---|
| Bonds, notes & other debt instruments | \$ 7,712 | Market Comparables | \$ per acre | \$2.7K | \$2.7K | Increase |
| | | | \$ per thousand Boe per day | \$12.5K | \$12.5K | Increase |
| | | | Enterprise value/EBITDA multiple | 2.0x - 4.0x | 3.0x | Increase |
| | | | Risk discount | 0.0% | 0.0% | Decrease |
| | | Recent market information | N/A | N/A | N/A | N/A |
| | | Estimated recovery value | N/A | N/A | N/A | N/A |
| | | Yield analysis | Yield to maturity risk premium | 200 bps | 200 bps | Decrease |
| Convertible stocks | 549 | Enterprise value multiple | Enterprise value/EBITDA less CapEx multiple | 10.0x | 10.0x | Increase |
| | | Estimated recovery value | N/A | N/A | N/A | N/A |
| Common stocks | 11,922 | Market comparables | Enterprise value/EBITDA multiple | 7.1x - 7.3x | 7.2x | Increase |
| | | | DLOM | 21% | 21% | Decrease |
| | | | Risk discount | 0.0% | 0.0% | Decrease |
| | | Enterprise value multiple | Enterprise value/EBITDA less CapEx multiple | 10.2x | 10.2x | Increase |
| | | Recent market information | N/A | N/A | N/A | N/A |
| Rights & warrants | 144 | Black-Scholes | Implied volatility | 30% | 30% | Increase |
| | | | Underlying share price | N/A | N/A | Na |
| | | Recent market information | N/A | N/A | N/A | N/A |
| | <u>\$20,327</u> | | | | | |

*This column represents the directional change in fair value of the Level 3 securities that would result in an increase from the corresponding input. A decrease to the unobservable input would have the opposite effect. Significant increases and decreases in these inputs in isolation could result in significantly higher or lower fair value measurements.

Key to abbreviations

Boe = Barrels of oil equivalent

DLOM = Discount for lack of marketability

EBITDA = Earnings before income taxes, depreciation and amortization

American Funds Mortgage Fund

| | Investment securities | | | Total |
|--|-----------------------|------------------|------------|------------------|
| | Level 1 | Level 2 | Level 3 | |
| Assets: | | | | |
| Bonds, notes & other debt instruments: | | | | |
| Mortgage-backed obligations | \$– | \$263,450 | \$– | \$263,450 |
| U.S. Treasury bonds & notes | – | 11,667 | – | 11,667 |
| Asset-backed obligations | – | 2,561 | – | 2,561 |
| Short-term securities | – | 135,170 | – | 135,170 |
| Total | \$– | \$412,848 | \$– | \$412,848 |

| | Other investments* | | | Total |
|--|--------------------|------------------|------------|------------------|
| | Level 1 | Level 2 | Level 3 | |
| Assets: | | | | |
| Unrealized appreciation on futures contracts | \$108 | \$ – | \$– | \$ 108 |
| Liabilities: | | | | |
| Unrealized depreciation on futures contracts | (74) | – | – | (74) |
| Unrealized depreciation on interest rate swaps | – | (5,967) | – | (5,967) |
| Total | \$ 34 | \$(5,967) | \$– | \$(5,933) |

*Futures contracts and interest rate swaps are not included in the investment portfolio.

Ultra-Short Bond Fund

At June 30, 2020, all of the fund's investment securities were classified as Level 2.

U.S. Government/AAA-Rated Securities Fund

| | Investment securities | | | Total |
|--|-----------------------|--------------------|------------|--------------------|
| | Level 1 | Level 2 | Level 3 | |
| Assets: | | | | |
| Bonds, notes & other debt instruments: | | | | |
| Mortgage-backed obligations | \$– | \$1,130,698 | \$– | \$1,130,698 |
| Federal agency bonds & notes | – | 373,838 | – | 373,838 |
| U.S. Treasury bonds & notes | – | 333,750 | – | 333,750 |
| Short-term securities | – | 837,023 | – | 837,023 |
| Total | \$– | \$2,675,309 | \$– | \$2,675,309 |

| | Other investments* | | | Total |
|--|--------------------|-------------------|------------|-------------------|
| | Level 1 | Level 2 | Level 3 | |
| Assets: | | | | |
| Unrealized appreciation on futures contracts | \$ 2,176 | \$ – | \$– | \$ 2,176 |
| Unrealized appreciation on interest rate swaps | – | 19,148 | – | 19,148 |
| Liabilities: | | | | |
| Unrealized depreciation on futures contracts | (1,957) | – | – | (1,957) |
| Unrealized depreciation on interest rate swaps | – | (70,841) | – | (70,841) |
| Total | \$ 219 | \$(51,693) | \$– | \$(51,474) |

*Futures contracts and interest rate swaps are not included in the investment portfolio.

Managed Risk Growth Fund

At June 30, 2020, all of the fund's investments were classified as Level 1.

Managed Risk International Fund

At June 30, 2020, all of the fund's investments were classified as Level 1.

Managed Risk Blue Chip Income and Growth Fund

At June 30, 2020, all of the fund's investments were classified as Level 1.

Managed Risk Growth-Income Fund

At June 30, 2020, all of the fund's investments were classified as Level 1.

Managed Risk Asset Allocation Fund

At June 30, 2020, all of the fund's investments were classified as Level 1.

4. Risk factors

Investing in the funds may involve certain risks including, but not limited to, those described below.

Market conditions – The prices of, and the income generated by, the common stocks, bonds and other securities held by a fund may decline – sometimes rapidly or unpredictably – due to various factors, including events or conditions affecting the general economy or particular industries; overall market changes; local, regional or global political, social or economic instability; governmental, governmental agency or central bank responses to economic conditions; and currency exchange rate, interest rate and commodity price fluctuations.

Economies and financial markets throughout the world are highly interconnected. Economic, financial or political events, trading and tariff arrangements, wars, terrorism, cybersecurity events, natural disasters, public health emergencies (such as the spread of infectious disease) and other circumstances in one country or region could have impacts on global economies or markets. As a result, whether or not a fund invests in securities of issuers located in or with significant exposure to the countries affected, the value and liquidity of a fund's investments may be negatively affected by developments in other countries and regions.

Issuer risks – The prices of, and the income generated by, securities held by a fund may decline in response to various factors directly related to the issuers of such securities, including reduced demand for an issuer's goods or services, poor management performance, major litigation related to the issuer, changes in government regulations affecting the issuer or its competitive environment and strategic initiatives such as mergers, acquisitions or dispositions and the market response to any such initiatives.

Investing in stocks – Investing in stocks may involve larger price swings and greater potential for loss than other types of investments. As a result, the value of a fund may be subject to sharp declines in value. Income provided by a fund may be reduced by changes in the dividend policies of, and the capital resources available at, the companies in which the fund invests. These risks may be even greater in the case of smaller capitalization stocks.

Investing in small companies – Investing in smaller companies may pose additional risks. For example, it is often more difficult to value or dispose of small company stocks and more difficult to obtain information about smaller companies than about larger companies. Furthermore, smaller companies often have limited product lines, operating histories, markets and/or financial resources, may be dependent on one or a few key persons for management, and can be more susceptible to losses. Moreover, the prices of their stocks may be more volatile than stocks of larger, more established companies, particularly during times of market turmoil.

Investing outside the U.S. – Securities of issuers domiciled outside the U.S., or with significant operations or revenues outside the U.S., may lose value because of adverse political, social, economic or market developments (including social instability, regional conflicts, terrorism and war) in the countries or regions in which the issuers operate or generate revenue. These securities may also lose value due to changes in foreign currency exchange rates against the U.S. dollar and/or currencies of other countries. Issuers of these securities may be more susceptible to actions of foreign governments, such as nationalization, currency blockage or the imposition of price controls or punitive taxes, each of which could adversely impact the value of these securities. Securities markets in certain countries may be more volatile and/or less liquid than those in the U.S. Investments outside the U.S. may also be subject to different accounting practices and different regulatory, legal and reporting standards and practices, and may be more difficult to value, than those in the U.S. In addition, the value of investments outside the U.S. may be reduced by foreign taxes, including foreign withholding taxes on interest and dividends. Further, there may be increased risks of delayed settlement of securities purchased or sold by the fund. The risks of investing outside the U.S. may be heightened in connection with investments in emerging markets.

Investing in developing countries – Investing in countries with developing economies and/or markets may involve risks in addition to and greater than those generally associated with investing in developed countries. For instance, emerging market countries may have less developed legal and accounting systems than those in developed countries. The governments of these countries may be less stable and more likely to impose capital controls, nationalize a company or industry, place restrictions on foreign ownership and on withdrawing sale proceeds of securities from the country, and/or impose punitive taxes that could adversely affect the prices of securities. In addition, the economies of these countries may be dependent on relatively few industries that are more susceptible to local and global changes. Securities markets in these countries can also be relatively small and have substantially lower trading

volumes. As a result, securities issued in these countries may be more volatile and less liquid, and may be more difficult to value, than securities issued in countries with more developed economies and/or markets. Less certainty with respect to security valuations may lead to additional challenges and risks in calculating the fund's net asset value. Additionally, emerging markets are more likely to experience problems with the clearing and settling of trades and the holding of securities by banks, agents and depositories that are less established than those in developed countries.

Investing in emerging markets – Investing in emerging markets may involve risks in addition to and greater than those generally associated with investing in the securities markets of developed countries. For instance, emerging market countries may have less developed legal and accounting systems than those in developed countries. The governments of these countries may be less stable and more likely to impose capital controls, nationalize a company or industry, place restrictions on foreign ownership and on withdrawing sale proceeds of securities from the country, and/or impose punitive taxes that could adversely affect the prices of securities. In addition, the economies of these countries may be dependent on relatively few industries that are more susceptible to local and global changes. Securities markets in these countries can also be relatively small and have substantially lower trading volumes. As a result, securities issued in these countries may be more volatile and less liquid, and may be more difficult to value, than securities issued in countries with more developed economies and/or markets. Less certainty with respect to security valuations may lead to additional challenges and risks in calculating a fund's net asset value. Additionally, emerging markets are more likely to experience problems with the clearing and settling of trades and the holding of securities by banks, agents and depositories that are less established than those in developed countries.

Investing in debt instruments – The prices of, and the income generated by, bonds and other debt securities held by a fund may be affected by changing interest rates and by changes in the effective maturities and credit ratings of these securities.

Rising interest rates will generally cause the prices of bonds and other debt securities to fall. A general rise in interest rates may cause investors to sell debt securities on a large scale, which could also adversely affect the price and liquidity of debt securities and could also result in increased redemptions from a fund. Falling interest rates may cause an issuer to redeem, call or refinance a debt security before its stated maturity, which may result in a fund failing to recoup the full amount of its initial investment and having to reinvest the proceeds in lower yielding securities. Longer maturity debt securities generally have greater sensitivity to changes in interest rates and may be subject to greater price fluctuations than shorter maturity debt securities.

Bonds and other debt securities are also subject to credit risk, which is the possibility that the credit strength of an issuer or guarantor will weaken or be perceived to be weaker, and/or an issuer of a debt security will fail to make timely payments of principal or interest and the security will go into default. A downgrade or default affecting any of a fund's securities could cause the value of a fund's shares to decrease. Lower quality debt securities generally have higher rates of interest and may be subject to greater price fluctuations than higher quality debt securities. Credit risk is gauged, in part, by the credit ratings of the debt securities in which a fund invests. However, ratings are only the opinions of the rating agencies issuing them and are not guarantees as to credit quality or an evaluation of market risk. The fund's investment adviser relies on its own credit analysts to research issuers and issues in seeking to assess credit and default risks.

Investing in lower rated debt instruments – Lower rated bonds and other lower rated debt securities generally have higher rates of interest and involve greater risk of default or price declines due to changes in the issuer's creditworthiness than those of higher quality debt securities. The market prices of these securities may fluctuate more than the prices of higher quality debt securities and may decline significantly in periods of general economic difficulty. These risks may be increased with respect to investments in junk bonds.

Investing in derivatives – 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. Changes in the value of a derivative may not correlate perfectly with, and may be more sensitive to market events than, the underlying asset, rate or index, and a derivative instrument may expose a fund to losses in excess of its initial investment. Derivatives may be difficult to value, difficult for a fund to buy or sell at an opportune time or price and difficult, or even impossible, to terminate or otherwise offset. A fund's use of derivatives may result in losses to the fund, and investing in derivatives may reduce a fund's returns and increase a fund's price volatility. A fund's counterparty to a derivative transaction (including, if applicable, the fund's clearing broker, the derivatives exchange or the clearinghouse) may be unable or unwilling to honor its financial obligations in respect of the transaction. In certain cases, the fund may be hindered or delayed in exercising remedies against or closing out derivative instruments with a counterparty, which may result additional losses.

Currency – The prices of, and the income generated by, most debt securities held by a fund may also be affected by changes in relative currency values. If the U.S. dollar appreciates against foreign currencies, the value in U.S. dollars of a fund's securities denominated in such currencies would generally fall and vice versa. U.S. dollar-denominated securities of foreign issuers may also be affected by changes in relative currency values.

Investing in mortgage-related and other asset-backed securities – Mortgage-related securities, such as mortgage-backed securities, and other asset-backed securities, include debt obligations that represent interests in pools of mortgages or other income-bearing assets, such as consumer loans or receivables. Such securities often involve risks that are different from or more acute than the risks associated with investing in other types of debt securities. Mortgage-backed and other asset-backed securities are subject to changes in the payment patterns of borrowers of the underlying debt, potentially increasing the volatility of the securities and a fund's net asset value. When interest rates fall, borrowers are more likely to refinance or prepay their debt before its stated maturity. This may result in a fund having to reinvest the proceeds in lower yielding securities, effectively reducing a fund's income. Conversely, if interest rates rise and borrowers repay their debt more slowly than expected, the time in which the mortgage-backed and other asset-backed securities are paid off could be extended, reducing a fund's cash available for reinvestment in higher yielding securities. Mortgage-backed securities are also subject to the risk that underlying borrowers will be unable to meet their obligations and the value of property that secures the mortgages may decline in value and be insufficient, upon foreclosure, to repay the associated loans. Investments in asset-backed securities are subject to similar risks.

Investing in future delivery contracts – A fund may enter into contracts, such as to-be-announced contracts and mortgage dollar rolls, that involve a fund selling mortgage-related securities and simultaneously contracting to repurchase similar securities for delivery at a future date at a predetermined price. This can increase a fund's market exposure, and the market price of the securities that the fund contracts to repurchase could drop below their purchase price. While a fund can preserve and generate capital through the use of such contracts by, for example, realizing the difference between the sale price and the future purchase price, the income generated by the fund may be reduced by engaging in such transactions. In addition, these transactions may increase the turnover rate of a fund.

Investing in inflation linked bonds – The values of inflation linked bonds generally fluctuate in response to changes in real interest rates – i.e., rates of interest after factoring in inflation. A rise in real interest rates may cause the prices of inflation linked securities to fall, while a decline in real interest rates may cause the prices to increase. Inflation linked bonds may experience greater losses than other debt securities with similar durations when real interest rates rise faster than nominal interest rates. There can be no assurance that the value of an inflation linked security will be directly correlated to changes in interest rates; for example, if interest rates rise for reasons other than inflation, the increase may not be reflected in the security's inflation measure.

Investing in inflation linked bonds may also reduce a fund's distributable income during periods of deflation. If prices for goods and services decline throughout the economy, the principal and income on inflation linked securities may decline and result in losses to a fund.

Investing in securities backed by the U.S. government – Securities backed by the U.S. Treasury or the full faith and credit of the U.S. government are guaranteed only as to the timely payment of interest and principal when held to maturity. Accordingly, the current market values for these securities will fluctuate with changes in interest rates and the credit rating of the U.S. government. Securities issued by government-sponsored entities and federal agencies and instrumentalities that are not backed by the full faith and credit of the U.S. government are neither issued nor guaranteed by the U.S. government.

Investing in repurchase agreements – Upon entering into a repurchase agreement, a fund purchases a security from a bank or broker-dealer, which simultaneously commits to repurchase the security within a specified time at the fund's cost with interest. The security purchased by the fund constitutes collateral for the seller's repurchase obligation. If the party agreeing to repurchase should default, the fund may seek to sell the security it holds as collateral. The fund may incur a loss if the value of the collateral securing the repurchase obligation falls below the repurchase price. The fund may also incur disposition costs and encounter procedural delays in connection with liquidating the collateral.

Interest rate risk – The values and liquidity of the securities held by a fund may be affected by changing interest rates. For example, the values of these securities may decline when interest rates rise and increase when interest rates fall. Longer maturity debt securities generally have greater sensitivity to changes in interest rates and may be subject to greater price fluctuations than shorter maturity debt securities. A fund may invest in variable and floating rate securities. When a fund holds variable or floating rate securities, a decrease in market interest rates will adversely affect the income received from such securities and the net asset value of a fund's shares. Although the values of such securities are generally less sensitive to interest rate changes than those of other debt securities, the value of variable and floating rate securities may decline if their interest rates do not rise as quickly, or as much, as market interest rates. Conversely, floating rate securities will not generally increase in value if interest rates decline. During periods of extremely low short-term interest rates, a fund may not be able to maintain a positive yield and, given the current low interest rate environment, risks associated with rising rates are currently heightened.

Credit and liquidity support – Changes in the credit quality of banks and financial institutions providing credit and liquidity support features with respect to securities held by a fund could cause the values of these securities to decline.

Asset allocation – A fund’s percentage allocation to equity securities, debt securities and money market instruments could cause the fund to underperform relative to relevant benchmarks and other funds with similar investment objectives.

Nondiversification risk– As nondiversified funds, certain funds have the ability to invest a larger percentage of their assets in the securities of a smaller number of issuers than diversified funds. Although the funds do not intend to limit their investments to the securities of a small number of issuers, if they were to do so, poor performance by a single large holding could adversely impact the funds’ investment results more than if the funds were invested in a larger number of issuers.

Liquidity risk – Certain fund holdings may be or may become difficult or impossible to sell, particularly during times of market turmoil. Liquidity may be impacted by the lack of an active market for a holding, legal or contractual restrictions on resale, or the reduced number and capacity of market participants to make a market in such holding. Market prices for less liquid or illiquid holdings may be volatile, and reduced liquidity may have an adverse impact on the market price of such holdings. Additionally, the sale of less liquid or illiquid holdings may involve substantial delays (including delays in settlement) and additional costs and the fund may be unable to sell such holdings when necessary to meet its liquidity needs or may be forced to sell at a loss.

Management – The investment adviser to the funds actively manages the funds’ investments. Consequently, the funds are subject to the risk that the methods and analyses, including models, tools and data, employed by the investment adviser in this process may be flawed or incorrect and may not produce the desired results. This could cause the funds to lose value or their investment results to lag relevant benchmarks or other funds with similar objectives.

Investing in the managed risk funds may involve additional risks including, but not limited to, those described below.

Fund structure – The managed risk funds invest in underlying funds and incur expenses related to those underlying funds. In addition, investors in the managed risk funds will incur fees to pay for certain expenses related to the operations of the managed risk funds. An investor holding the underlying fund directly would incur lower overall expenses but would not receive the benefit of the managed risk strategy. Additionally, in accordance with an exemption under the Investment Company Act of 1940, as amended, the investment adviser considers only proprietary funds when selecting underlying investment options and allocations. This means that the fund’s investment adviser did not, nor does it expect to, consider any unaffiliated funds as underlying investment options for the fund. This strategy could raise certain conflicts of interest when choosing underlying investments for the fund, including the selection of funds that result in greater compensation to the adviser or funds with relatively lower historical investment results. The investment adviser has policies and procedures designed to mitigate material conflicts of interest that may arise in connection with its management of the fund.

Management – The managed risk funds are subject to the risk that the managed risk strategy or the methods employed by the subadviser in implementing the managed risk strategy may not produce the desired results. This could cause the managed risk funds to lose value or their investment results to lag relevant benchmarks or other funds with similar objectives.

Underlying fund risks – Because the managed risk funds’ investments consist of investments in underlying funds, the managed risk funds’ risks are directly related to the risks of the respective underlying fund in which each managed risk fund invests. For this reason, it is important to understand the risks associated with investing both in the managed risk fund and in each of the underlying funds.

Investing in options and futures contracts – In addition to the risks generally associated with investing in derivative instruments, options and futures contracts are subject to the creditworthiness of the clearing organizations, exchanges and, in the case of futures, futures commission merchants with which a fund transacts. Additionally, although futures require only a small initial investment in the form of a deposit of initial margin, the amount of a potential loss on a futures contract could greatly exceed the initial amount invested. While both options and futures contracts are generally liquid instruments, under certain market conditions, options and futures may be deemed to be illiquid. For example, a fund may be temporarily prohibited from closing out its position in an options or futures contract if intraday price change limits or limits on trading volume imposed by the applicable exchange are triggered. If a fund is unable to close out a position on an options or futures contract, the fund would remain subject to the risk of adverse price movements until the fund is able to close out the position in question. The ability of a fund to successfully utilize options and futures contracts may depend in part upon the ability of the fund’s investment adviser or subadviser to accurately forecast interest rates and other economic factors and to assess and predict the impact of such economic factors on the options and futures in which the fund invests. If the investment adviser or subadviser incorrectly forecasts economic developments or incorrectly predicts the impact of such developments on the options and futures in which it invests, a fund could be exposed to the risk of loss. Whereas the risk of loss on a put option purchased by the fund is limited to the initial cost of the option, the amount of a potential loss on a futures contract could greatly exceed the relatively small initial amount invested in entering the futures position.

Hedging – There may be imperfect or even negative correlation between the prices of the options and futures contracts in which a fund invests and the prices of the underlying securities or indexes which the fund seeks to hedge. For example, options and futures contracts may not provide an effective hedge because changes in options and futures contract prices may not track those of the underlying securities or indexes they are intended to hedge. In addition, there are significant differences between the securities market, on the one hand, and the options and futures markets, on the other, that could result in an imperfect correlation between the markets, causing a given hedge not to achieve its objectives. The degree of imperfection of correlation depends on circumstances such as variations in speculative market demand for options and futures, including technical influences in options and futures trading, and differences between the financial instruments being hedged and the instruments underlying the standard contracts available for trading. A decision as to whether, when and how to hedge involves the exercise of skill and judgment, and even a well-conceived hedge may be unsuccessful to some degree because of market behavior or unexpected interest rate trends. In addition, the fund's investment in exchange-traded options and futures and their resulting costs could limit the fund's gains in rising markets relative to those of the underlying funds, or to those of unhedged funds in general.

Short positions – Losses from short positions in futures contracts occur when the underlying index increases in value. As the underlying index increases in value, the holder of the short position in the corresponding futures contract is required to pay the difference in value of the futures contract resulting from the increase in the index on a daily basis. Losses from a short position in an index futures contract could potentially be very large if the value of the underlying index rises dramatically in a short period of time.

5. Certain investment techniques

Securities lending – Some of the funds have entered into securities lending transactions in which the funds earn income by lending investment securities to brokers, dealers or other institutions. Each transaction involves three parties: the fund, acting as the lender of the securities, a borrower, and a lending agent that acts as an intermediary.

Securities lending transactions are entered into by the fund under the securities lending agreement with the lending agent. The lending agent facilitates the exchange of securities between the lender and the borrower, generally provides protection from borrower default, marks to market the value of collateral daily, secures additional collateral from the borrower if it falls below preset terms, and may reinvest the collateral on behalf of the fund according to agreed parameters. The lending agent has indemnified the fund against losses resulting from borrower default. Although risk is mitigated by the collateral and indemnification, the fund could experience a delay in recovering its securities and a potential loss of income or value if the borrower fails to return the securities, collateral investments decline in value or the lending agent fails to perform.

The borrower is required to post highly liquid assets, such as cash or U.S. government securities, as collateral for the loan in an amount at least equal to the value of the securities loaned. Investments made with cash collateral are recognized as assets in the fund's investment portfolio. The same amount is recorded as a liability in the fund's statement of assets and liabilities. While securities are on loan, the fund will continue to receive the equivalent of the interest, dividends or other distributions paid by the issuer, as well as a portion of the interest on the investment of the collateral. Additionally, although the fund does not have the right to vote on securities while they are on loan, the fund has a right to consent on corporate actions and a right to recall loaned securities to vote on proposals affecting them. The borrower is obligated to return the loaned security at the conclusion of the loan or, during the pendency of the loan, on demand from the fund.

The following table presents the value of the securities on loan, the type and value of collateral received and the value of the investment securities purchased, if any, from the cash collateral received by each fund (dollars in thousands):

| Fund | Values of securities on loan | Collateral type | | Value of investment securities purchased |
|----------------------------------|------------------------------|-----------------|----------------------------|--|
| | | Cash | U.S. government securities | |
| Global Growth Fund | \$25,635 | \$26,917 | \$ – | \$24,225 |
| Global Small Capitalization Fund | 69,706 | 67,795 | 6,705 | 61,016 |
| International Fund | 11,451 | 12,030 | –* | 10,827 |
| New World Fund | 8,556 | 8,979 | – | 8,081 |
| Capital Income Builder | 3,593 | 3,773 | – | 3,396 |
| Asset Allocation Fund | 47,984 | 50,338 | – | 45,305 |

*Amount less than one thousand.

Investment securities purchased from cash collateral are disclosed in the summary investment portfolio as short-term securities. Securities received as collateral, if any, are not recognized as fund assets. The contractual maturity of collateral received under the securities lending agreement is classified as overnight and continuous.

Index-linked bonds – Some of the funds have invested in index-linked bonds, which are fixed-income securities whose principal value is periodically adjusted to a government price index. Over the life of an index-linked bond, interest is paid on the adjusted principal value. Increases or decreases in the principal value of index-linked bonds are recorded as interest income in the fund's statement of operations.

Mortgage dollar rolls – Some of the funds have entered into mortgage dollar roll transactions in which the fund sells a mortgage-backed security to a counterparty and simultaneously enters into an agreement with the same counterparty to buy back a similar security on a specific future date at a predetermined price. Mortgage dollar rolls are accounted for as purchase and sale transactions, which may increase the funds' portfolio turnover rates.

Loan transactions – Some of the funds have entered into loan transactions in which the fund acquires a loan either through an agent, by assignment from another holder, or as a participation interest in another holder's portion of a loan. The loan is often administered by a financial institution that acts as agent for the holders of the loan, and the fund may be required to receive approval from the agent and/or borrower prior to the sale of the investment. The loan's interest rate and maturity date may change based on the terms of the loan, including potential early payments of principal.

Short-term securities – The managed risk funds hold shares of State Street Institutional U.S. Government Money Market Fund, a cash management vehicle offered and managed by State Street Bank and Trust Company.

Unfunded commitments – Asset Allocation Fund and High-Income Bond Fund have participated in transactions that involve unfunded commitments, which may obligate each fund to purchase new or additional bonds and/or purchase additional shares of the applicable issuer if certain contingencies are met. As of June 30, 2020, the maximum exposure from these unfunded commitments for Asset Allocation Fund and High-Income Bond Fund was \$3,705,000 and \$4,038,000, respectively, which would represent 0.01% and 0.51%, respectively, of the net assets of each fund should such commitments become due.

Options contracts – The Managed Risk Growth-Income Fund has entered into options contracts, which give the holder of the option, in return for a premium payment, the right to buy from (in the case of a call) or sell to (in the case of a put) the writer of the option, the security underlying the option (or the cash value of the index underlying the option) at a specified price. As part of its managed risk strategy, the Managed Risk Growth-Income Fund will at times purchase put options on equity indexes in standardized contracts traded on foreign or domestic securities exchanges, boards of trade, or similar entities. By purchasing a put option on an equity index, the fund obtains the right (but not the obligation) to sell the cash value of the index underlying the option at a specified exercise price, and in return for this right, the fund pays the current market price, or the option premium, for the option.

The fund may terminate its position in a put option by allowing the option to expire or by exercising the option. If the option is allowed to expire, the fund will lose the entire premium. If the option is exercised, the fund completes the sale of the underlying instrument (or delivers the cash value of the index underlying the option) at the exercise price. The fund may also terminate a put option position by entering into opposing close-out transactions in advance of the option expiration date.

Premiums paid on options purchased, as well as the daily fluctuation in market value, are included in investment securities in the fund's statement of assets and liabilities. Realized gains or losses are recorded at the time the option contract is closed or expires. Net realized gains or losses and net unrealized appreciation or depreciation from options contracts are recorded in the fund's statement of operations.

Futures contracts – Some of the funds have entered into futures contracts, which provide for the future sale by one party and purchase by another party of a specified amount of a specific financial instrument for a specified price, date, time and place designated at the time the contract is made. Futures contracts are used to strategically manage the fund's interest rate sensitivity by increasing or decreasing the duration of the fund or a portion of the fund's portfolio. For the managed risk funds, futures contracts are used to strategically manage portfolio volatility and downside equity risk.

Upon entering into futures contracts, and to maintain the fund's open positions in futures contracts, the fund is required to deposit with a futures broker, known as a futures commission merchant ("FCM"), in a segregated account in the name of the FCM an amount of cash, U.S. government securities or other liquid securities, known as initial margin. The margin required for a particular futures contract is set by the exchange on which the contract is traded to serve as collateral, and may be significantly modified from time to time by the exchange during the term of the contract.

On a daily basis, each fund pays or receives variation margin based on the increase or decrease in the value of the futures contracts and records variation margin on futures contracts in each fund's statement of assets and liabilities. In addition, each fund segregates liquid assets equivalent to the fund's outstanding obligations under the contract in excess of the initial margin and variation margin, if any. Futures contracts may involve a risk of loss in excess of the variation margin shown on each fund's statement of assets and liabilities. Each fund records realized gains or losses at the time the futures contract is closed or expires. Net realized gains or losses and net unrealized appreciation or depreciation from futures contracts are recorded in each fund's statement of operations.

Forward currency contracts – Some of the funds have entered into forward currency contracts, which represent agreements to exchange currencies on specific future dates at predetermined rates. The series' investment adviser uses forward currency contracts to manage the fund's exposure to changes in exchange rates. Upon entering into these contracts, risks may arise from the potential inability of counterparties to meet the terms of their contracts and from possible movements in exchange rates.

On a daily basis, the series' investment adviser values forward currency contracts based on the applicable exchange rates and records unrealized appreciation or depreciation for open forward currency contracts in each fund's statement of assets and liabilities. Realized gains or losses are recorded at the time the forward contract is closed or offset by another contract with the same broker for the same settlement date and currency. Closed forward currency contracts that have not reached their settlement date are included in the respective receivables or payables for closed forward currency contracts in each fund's statement of assets and liabilities. Net realized gains or losses from closed forward currency contracts and net unrealized appreciation or depreciation from open forward currency contracts are recorded in each fund's statement of operations.

Interest rate swaps – Some of the funds have entered into interest rate swaps, which are agreements to exchange one stream of future interest payments for another based on a specified notional amount. Typically, interest rate swaps exchange a fixed interest rate for a payment that floats relative to a benchmark or vice versa. The series' investment adviser uses interest rate swaps to manage the interest rate sensitivity of the fund by increasing or decreasing the duration of the fund or a portion of the fund's portfolio. Risks may arise as a result of the series' investment adviser incorrectly anticipating changes in interest rates, increased volatility, reduced liquidity and the potential inability of counterparties to meet the terms of their agreements.

Upon entering into an interest rate swap contract, the fund is required to deposit cash, U.S. government securities or other liquid securities, which is known as initial margin. Generally, the initial margin required for a particular interest rate swap is set and held as collateral by the clearinghouse on which the contract is cleared. The amount of initial margin required may be significantly modified from time to time by the clearinghouse during the term of the contract.

On a daily basis, the series' investment adviser records daily interest accruals related to the exchange of future payments as a receivable and payable in each fund's statement of assets and liabilities. Each fund also pays or receives a variation margin based on the increase or decrease in the value of the interest rate swaps, including accrued interest, and records variation margin on interest rate swaps in each fund's statement of assets and liabilities. Each fund records realized gains and losses on both the net accrued interest and any gain or loss recognized at the time the interest rate swap is closed or expires. Net realized gains or losses, as well as any net unrealized appreciation or depreciation, from interest rate swaps are recorded in each fund's statement of operations.

Credit default swap indices – Some of the funds have entered into centrally cleared credit default swap agreements on credit indices (“CDSI”) that involve one party (the protection buyer) making a stream of payments to another party (the protection seller) in exchange for the right to receive a specified return upon the occurrence of a credit event, such as a default or restructuring, with respect to any of the underlying issuers (reference obligations) in the referenced index. The series’ investment adviser uses credit default swaps to assume exposure to a diversified portfolio of credits or to hedge against existing credit risks.

CDSI are portfolios of credit instruments or exposures designed to be representative of some part of the credit market, such as the high-yield or investment-grade credit market. CDSI are generally traded using standardized terms, including a fixed spread and standard maturity dates, and reference all the names in the index. If there is a credit event, it is settled based on that name’s weight in the index. The composition of the underlying issuers or obligations within a particular index may change periodically, usually every six months. A specified credit event may affect all or individual underlying reference obligations included in the index, and will be settled based upon the relative weighting of the affected obligation(s) within the index. The value of each CDSI can be used as a measure of the current payment/performance risk of the CDSI and represents the likelihood of an expected liability or profit should the notional amount of the CDSI be closed or sold as of the period end. An increasing value, as compared to the notional amount of the CDSI, represents a deterioration of the referenced indices’ credit soundness and a greater likelihood of risk of default or other credit event occurring as defined under the terms of the agreement. When a fund provides sell protection, its maximum exposure is the notional amount of the credit default swap agreement.

Upon entering into a centrally cleared CDSI contract, the fund is required to deposit with a derivatives clearing member (“DCM”) in a segregated account in the name of the DCM an amount of cash, U.S. government securities or other liquid securities, which is known as initial margin. Generally, the initial margin required for a particular credit default swap is set and held as collateral by the clearinghouse on which the contract is cleared. The amount of initial margin required may be significantly modified from time to time by the clearinghouse during the term of the contract. Securities deposited as initial margin are designated on the investment portfolio.

On a daily basis, interest accruals related to the exchange of future payments are recorded as a receivable and payable in each fund’s statement of assets and liabilities. Each fund also pays or receives a variation margin based on the increase or decrease in the value of the centrally cleared swaps, and records variation margin in each fund’s statement of assets and liabilities. Each fund records realized gains and losses on both the net accrued interest and any gain or loss recognized at the time the swap is closed or expires. Net realized gains or losses, as well as any net unrealized appreciation or depreciation, from credit default swaps are recorded in each fund’s statement of operations.

The following table presents the average month-end notional amounts of options contracts purchased, futures contracts, forward currency contracts, interest rate swaps and credit default swaps while held for each fund (dollars in thousands):

| | Options contracts purchased | Futures contracts | Forward currency contracts | Interest rate swaps | Credit default swaps |
|---|-----------------------------------|----------------------|----------------------------------|---------------------------|----------------------------|
| International Fund | Not applicable | Not applicable | \$ 66,613* | Not applicable | Not applicable |
| New World Fund | Not applicable | \$ 1,500 | 8,630 | Not applicable | Not applicable |
| Global Growth and Income Fund | Not applicable | Not applicable | 7,019 | Not applicable | Not applicable |
| International Growth and Income Fund | Not applicable | Not applicable | 1,782* | Not applicable | Not applicable |
| Capital Income Builder | Not applicable | 89,483 | 744 | \$ 180,215 | \$ 3,498 |
| Asset Allocation Fund | Not applicable | 1,944,475 | Not applicable | 354,805* | 101,240 |
| Global Balanced Fund | Not applicable | 7,592 | 26,310 | 8,915 | Not applicable |
| Bond Fund | Not applicable | 4,105,464 | 603,989 | 900,759 | 178,200* |
| Capital World Bond Fund | Not applicable | 267,583 | 746,695 | 179,345 | 123,637 |
| High-Income Bond Fund | Not applicable | 65,117* | Not applicable | Not applicable | 52,956 |
| American Funds Mortgage Fund | Not applicable | 138,142 | Not applicable | 567,228 | Not applicable |
| U.S. Government/AAA-Rated Securities Fund | Not applicable | 2,252,820 | Not applicable | 8,224,363 | Not applicable |
| Managed Risk Growth Fund | Not applicable | 116,162 | Not applicable | Not applicable | Not applicable |
| Managed Risk International Fund | Not applicable | 532,070 | Not applicable | Not applicable | Not applicable |
| Managed Risk Blue Chip Income and Growth Fund | Not applicable | 75,332 | Not applicable | Not applicable | Not applicable |
| Managed Risk Growth-Income Fund | \$25,963 | 564,546 | Not applicable | Not applicable | Not applicable |
| Managed Risk Asset Allocation Fund | Not applicable | 557,511 | Not applicable | Not applicable | Not applicable |

*No contracts were held at the end of the reporting period; amount represents the average month-end notional amount of contracts while they were held.

The following tables identify the location and fair value amounts on the funds' statements of assets and liabilities and the effect on the funds' statements of operations resulting from the funds' use of options, futures contracts, forward currency contracts, interest rate swaps and/or credit default swaps as of, or for the six months ended June 30, 2020 (dollars in thousands):

International Fund

| Contracts | Risk type | Net realized gain | | Net unrealized appreciation | |
|------------------|-----------|---|-------|---|-------|
| | | Location on statement of operations | Value | Location on statement of operations | Value |
| Forward currency | Currency | Net realized gain on forward currency contracts | \$182 | Net unrealized appreciation on forward currency contracts | \$131 |

New World Fund

| Contracts | Risk type | Assets | | Liabilities | |
|------------------|-----------|--|-------------|--|------------|
| | | Location on statement of assets and liabilities | Value | Location on statement of assets and liabilities | Value |
| Futures | Interest | Unrealized appreciation ¹ | \$73 | Unrealized depreciation ¹ | \$- |
| Forward currency | Currency | Unrealized appreciation on open forward currency contracts | 10 | Unrealized depreciation on open forward currency contracts | 4 |
| | | | <u>\$83</u> | | <u>\$4</u> |

| Contracts | Risk type | Net realized loss | | Net unrealized appreciation | |
|------------------|-----------|---|---------------|---|-------------|
| | | Location on statement of operations | Value | Location on statement of operations | Value |
| Futures | Interest | Net realized gain on futures contracts | \$ - | Net unrealized appreciation on futures contracts | \$73 |
| Forward currency | Currency | Net realized loss on forward currency contracts | (23) | Net unrealized appreciation on forward currency contracts | 6 |
| | | | <u>\$(23)</u> | | <u>\$79</u> |

Global Growth and Income Fund

| Contracts | Risk type | Assets | | Liabilities | |
|------------------|-----------|--|-------|--|-------|
| | | Location on statement of assets and liabilities | Value | Location on statement of assets and liabilities | Value |
| Forward currency | Currency | Unrealized appreciation on open forward currency contracts | \$- | Unrealized depreciation on open forward currency contracts | \$27 |

| Contracts | Risk type | Net realized gain | | Net unrealized appreciation | |
|------------------|-----------|---|-------|---|-------|
| | | Location on statement of operations | Value | Location on statement of operations | Value |
| Forward currency | Currency | Net realized gain on forward currency contracts | \$25 | Net unrealized appreciation on forward currency contracts | \$110 |

See end of tables for footnotes.

International Growth and Income Fund

| Contracts | Risk type | Net realized gain | | Net unrealized appreciation | |
|------------------|-----------|---|-------|---|-------|
| | | Location on statement of operations | Value | Location on statement of operations | Value |
| Forward currency | Currency | Net realized gain on forward currency contracts | \$18 | Net unrealized appreciation on forward currency contracts | \$12 |

Capital Income Builder

| Contracts | Risk type | Assets | | Liabilities | |
|------------------|-----------|--|--------------|--|--------------|
| | | Location on statement of assets and liabilities | Value | Location on statement of assets and liabilities | Value |
| Futures | Interest | Unrealized appreciation ¹ | \$163 | Unrealized depreciation ¹ | \$ 70 |
| Forward currency | Currency | Unrealized appreciation on open forward currency contracts | – | Unrealized depreciation on open forward currency contracts | 4 |
| Swap | Interest | Unrealized appreciation ¹ | 81 | Unrealized depreciation ¹ | 29 |
| Swap | Credit | Unrealized appreciation ¹ | 227 | Unrealized depreciation ¹ | – |
| | | | <u>\$471</u> | | <u>\$103</u> |

| Contracts | Risk type | Net realized gain | | Net unrealized appreciation (depreciation) | |
|------------------|-----------|---|----------------|---|----------------|
| | | Location on statement of operations | Value | Location on statement of operations | Value |
| Futures | Interest | Net realized gain on futures contracts | \$3,729 | Net unrealized appreciation on futures contracts | \$ 424 |
| Forward currency | Currency | Net realized gain on forward currency contracts | 24 | Net unrealized depreciation on forward currency contracts | (4) |
| Swap | Interest | Net realized gain on swap contracts | 2,303 | Net unrealized depreciation on swap contracts | (777) |
| Swap | Credit | Net realized gain on swap contracts | 20 | Net unrealized appreciation on swap contracts | 227 |
| | | | <u>\$6,076</u> | | <u>\$(130)</u> |

Asset Allocation Fund

| Contracts | Risk type | Assets | | Liabilities | |
|-----------|-----------|---|----------------|---|--------------|
| | | Location on statement of assets and liabilities | Value | Location on statement of assets and liabilities | Value |
| Futures | Interest | Unrealized appreciation ¹ | \$1,474 | Unrealized depreciation ¹ | \$726 |
| Swap | Credit | Unrealized appreciation ¹ | – ² | Unrealized depreciation ¹ | – |
| | | | <u>\$1,474</u> | | <u>\$726</u> |

| Contracts | Risk type | Net realized gain (loss) | | Net unrealized appreciation | |
|-----------|-----------|--|------------------|--|----------------|
| | | Location on statement of operations | Value | Location on statement of operations | Value |
| Futures | Interest | Net realized gain on futures contracts | \$ 36,972 | Net unrealized appreciation on futures contracts | \$3,710 |
| Swap | Interest | Net realized loss on swap contracts | (13,562) | Net unrealized appreciation on swap contracts | 3,812 |
| Swap | Credit | Net realized gain on swap contracts | 2,724 | Net unrealized appreciation on swap contracts | – ² |
| | | | <u>\$ 26,134</u> | | <u>\$7,522</u> |

Global Balanced Fund

| | | Assets | | Liabilities | |
|------------------|-----------|--|--------------|--|---------------|
| Contracts | Risk type | Location on statement of assets and liabilities | Value | Location on statement of assets and liabilities | Value |
| Futures | Interest | Unrealized appreciation ¹ | \$ 6 | Unrealized depreciation ¹ | \$ 5 |
| Forward currency | Currency | Unrealized appreciation on open forward currency contracts | 108 | Unrealized depreciation on open forward currency contracts | 165 |
| Forward currency | Currency | Receivables for closed forward currency contracts | 47 | Payables for closed forward currency contracts | – |
| Swap | Interest | Unrealized appreciation ¹ | 41 | Unrealized depreciation ¹ | 139 |
| | | | <u>\$202</u> | | <u>\$309</u> |
| | | Net realized gain (loss) | | Net unrealized appreciation (depreciation) | |
| Contracts | Risk type | Location on statement of operations | Value | Location on statement of operations | Value |
| Futures | Interest | Net realized gain on futures contracts | \$449 | Net unrealized appreciation on futures contracts | \$ 17 |
| Forward currency | Currency | Net realized gain on forward currency contracts | 398 | Net unrealized appreciation on forward currency contracts | 42 |
| Swap | Interest | Net realized loss on swap contracts | (24) | Net unrealized depreciation on swap contracts | (96) |
| | | | <u>\$823</u> | | <u>\$(37)</u> |

Bond Fund

| | | Assets | | Liabilities | |
|------------------|-----------|--|------------------|--|-------------------|
| Contracts | Risk type | Location on statement of assets and liabilities | Value | Location on statement of assets and liabilities | Value |
| Futures | Interest | Unrealized appreciation ¹ | \$ 8,061 | Unrealized depreciation ¹ | \$ 6,831 |
| Forward currency | Currency | Unrealized appreciation on open forward currency contracts | 2,979 | Unrealized depreciation on open forward currency contracts | 1,252 |
| Swap | Interest | Unrealized appreciation ¹ | 1,663 | Unrealized depreciation ¹ | 32,402 |
| | | | <u>\$12,703</u> | | <u>\$40,485</u> |
| | | Net realized gain (loss) | | Net unrealized appreciation (depreciation) | |
| Contracts | Risk type | Location on statement of operations | Value | Location on statement of operations | Value |
| Futures | Interest | Net realized gain on futures contracts | \$ 85,319 | Net unrealized appreciation on futures contracts | \$ 5,309 |
| Forward currency | Currency | Net realized loss on forward currency contracts | (6,097) | Net unrealized appreciation on forward currency contracts | 2,917 |
| Swap | Interest | Net realized loss on swap contracts | (18,656) | Net unrealized depreciation on swap contracts | (24,633) |
| Swap | Credit | Net realized gain on swap contracts | 25,217 | Net unrealized appreciation on swap contracts | – |
| | | | <u>\$ 85,783</u> | | <u>\$(16,407)</u> |

See end of tables for footnotes.

Capital World Bond Fund

| Contracts | Risk type | Assets | | Liabilities | |
|------------------|-----------|--|----------------|--|----------------|
| | | Location on statement of assets and liabilities | Value | Location on statement of assets and liabilities | Value |
| Futures | Interest | Unrealized appreciation ¹ | \$ 560 | Unrealized depreciation ¹ | \$ 436 |
| Forward currency | Currency | Unrealized appreciation on open forward currency contracts | 742 | Unrealized depreciation on open forward currency contracts | 1,979 |
| Forward currency | Currency | Receivables for closed forward currency contracts | 5,787 | Payables for closed forward currency contracts | 1,089 |
| Swap | Interest | Unrealized appreciation ¹ | 555 | Unrealized depreciation ¹ | 502 |
| Swap | Credit | Unrealized appreciation ¹ | 519 | Unrealized depreciation ¹ | – |
| | | | <u>\$8,163</u> | | <u>\$4,006</u> |

| Contracts | Risk type | Net realized (loss) gain | | Net unrealized appreciation (depreciation) | |
|------------------|-----------|---|-----------------|---|----------------|
| | | Location on statement of operations | Value | Location on statement of operations | Value |
| Futures | Interest | Net realized loss on futures contracts | \$(1,040) | Net unrealized appreciation on futures contracts | \$ 929 |
| Forward currency | Currency | Net realized gain on forward currency contracts | 8,589 | Net unrealized appreciation on forward currency contracts | 973 |
| Swap | Interest | Net realized loss on swap contracts | (2,885) | Net unrealized appreciation on swap contracts | 592 |
| Swap | Credit | Net realized loss on swap contracts | (835) | Net unrealized depreciation on swap contracts | (212) |
| | | | <u>\$ 3,829</u> | | <u>\$2,282</u> |

High-Income Bond Fund

| Contracts | Risk type | Assets | | Liabilities | |
|-----------|-----------|---|-------|---|-------|
| | | Location on statement of assets and liabilities | Value | Location on statement of assets and liabilities | Value |
| Swap | Credit | Unrealized appreciation ¹ | \$319 | Unrealized depreciation ¹ | \$– |

| Contracts | Risk type | Net realized (loss) gain | | Net unrealized (depreciation) appreciation | |
|-----------|-----------|--|----------------|--|----------------|
| | | Location on statement of operations | Value | Location on statement of operations | Value |
| Futures | Interest | Net realized loss on futures contracts | \$ (144) | Net unrealized depreciation on futures contracts | \$ (159) |
| Swap | Interest | Net realized gain on swap contracts | 1 | Net unrealized appreciation on swap contracts | – |
| Swap | Credit | Net realized gain on swap contracts | 4,676 | Net unrealized appreciation on swap contracts | 1,897 |
| | | | <u>\$4,533</u> | | <u>\$1,738</u> |

American Funds Mortgage Fund

| | | Assets | | Liabilities | |
|-----------|-----------|---|-----------------|--|------------------|
| Contracts | Risk type | Location on statement of assets and liabilities | Value | Location on statement of assets and liabilities | Value |
| Futures | Interest | Unrealized appreciation ¹ | \$108 | Unrealized depreciation ¹ | \$ 74 |
| Swap | Interest | Unrealized appreciation ¹ | – | Unrealized depreciation ¹ | 5,967 |
| | | | <u>\$108</u> | | <u>\$6,041</u> |
| | | Net realized gain (loss) | | Net unrealized appreciation (depreciation) | |
| Contracts | Risk type | Location on statement of operations | Value | Location on statement of operations | Value |
| Futures | Interest | Net realized gain on futures contracts | \$ 8,464 | Net unrealized appreciation on futures contracts | \$ 780 |
| Swap | Interest | Net realized loss on swap contracts | (2,463) | Net unrealized depreciation on swap contracts | (3,135) |
| | | | <u>\$ 6,001</u> | | <u>\$(2,355)</u> |

U.S. Government/AAA-Rated Securities Fund

| | | Assets | | Liabilities | |
|-----------|-----------|---|------------------|--|-------------------|
| Contracts | Risk type | Location on statement of assets and liabilities | Value | Location on statement of assets and liabilities | Value |
| Futures | Interest | Unrealized appreciation ¹ | \$ 2,176 | Unrealized depreciation ¹ | \$ 1,957 |
| Swap | Interest | Unrealized appreciation ¹ | 19,148 | Unrealized depreciation ¹ | 70,841 |
| | | | <u>\$21,324</u> | | <u>\$72,798</u> |
| | | Net realized gain | | Net unrealized appreciation (depreciation) | |
| Contracts | Risk type | Location on statement of operations | Value | Location on statement of operations | Value |
| Futures | Interest | Net realized gain on futures contracts | \$ 87,073 | Net unrealized appreciation on futures contracts | \$ 8,167 |
| Swap | Interest | Net realized gain on swap contracts | 15,421 | Net unrealized depreciation on swap contracts | (31,391) |
| | | | <u>\$102,494</u> | | <u>\$(23,224)</u> |

See end of tables for footnotes.

Managed Risk Growth Fund

| | | Assets | | Liabilities | |
|-----------|-----------|---|-------------------|--|-----------------|
| Contracts | Risk type | Location on statement of assets and liabilities | Value | Location on statement of assets and liabilities | Value |
| Futures | Currency | Unrealized appreciation ¹ | \$197 | Unrealized depreciation ¹ | \$ – |
| Futures | Equity | Unrealized appreciation ¹ | 48 | Unrealized depreciation ¹ | 1,514 |
| Futures | Interest | Unrealized appreciation ¹ | 521 | Unrealized depreciation ¹ | – |
| | | | <u>\$766</u> | | <u>\$1,514</u> |
| | | Net realized gain (loss) | | Net unrealized appreciation (depreciation) | |
| Contracts | Risk type | Location on statement of operations | Value | Location on statement of operations | Value |
| Futures | Currency | Net realized gain on futures contracts | \$ 186 | Net unrealized appreciation on futures contracts | \$ 197 |
| Futures | Equity | Net realized loss on futures contracts | (13,472) | Net unrealized depreciation on futures contracts | (1,466) |
| Futures | Interest | Net realized gain on futures contracts | 5,514 | Net unrealized appreciation on futures contracts | 582 |
| | | | <u>\$ (7,772)</u> | | <u>\$ (687)</u> |

Managed Risk International Fund

| | | Assets | | Liabilities | |
|-----------|-----------|---|------------------|--|---------------|
| Contracts | Risk type | Location on statement of assets and liabilities | Value | Location on statement of assets and liabilities | Value |
| Futures | Currency | Unrealized appreciation ¹ | \$335 | Unrealized depreciation ¹ | \$ – |
| Futures | Equity | Unrealized appreciation ¹ | 195 | Unrealized depreciation ¹ | 553 |
| Futures | Interest | Unrealized appreciation ¹ | 169 | Unrealized depreciation ¹ | – |
| | | | <u>\$699</u> | | <u>\$553</u> |
| | | Net realized gain (loss) | | Net unrealized appreciation (depreciation) | |
| Contracts | Risk type | Location on statement of operations | Value | Location on statement of operations | Value |
| Futures | Currency | Net realized gain on futures contracts | \$ 86 | Net unrealized appreciation on futures contracts | \$ 335 |
| Futures | Equity | Net realized loss on futures contracts | (8,257) | Net unrealized depreciation on futures contracts | (358) |
| Futures | Interest | Net realized gain on futures contracts | 1,009 | Net unrealized appreciation on futures contracts | 199 |
| | | | <u>\$(7,162)</u> | | <u>\$ 176</u> |

Managed Risk Blue Chip Income and Growth Fund

| Contracts | Risk type | Assets | | Liabilities | |
|-----------|-----------|---|-------------------|--|-----------------|
| | | Location on statement of assets and liabilities | Value | Location on statement of assets and liabilities | Value |
| Futures | Currency | Unrealized appreciation ¹ | \$ 35 | Unrealized depreciation ¹ | \$ – |
| Futures | Equity | Unrealized appreciation ¹ | 25 | Unrealized depreciation ¹ | 1,189 |
| Futures | Interest | Unrealized appreciation ¹ | 358 | Unrealized depreciation ¹ | – |
| | | | <u>\$418</u> | | <u>\$1,189</u> |
| | | Net realized gain (loss) | | Net unrealized appreciation (depreciation) | |
| Contracts | Risk type | Location on statement of operations | Value | Location on statement of operations | Value |
| Futures | Currency | Net realized gain on futures contracts | \$ 56 | Net unrealized appreciation on futures contracts | \$ 35 |
| Futures | Equity | Net realized loss on futures contracts | (13,739) | Net unrealized depreciation on futures contracts | (1,164) |
| Futures | Interest | Net realized gain on futures contracts | 3,564 | Net unrealized appreciation on futures contracts | 410 |
| | | | <u>\$(10,119)</u> | | <u>\$ (719)</u> |

Managed Risk Growth-Income Fund

| Contracts | Risk type | Assets | | Liabilities | |
|-------------------|-----------|---|-----------------|---|-----------------|
| | | Location on statement of assets and liabilities | Value | Location on statement of assets and liabilities | Value |
| Options purchased | Equity | Investment securities of unaffiliated issuers ³ | \$20,156 | Investment securities of unaffiliated issuers ³ | \$ – |
| Futures | Currency | Unrealized appreciation ¹ | 883 | Unrealized depreciation ¹ | – |
| Futures | Equity | Unrealized appreciation ¹ | 135 | Unrealized depreciation ¹ | 1,445 |
| Futures | Interest | Unrealized appreciation ¹ | 1,869 | Unrealized depreciation ¹ | – |
| | | | <u>\$23,043</u> | | <u>\$1,445</u> |
| | | Net realized (loss) gain | | Net unrealized appreciation (depreciation) | |
| Contracts | Risk type | Location on statement of operations | Value | Location on statement of operations | Value |
| Options purchased | Equity | Net realized loss on options purchased contracts ⁴ | \$ (9,526) | Net unrealized appreciation on options purchased contracts ⁵ | \$15,786 |
| Futures | Currency | Net realized gain on futures contracts | 1,772 | Net unrealized appreciation on futures contracts | 883 |
| Futures | Equity | Net realized gain on futures contracts | 16,550 | Net unrealized depreciation on futures contracts | (2,355) |
| Futures | Interest | Net realized gain on futures contracts | 23,943 | Net unrealized appreciation on futures contracts | 2,244 |
| | | | <u>\$32,739</u> | | <u>\$16,558</u> |

See end of tables for footnotes.

Managed Risk Asset Allocation Fund

| | | Assets | | Liabilities | |
|-----------|-----------|---|-------------------|--|------------------|
| Contracts | Risk type | Location on statement of assets and liabilities | Value | Location on statement of assets and liabilities | Value |
| Futures | Currency | Unrealized appreciation ¹ | \$ 476 | Unrealized depreciation ¹ | \$ – |
| Futures | Equity | Unrealized appreciation ¹ | 90 | Unrealized depreciation ¹ | 6,442 |
| Futures | Interest | Unrealized appreciation ¹ | 1,825 | Unrealized depreciation ¹ | – |
| | | | <u>\$2,391</u> | | <u>\$6,442</u> |
| | | Net realized gain (loss) | | Net unrealized appreciation (depreciation) | |
| Contracts | Risk type | Location on statement of operations | Value | Location on statement of operations | Value |
| Futures | Currency | Net realized gain on futures contracts | \$ 1,597 | Net unrealized appreciation on futures contracts | \$ 476 |
| Futures | Equity | Net realized loss on futures contracts | (59,487) | Net unrealized depreciation on futures contracts | (6,352) |
| Futures | Interest | Net realized gain on futures contracts | 21,839 | Net unrealized appreciation on futures contracts | 2,350 |
| | | | <u>\$(36,051)</u> | | <u>\$(3,526)</u> |

¹Includes cumulative appreciation/depreciation on futures contracts, interest rate swaps and/or credit default swaps as reported in the applicable table following each fund's investment portfolio. Only current day's variation margin is reported within each fund's statement of assets and liabilities.

²Amount less than one thousand.

³Includes options purchased as reported in the fund's investment portfolio.

⁴Options purchased are included in net realized gain (loss) on unaffiliated investments.

⁵Options purchased are included in net unrealized appreciation (depreciation) on unaffiliated investments.

Collateral – Some funds participate in a collateral program that calls for the funds to either receive or pledge highly liquid assets, such as cash or U.S. government securities, as collateral due to securities lending and/or their use of futures contracts, forward currency contracts, interest rate swaps, credit default swaps and/or future delivery contracts. For securities lending, each participating fund receives collateral in exchange for lending investment securities. The purpose of the collateral is to cover potential losses that could occur in the event that the borrower cannot meet its contractual obligation. The lending agent may reinvest collateral from securities lending transactions according to agreed parameters. For futures contracts, interest rate swaps and credit default swaps, the program calls for each participating fund to pledge collateral for initial and variation margin by contract. For forward currency contracts, the program calls for each participating fund to either receive or pledge collateral based on the net gain or loss on unsettled forward currency contracts by counterparty. For future delivery contracts, the program calls for each participating fund to either receive or pledge collateral based on the net gain or loss on unsettled contracts by certain counterparties. The purpose of the collateral is to cover potential losses that could occur in the event that either party cannot meet its contractual obligation. Non-cash collateral pledged by each participating fund, if any, is disclosed in each fund’s investment portfolio, and cash collateral pledged by each participating fund, if any, is held in a segregated account with the fund’s custodian, which is reflected as pledged cash in each fund’s statement of assets and liabilities.

Rights of offset – Funds that hold forward currency contracts have enforceable master netting agreements with certain counterparties, where amounts payable by each party to the other in the same currency (with the same settlement date and with the same counterparty) are settled net of each party’s payment obligation. If an early termination date occurs under these agreements following an event of default or termination event, all obligations of each party to its counterparty are settled net through a single payment in a single currency (“close-out netting”). For financial reporting purposes, the funds do not offset financial assets and financial liabilities that are subject to these master netting arrangements in the statements of assets and liabilities.

The following tables present each fund’s forward currency contracts by counterparty that are subject to master netting agreements but that are not offset in the funds’ statements of assets and liabilities. The net amount column shows the impact of offsetting on the funds’ statement of assets and liabilities as of June 30, 2020, if close-out netting was exercised (dollars in thousands):

New World Fund

| Counterparty | Gross amounts recognized in the statement of assets and liabilities | Gross amounts not offset in the statement of assets and liabilities and subject to a master netting agreement | | | Net amount |
|-------------------------|---|---|----------------------|------------------|------------|
| | | Available to offset | Non-cash collateral* | Cash collateral* | |
| Assets: | | | | | |
| Bank of New York Mellon | \$10 | \$– | \$– | \$– | \$10 |
| Liabilities: | | | | | |
| Standard Chartered Bank | \$ 4 | \$– | \$– | \$– | \$ 4 |

Global Growth and Income Fund

| Counterparty | Gross amounts recognized in the statement of assets and liabilities | Gross amounts not offset in the statement of assets and liabilities and subject to a master netting agreement | | | Net amount |
|-------------------------|---|---|----------------------|------------------|------------|
| | | Available to offset | Non-cash collateral* | Cash collateral* | |
| Liabilities: | | | | | |
| Standard Chartered Bank | \$27 | \$– | \$– | \$– | \$27 |

Capital Income Builder

| Counterparty | Gross amounts recognized in the statement of assets and liabilities | Gross amounts not offset in the statement of assets and liabilities and subject to a master netting agreement | | | Net amount |
|---------------|---|---|----------------------|------------------|------------|
| | | Available to offset | Non-cash collateral* | Cash collateral* | |
| Liabilities: | | | | | |
| Goldman Sachs | \$4 | \$– | \$– | \$– | \$4 |

See end of tables for footnote.

Global Balanced Fund

| Counterparty | Gross amounts recognized in the statement of assets and liabilities | Gross amounts not offset in the statement of assets and liabilities and subject to a master netting agreement | | | Net amount |
|-------------------------|---|---|----------------------|------------------|--------------|
| | | Available to offset | Non-cash collateral* | Cash collateral* | |
| Assets: | | | | | |
| Bank of New York Mellon | \$ 4 | \$ (4) | \$— | \$— | \$ — |
| Barclays Bank PLC | 6 | (6) | — | — | — |
| Citibank | 7 | (7) | — | — | — |
| Goldman Sachs | 39 | (2) | — | — | 37 |
| HSBC Bank | 6 | (6) | — | — | — |
| JPMorgan Chase | 75 | (13) | — | — | 62 |
| Standard Chartered Bank | 13 | (4) | — | — | 9 |
| UBS AG | 5 | (5) | — | — | — |
| Total | \$155 | \$(47) | \$— | \$— | \$108 |
| Liabilities: | | | | | |
| Bank of America | \$ 10 | \$ — | \$— | \$— | \$ 10 |
| Bank of New York Mellon | 5 | (4) | — | — | 1 |
| Barclays Bank PLC | 20 | (6) | — | — | 14 |
| Citibank | 44 | (7) | — | — | 37 |
| Goldman Sachs | 2 | (2) | — | — | — |
| HSBC Bank | 41 | (6) | — | — | 35 |
| JPMorgan Chase | 13 | (13) | — | — | — |
| Morgan Stanley | 14 | — | — | — | 14 |
| Standard Chartered Bank | 4 | (4) | — | — | — |
| UBS AG | 12 | (5) | — | — | 7 |
| Total | \$165 | \$(47) | \$— | \$— | \$118 |

Bond Fund

| Counterparty | Gross amounts recognized in the statement of assets and liabilities | Gross amounts not offset in the statement of assets and liabilities and subject to a master netting agreement | | | Net amount |
|-------------------------|---|---|----------------------|------------------|--------------|
| | | Available to offset | Non-cash collateral* | Cash collateral* | |
| Assets: | | | | | |
| Bank of New York Mellon | \$ 155 | \$— | \$ (2) | \$ — | \$153 |
| Goldman Sachs | 2,038 | — | — | (2,038) | — |
| Morgan Stanley | 786 | — | — | (660) | 126 |
| Total | \$2,979 | \$— | \$ (2) | \$(2,698) | \$279 |
| Liabilities: | | | | | |
| Citibank | \$ 22 | \$— | \$ — | \$ — | \$ 22 |
| JPMorgan Chase | 338 | — | (338) | — | — |
| Standard Chartered Bank | 892 | — | (892) | — | — |
| Total | \$1,252 | \$— | \$(1,230) | \$ — | \$ 22 |

Capital World Bond Fund

| Counterparty | Gross amounts recognized in the statement of assets and liabilities | Gross amounts not offset in the statement of assets and liabilities and subject to a master netting agreement | | | Net amount |
|-------------------------|--|---|-------------------------|---------------------|---------------|
| | | Available to offset | Non-cash collateral* | Cash collateral* | |
| Assets: | | | | | |
| Bank of New York Mellon | \$ 41 | \$ (24) | \$ (15) | \$ – | \$ 2 |
| Citibank | 5,861 | (1,170) | – | (4,561) | 130 |
| Goldman Sachs | 19 | – | – | (19) | – |
| JPMorgan Chase | 228 | (228) | – | – | – |
| Standard Chartered Bank | 165 | (122) | – | – | 43 |
| UBS AG | 215 | (211) | (4) | – | – |
| Total | \$6,529 | \$(1,755) | \$ (19) | \$(4,580) | \$175 |
| Liabilities: | | | | | |
| Bank of America | \$ 63 | \$ – | \$ – | \$ – | \$ 63 |
| Bank of New York Mellon | 24 | (24) | – | – | – |
| Barclays Bank PLC | 1 | – | – | – | 1 |
| Citibank | 1,170 | (1,170) | – | – | – |
| JPMorgan Chase | 1,477 | (228) | (1,249) | – | – |
| Standard Chartered Bank | 122 | (122) | – | – | – |
| UBS AG | 211 | (211) | – | – | – |
| Total | \$3,068 | \$(1,755) | \$(1,249) | \$ – | \$ 64 |

*Collateral is shown on a settlement basis.

6. Taxation and distributions

Federal income taxation – Each fund complies with the requirements under Subchapter M of the Internal Revenue Code applicable to mutual funds and intends to distribute substantially all of its net taxable income and net capital gains each year. The funds are not subject to income taxes to the extent such distributions are made. Therefore, no federal income tax provision is required.

As of and during the period ended June 30, 2020, none of the funds had a liability for any unrecognized tax benefits. Each fund recognizes interest and penalties, if any, related to unrecognized tax benefits as income tax expense in their respective statements of operations. During the period, none of the funds incurred any significant interest or penalties.

Each fund's tax returns are not subject to examination by federal, state and, if applicable, non-U.S. tax authorities after the expiration of each jurisdiction's statute of limitations, which is generally three years after the date of filing but can be extended in certain jurisdictions.

Non-U.S. taxation – Dividend and interest income, if any, are recorded net of non-U.S. taxes paid. The funds may file withholding tax reclaims in certain jurisdictions to recover a portion of amounts previously withheld. As a result of rulings from European courts, the funds filed for additional reclaims related to prior years. These reclaims are recorded when the amount is known and there are no significant uncertainties on collectability. Gains realized by the funds on the sale of securities in certain countries, if any, may be subject to non-U.S. taxes. If applicable, the funds record an estimated deferred tax liability based on unrealized gains to provide for potential non-U.S. taxes payable upon the sale of these securities.

Distributions – Distributions paid to shareholders are based on each fund’s net investment income and net realized gains determined on a tax basis, which may differ from net investment income and net realized gains for financial reporting purposes. These differences are due primarily to different treatment for items such as currency gains and losses; short-term capital gains and losses; capital losses related to sales of certain securities within 30 days of purchase; unrealized appreciation of certain investments in securities outside the U.S.; deferred expenses; cost of investments sold; paydowns on fixed-income securities; net capital losses; non-U.S. taxes on capital gains; amortization of premiums and discounts and income on certain investments. The fiscal year in which amounts are distributed may differ from the year in which the net investment income and net realized gains are recorded by the funds for financial reporting purposes.

Additional tax basis disclosures for each fund are as follows (dollars in thousands):

| | Global Growth Fund | Global Small Capitalization Fund | Growth Fund | International Fund | New World Fund | Blue Chip Income and Growth Fund |
|---|--|---|---|------------------------------|-----------------------------|---|
| As of December 31, 2019: | | | | | | |
| Undistributed ordinary income | \$ 13,148 | \$ 11,186 | \$ 76,916 | \$ 19,253 | \$ 25,462 | \$ 37,136 |
| Undistributed long-term capital gains | 194,055 | 273,289 | 738,170 | – | 16,027 | 104,256 |
| Capital loss carryforward* | – | – | – | (149,822) | – | – |
| As of June 30, 2020: | | | | | | |
| Gross unrealized appreciation on investments | 3,290,168 | 1,403,687 | 15,459,590 | 2,184,656 | 849,823 | 2,142,014 |
| Gross unrealized depreciation on investments | (231,687) | (234,502) | (660,874) | (661,590) | (68,144) | (795,155) |
| Net unrealized appreciation (depreciation) on investments | 3,058,481 | 1,169,185 | 14,798,716 | 1,523,066 | 781,679 | 1,346,859 |
| Cost of investments | 3,742,442 | 3,265,498 | 15,411,380 | 7,386,761 | 2,665,024 | 7,070,500 |
| | Global Growth and Income Fund | Growth- Income Fund | International Growth and Income Fund | Capital Income Builder | Asset Allocation Fund | Global Balanced Fund |
| As of December 31, 2019: | | | | | | |
| Undistributed ordinary income | \$ 6,550 | \$ 238,333 | \$ 3,236 | \$ 1,926 | \$ 118,751 | \$ 17 |
| Undistributed long-term capital gains | 51,450 | 820,299 | – | – | 123,690 | 1,437 |
| Capital loss carryforward* | – | – | (35,828) | (19,754) | – | – |
| As of June 30, 2020: | | | | | | |
| Gross unrealized appreciation on investments | 496,090 | 10,887,937 | 217,631 | 88,825 | 6,357,435 | 76,582 |
| Gross unrealized depreciation on investments | (112,894) | (1,490,177) | (120,291) | (24,589) | (885,733) | (13,557) |
| Net unrealized appreciation (depreciation) on investments | 383,196 | 9,397,760 | 97,340 | 64,236 | 5,471,702 | 63,025 |
| Cost of investments | 1,536,941 | 24,584,431 | 1,201,104 | 911,253 | 22,198,926 | 352,832 |

| | Bond Fund | Capital World Bond Fund | High-Income Bond Fund | American Funds Mortgage Fund | Ultra-Short Bond Fund | U.S. Government/AAA-Rated Securities Fund |
|---|------------|-------------------------|-----------------------|------------------------------|-----------------------|---|
| As of December 31, 2019: | | | | | | |
| Undistributed ordinary income | \$ 101,879 | \$ 31,468 | \$ 12,900 | \$ 1,209 | \$ 737 | \$ 33,112 |
| Undistributed long-term capital gains | 42,007 | 8,412 | – | 390 | – | 16,400 |
| Capital loss carryforward* | – | – | (190,113) | – | (1) | – |
| As of June 30, 2020: | | | | | | |
| Gross unrealized appreciation on investments | 595,588 | 107,962 | 23,524 | 7,011 | 16 | 97,437 |
| Gross unrealized depreciation on investments | (88,272) | (49,046) | (101,057) | (6,240) | (6) | (73,407) |
| Net unrealized appreciation (depreciation) on investments | 507,316 | 58,916 | (77,533) | 771 | 10 | 24,030 |
| Cost of investments | 11,154,376 | 2,079,102 | 865,424 | 406,144 | 343,921 | 2,599,805 |

| | Managed Risk Growth Fund | Managed Risk International Fund | Managed Risk Blue Chip Income and Growth Fund | Managed Risk Growth-Income Fund | Managed Risk Asset Allocation Fund |
|---|--------------------------|---------------------------------|---|---------------------------------|------------------------------------|
| As of December 31, 2019: | | | | | |
| Undistributed ordinary income | \$ 3,505 | \$ 1,934 | \$ 5,703 | \$ 33,307 | \$ 40,690 |
| Undistributed long-term capital gains | 21,766 | 1,312 | 10,865 | 118,369 | 105,973 |
| As of June 30, 2020: | | | | | |
| Gross unrealized appreciation on investments | 55,343 | – | – | 71,911 | 110,722 |
| Gross unrealized depreciation on investments | – | (7,385) | (25,977) | (938) | – |
| Net unrealized appreciation (depreciation) on investments | 55,343 | (7,385) | (25,977) | 70,973 | 110,722 |
| Cost of investments | 406,104 | 156,495 | 358,898 | 2,118,772 | 2,477,153 |

*Capital loss carryforwards will be used to offset any capital gains realized by the funds in the current year or in subsequent years. The funds will not make distributions from capital gains while a capital loss carryforward remains.

Distributions paid by each fund were characterized for tax purposes as follows (dollars in thousands):

Global Growth Fund

| Share class | Six months ended June 30, 2020 | | | Year ended December 31, 2019 | | |
|-------------|--------------------------------|-------------------------|--------------------------|------------------------------|-------------------------|--------------------------|
| | Ordinary income | Long-term capital gains | Total distributions paid | Ordinary income | Long-term capital gains | Total distributions paid |
| Class 1 | \$ 5,668 | \$ 73,033 | \$ 78,701 | \$31,022 | \$121,251 | \$152,273 |
| Class 1A | 13 | 205 | 218 | 82 | 367 | 449 |
| Class 2 | 6,888 | 109,286 | 116,174 | 40,119 | 204,481 | 244,600 |
| Class 4 | 592 | 11,537 | 12,129 | 3,204 | 17,408 | 20,612 |
| Total | \$13,161 | \$194,061 | \$207,222 | \$74,427 | \$343,507 | \$417,934 |

Global Small Capitalization Fund

| Share class | Six months ended June 30, 2020 | | | Year ended December 31, 2019 | | |
|-------------|--------------------------------|-------------------------|--------------------------|------------------------------|-------------------------|--------------------------|
| | Ordinary income | Long-term capital gains | Total distributions paid | Ordinary income | Long-term capital gains | Total distributions paid |
| Class 1 | \$ 5,414 | \$120,074 | \$125,488 | \$28,009 | \$ 97,912 | \$125,921 |
| Class 1A | 2 | 42 | 44 | 6 | 23 | 29 |
| Class 2 | 5,373 | 140,495 | 145,868 | 28,406 | 119,280 | 147,686 |
| Class 4 | 408 | 12,682 | 13,090 | 1,932 | 9,184 | 11,116 |
| Total | \$11,197 | \$273,293 | \$284,490 | \$58,353 | \$226,399 | \$284,752 |

Growth Fund

| Share class | Six months ended June 30, 2020 | | | Year ended December 31, 2019 | | |
|-------------|--------------------------------|-------------------------|--------------------------|------------------------------|-------------------------|--------------------------|
| | Ordinary income | Long-term capital gains | Total distributions paid | Ordinary income | Long-term capital gains | Total distributions paid |
| Class 1 | \$32,752 | \$285,315 | \$318,067 | \$150,838 | \$ 964,757 | \$1,115,595 |
| Class 1A | 56 | 547 | 603 | 193 | 1,290 | 1,483 |
| Class 2 | 39,943 | 404,657 | 444,600 | 192,058 | 1,500,212 | 1,692,270 |
| Class 3 | 560 | 5,433 | 5,993 | 2,713 | 20,442 | 23,155 |
| Class 4 | 3,629 | 42,241 | 45,870 | 14,770 | 130,929 | 145,699 |
| Total | \$76,940 | \$738,193 | \$815,133 | \$360,572 | \$2,617,630 | \$2,978,202 |

International Fund

| Share class | Six months ended June 30, 2020 | | | Year ended December 31, 2019 | | |
|-------------|--------------------------------|-------------------------|--------------------------|------------------------------|-------------------------|--------------------------|
| | Ordinary income | Long-term capital gains | Total distributions paid | Ordinary income | Long-term capital gains | Total distributions paid |
| Class 1 | \$11,268 | \$- | \$11,268 | \$ 85,943 | \$130,060 | \$216,003 |
| Class 1A | 13 | - | 13 | 95 | 141 | 236 |
| Class 2 | 7,417 | - | 7,417 | 59,246 | 104,778 | 164,024 |
| Class 3 | 43 | - | 43 | 354 | 637 | 991 |
| Class 4 | 522 | - | 522 | 4,496 | 8,870 | 13,366 |
| Total | \$19,263 | \$- | \$19,263 | \$150,134 | \$244,486 | \$394,620 |

New World Fund

| Share class | Six months ended June 30, 2020 | | | Year ended December 31, 2019 | | |
|-------------|--------------------------------|-------------------------|--------------------------|------------------------------|-------------------------|--------------------------|
| | Ordinary income | Long-term capital gains | Total distributions paid | Ordinary income | Long-term capital gains | Total distributions paid |
| Class 1 | \$14,407 | \$ 8,752 | \$23,159 | \$23,315 | \$ 71,500 | \$ 94,815 |
| Class 1A | 42 | 26 | 68 | 39 | 132 | 171 |
| Class 2 | 6,569 | 4,233 | 10,802 | 8,693 | 34,958 | 43,651 |
| Class 4 | 4,454 | 3,019 | 7,473 | 4,452 | 21,103 | 25,555 |
| Total | \$25,472 | \$16,030 | \$41,502 | \$36,499 | \$127,693 | \$164,192 |

Blue Chip Income and Growth Fund

| Share class | Six months ended June 30, 2020 | | | Year ended December 31, 2019 | | |
|-------------|--------------------------------|-------------------------|--------------------------|------------------------------|-------------------------|--------------------------|
| | Ordinary income | Long-term capital gains | Total distributions paid | Ordinary income | Long-term capital gains | Total distributions paid |
| Class 1 | \$22,973 | \$ 61,517 | \$ 84,490 | \$118,657 | \$410,713 | \$529,370 |
| Class 1A | 47 | 134 | 181 | 163 | 435 | 598 |
| Class 2 | 11,675 | 34,662 | 46,337 | 60,118 | 238,793 | 298,911 |
| Class 4 | 2,493 | 7,992 | 10,485 | 10,646 | 38,700 | 49,346 |
| Total | \$37,188 | \$104,305 | \$141,493 | \$189,584 | \$688,641 | \$878,225 |

Global Growth and Income Fund

| Share class | Six months ended June 30, 2020 | | | Year ended December 31, 2019 | | |
|-------------|--------------------------------|-------------------------|--------------------------|------------------------------|-------------------------|--------------------------|
| | Ordinary income | Long-term capital gains | Total distributions paid | Ordinary income | Long-term capital gains | Total distributions paid |
| Class 1 | \$2,206 | \$15,679 | \$17,885 | \$12,475 | \$ 27,971 | \$ 40,446 |
| Class 1A | 7 | 53 | 60 | 33 | 66 | 99 |
| Class 2 | 3,948 | 32,112 | 36,060 | 24,591 | 66,794 | 91,385 |
| Class 4 | 392 | 3,612 | 4,004 | 2,298 | 5,970 | 8,268 |
| Total | \$6,553 | \$51,456 | \$58,009 | \$39,397 | \$100,801 | \$140,198 |

Growth-Income Fund

| Share class | Six months ended June 30, 2020 | | | Year ended December 31, 2019 | | |
|-------------|--------------------------------|-------------------------|--------------------------|------------------------------|-------------------------|--------------------------|
| | Ordinary income | Long-term capital gains | Total distributions paid | Ordinary income | Long-term capital gains | Total distributions paid |
| Class 1 | \$144,011 | \$482,142 | \$ 626,153 | \$455,391 | \$1,825,184 | \$2,280,575 |
| Class 1A | 75 | 265 | 340 | 206 | 825 | 1,031 |
| Class 2 | 85,637 | 305,445 | 391,082 | 272,097 | 1,260,360 | 1,532,457 |
| Class 3 | 973 | 3,413 | 4,386 | 3,204 | 14,500 | 17,704 |
| Class 4 | 7,703 | 29,072 | 36,775 | 21,474 | 103,934 | 125,408 |
| Total | \$238,399 | \$820,337 | \$1,058,736 | \$752,372 | \$3,204,803 | \$3,957,175 |

International Growth and Income Fund

| Share class | Six months ended June 30, 2020 | | | Year ended December 31, 2019 | | |
|-------------|--------------------------------|-------------------------|--------------------------|------------------------------|-------------------------|--------------------------|
| | Ordinary income | Long-term capital gains | Total distributions paid | Ordinary income | Long-term capital gains | Total distributions paid |
| Class 1 | \$2,681 | \$- | \$2,681 | \$41,626 | \$- | \$41,626 |
| Class 1A | 5 | - | 5 | 84 | - | 84 |
| Class 2 | 399 | - | 399 | 8,726 | - | 8,726 |
| Class 4 | 158 | - | 158 | 3,112 | - | 3,112 |
| Total | \$3,243 | \$- | \$3,243 | \$53,548 | \$- | \$53,548 |

Capital Income Builder

| Share class | Six months ended June 30, 2020 | | | Year ended December 31, 2019 | | |
|-------------|--------------------------------|-------------------------|--------------------------|------------------------------|-------------------------|--------------------------|
| | Ordinary income | Long-term capital gains | Total distributions paid | Ordinary income | Long-term capital gains | Total distributions paid |
| Class 1 | \$ 8,420 | \$- | \$ 8,420 | \$13,476 | \$- | \$13,476 |
| Class 1A | 78 | - | 78 | 126 | - | 126 |
| Class 2 | 82 | - | 82 | 137 | - | 137 |
| Class 4 | 5,699 | - | 5,699 | 10,875 | - | 10,875 |
| Total | \$14,279 | \$- | \$14,279 | \$24,614 | \$- | \$24,614 |

Asset Allocation Fund

| Share class | Six months ended June 30, 2020 | | | Year ended December 31, 2019 | | |
|-------------|--------------------------------|-------------------------|--------------------------|------------------------------|-------------------------|--------------------------|
| | Ordinary income | Long-term capital gains | Total distributions paid | Ordinary income | Long-term capital gains | Total distributions paid |
| Class 1 | \$ 80,116 | \$ 79,610 | \$159,726 | \$356,589 | \$ 816,841 | \$1,173,430 |
| Class 1A | 46 | 51 | 97 | 189 | 416 | 605 |
| Class 2 | 20,767 | 22,747 | 43,514 | 94,178 | 253,101 | 347,279 |
| Class 3 | 133 | 141 | 274 | 608 | 1,581 | 2,189 |
| Class 4 | 17,719 | 21,221 | 38,940 | 71,682 | 206,152 | 277,834 |
| Total | \$118,781 | \$123,770 | \$242,551 | \$523,246 | \$1,278,091 | \$1,801,337 |

Global Balanced Fund

| Share class | Six months ended June 30, 2020 | | | Year ended December 31, 2019 | | |
|-------------|--------------------------------|-------------------------|--------------------------|------------------------------|-------------------------|--------------------------|
| | Ordinary income | Long-term capital gains | Total distributions paid | Ordinary income | Long-term capital gains | Total distributions paid |
| Class 1 | \$ 6 | \$ 440 | \$ 446 | \$1,912 | \$ 3,479 | \$ 5,391 |
| Class 1A | —* | 8 | 8 | 28 | 61 | 89 |
| Class 2 | 9 | 668 | 677 | 2,521 | 5,487 | 8,008 |
| Class 4 | 3 | 322 | 325 | 954 | 2,492 | 3,446 |
| Total | \$18 | \$1,438 | \$1,456 | \$5,415 | \$11,519 | \$16,934 |

Bond Fund

| Share class | Six months ended June 30, 2020 | | | Year ended December 31, 2019 | | |
|-------------|--------------------------------|-------------------------|--------------------------|------------------------------|-------------------------|--------------------------|
| | Ordinary income | Long-term capital gains | Total distributions paid | Ordinary income | Long-term capital gains | Total distributions paid |
| Class 1 | \$ 62,335 | \$25,238 | \$ 87,573 | \$177,855 | \$— | \$177,855 |
| Class 1A | 75 | 31 | 106 | 165 | — | 165 |
| Class 2 | 34,283 | 14,478 | 48,761 | 90,796 | — | 90,796 |
| Class 4 | 5,291 | 2,303 | 7,594 | 11,384 | — | 11,384 |
| Total | \$101,984 | \$42,050 | \$144,034 | \$280,200 | \$— | \$280,200 |

Capital World Bond Fund

| Share class | Six months ended June 30, 2020 | | | Year ended December 31, 2019 | | |
|-------------|--------------------------------|-------------------------|--------------------------|------------------------------|-------------------------|--------------------------|
| | Ordinary income | Long-term capital gains | Total distributions paid | Ordinary income | Long-term capital gains | Total distributions paid |
| Class 1 | \$16,454 | \$4,335 | \$20,789 | \$19,173 | \$— | \$19,173 |
| Class 1A | 9 | 3 | 12 | 7 | — | 7 |
| Class 2 | 14,282 | 3,871 | 18,153 | 15,927 | — | 15,927 |
| Class 4 | 742 | 206 | 948 | 649 | — | 649 |
| Total | \$31,487 | \$8,415 | \$39,902 | \$35,756 | \$— | \$35,756 |

High-Income Bond Fund

| Share class | Six months ended June 30, 2020 | | | Year ended December 31, 2019 | | |
|-------------|--------------------------------|-------------------------|--------------------------|------------------------------|-------------------------|--------------------------|
| | Ordinary income | Long-term capital gains | Total distributions paid | Ordinary income | Long-term capital gains | Total distributions paid |
| Class 1 | \$ 1,904 | \$- | \$ 1,904 | \$33,304 | \$- | \$33,304 |
| Class 1A | 14 | - | 14 | 45 | - | 45 |
| Class 2 | 10,081 | - | 10,081 | 41,753 | - | 41,753 |
| Class 3 | 147 | - | 147 | 611 | - | 611 |
| Class 4 | 758 | - | 758 | 3,353 | - | 3,353 |
| Total | \$12,904 | \$- | \$12,904 | \$79,066 | \$- | \$79,066 |

American Funds Mortgage Fund

| Share class | Six months ended June 30, 2020 | | | Year ended December 31, 2019 | | |
|-------------|--------------------------------|-------------------------|--------------------------|------------------------------|-------------------------|--------------------------|
| | Ordinary income | Long-term capital gains | Total distributions paid | Ordinary income | Long-term capital gains | Total distributions paid |
| Class 1 | \$ 845 | \$263 | \$1,108 | \$5,573 | \$- | \$5,573 |
| Class 1A | 2 | 1 | 3 | 12 | - | 12 |
| Class 2 | 217 | 75 | 292 | 1,355 | - | 1,355 |
| Class 4 | 147 | 52 | 199 | 585 | - | 585 |
| Total | \$1,211 | \$391 | \$1,602 | \$7,525 | \$- | \$7,525 |

Ultra-Short Bond Fund

| Share class | Six months ended June 30, 2020 | | | Year ended December 31, 2019 | | |
|-------------|--------------------------------|-------------------------|--------------------------|------------------------------|-------------------------|--------------------------|
| | Ordinary income | Long-term capital gains | Total distributions paid | Ordinary income | Long-term capital gains | Total distributions paid |
| Class 1 | \$104 | \$- | \$104 | \$ 604 | \$- | \$ 604 |
| Class 1A | -* | - | -* | -* | - | -* |
| Class 2 | 558 | - | 558 | 4,088 | - | 4,088 |
| Class 3 | 8 | - | 8 | 59 | - | 59 |
| Class 4 | 67 | - | 67 | 342 | - | 342 |
| Total | \$737 | \$- | \$737 | \$5,093 | \$- | \$5,093 |

U.S. Government/AAA-Rated Securities Fund

| Share class | Six months ended June 30, 2020 | | | Year ended December 31, 2019 | | |
|-------------|--------------------------------|-------------------------|--------------------------|------------------------------|-------------------------|--------------------------|
| | Ordinary income | Long-term capital gains | Total distributions paid | Ordinary income | Long-term capital gains | Total distributions paid |
| Class 1 | \$ 6,611 | \$ 3,231 | \$ 9,842 | \$31,700 | \$- | \$31,700 |
| Class 1A | 59 | 29 | 88 | 50 | - | 50 |
| Class 2 | 22,261 | 11,067 | 33,328 | 26,790 | - | 26,790 |
| Class 3 | 181 | 89 | 270 | 180 | - | 180 |
| Class 4 | 4,011 | 1,992 | 6,003 | 2,241 | - | 2,241 |
| Total | \$33,123 | \$16,408 | \$49,531 | \$60,961 | \$- | \$60,961 |

See end of tables for footnote.

Managed Risk Growth Fund

| Share class | Six months ended June 30, 2020 | | | Year ended December 31, 2019 | | |
|-------------|--------------------------------|-------------------------|--------------------------|------------------------------|-------------------------|--------------------------|
| | Ordinary income | Long-term capital gains | Total distributions paid | Ordinary income | Long-term capital gains | Total distributions paid |
| Class P1 | \$ 64 | \$ 375 | \$ 439 | \$ 61 | \$ 256 | \$ 317 |
| Class P2 | 3,441 | 21,394 | 24,835 | 3,581 | 26,324 | 29,905 |
| Total | \$3,505 | \$21,769 | \$25,274 | \$3,642 | \$26,580 | \$30,222 |

Managed Risk International Fund

| Share class | Six months ended June 30, 2020 | | | Year ended December 31, 2019 | | |
|-------------|--------------------------------|-------------------------|--------------------------|------------------------------|-------------------------|--------------------------|
| | Ordinary income | Long-term capital gains | Total distributions paid | Ordinary income | Long-term capital gains | Total distributions paid |
| Class P1 | \$ 21 | \$ 10 | \$ 31 | \$ 11 | \$ 16 | \$ 27 |
| Class P2 | 1,913 | 1,303 | 3,216 | 2,974 | 4,795 | 7,769 |
| Total | \$1,934 | \$1,313 | \$3,247 | \$2,985 | \$4,811 | \$7,796 |

Managed Risk Blue Chip Income and Growth Fund

| Share class | Six months ended June 30, 2020 | | | Year ended December 31, 2019 | | |
|-------------|--------------------------------|-------------------------|--------------------------|------------------------------|-------------------------|--------------------------|
| | Ordinary income | Long-term capital gains | Total distributions paid | Ordinary income | Long-term capital gains | Total distributions paid |
| Class P1 | \$ 25 | \$ 37 | \$ 62 | \$ 13 | \$ 40 | \$ 53 |
| Class P2 | 5,680 | 10,828 | 16,508 | 5,566 | 17,796 | 23,362 |
| Total | \$5,705 | \$10,865 | \$16,570 | \$5,579 | \$17,836 | \$23,415 |

Managed Risk Growth-Income Fund

| Share class | Six months ended June 30, 2020 | | | Year ended December 31, 2019 | | |
|-------------|--------------------------------|-------------------------|--------------------------|------------------------------|-------------------------|--------------------------|
| | Ordinary income | Long-term capital gains | Total distributions paid | Ordinary income | Long-term capital gains | Total distributions paid |
| Class P1 | \$29,129 | \$103,176 | \$132,305 | \$14,564 | \$14,505 | \$29,069 |
| Class P2 | 4,182 | 15,199 | 19,381 | 1,352 | 2,019 | 3,371 |
| Total | \$33,311 | \$118,375 | \$151,686 | \$15,916 | \$16,524 | \$32,440 |

Managed Risk Asset Allocation Fund

| Share class | Six months ended June 30, 2020 | | | Year ended December 31, 2019 | | |
|-------------|--------------------------------|-------------------------|--------------------------|------------------------------|-------------------------|--------------------------|
| | Ordinary income | Long-term capital gains | Total distributions paid | Ordinary income | Long-term capital gains | Total distributions paid |
| Class P1 | \$ 58 | \$ 146 | \$ 204 | \$ 5 | \$ 65 | \$ 70 |
| Class P2 | 40,641 | 105,833 | 146,474 | 62,691 | 115,050 | 177,741 |
| Total | \$40,699 | \$105,979 | \$146,678 | \$62,696 | \$115,115 | \$177,811 |

*Amount less than one thousand.

7. Fees and transactions

CRMC, the series' investment adviser, is the parent company of American Funds Distributors®, Inc. ("AFD"), the distributor of the series' shares, and American Funds Service Company® ("AFS"), the series' transfer agent. CRMC, AFD and AFS are considered related parties to the series.

Investment advisory services – The series has an investment advisory and service agreement with CRMC that provides for monthly fees accrued daily. These fees are based on annual rates that generally decrease as net asset levels increase. CRMC receives investment advisory fees from the underlying funds held by the managed risk funds. These fees are included in the net effective expense ratios that are provided as additional information in the financial highlights tables. Subadvisory fees for the managed risk funds are paid by CRMC to Milliman FRM. The managed risk funds are not responsible for paying any subadvisory fees.

Investment advisory services waivers – CRMC is waiving a portion of its investment advisory services fees for New World Fund, Capital Income Builder, Capital World Bond Fund, American Funds Mortgage Fund and each of the managed risk funds. Investment advisory services fees are presented in each fund's statement of operations gross of the waivers from CRMC. For the six months ended June 30, 2020, total investment advisory services fees waived by CRMC were \$3,259,000.

The range of rates, net asset levels and the current annualized rates of average daily net assets for each fund before and after any investment advisory services waivers (if applicable), are as follows:

| Fund | Rates | | Net asset level (in billions) | | For the six months ended June 30, 2020, before waiver | For the six months ended June 30, 2020, after waiver |
|---|-------------------|----------------|----------------------------------|-----------------|--|---|
| | Beginning with | Ending with | Up to | In excess of | | |
| Global Growth Fund | .690% | .460% | \$.6 | \$ 5.0 | .515% | .515% |
| Global Small Capitalization Fund | .800 | .635 | .6 | 5.0 | .697 | .697 |
| Growth Fund | .500 | .280 | .6 | 34.0 | .320 | .320 |
| International Fund | .690 | .430 | .5 | 21.0 | .495 | .495 |
| New World Fund | .850 | .580 | .5 | 4.0 | .703 | .643 |
| Blue Chip Income and Growth Fund | .500 | .350 | .6 | 10.5 | .391 | .391 |
| Global Growth and Income Fund | .690 | .480 | .6 | 3.0 | .599 | .599 |
| Growth-Income Fund | .500 | .219 | .6 | 34.0 | .257 | .257 |
| International Growth and Income Fund | .690 | .500 | .5 | 1.5 | .616 | .616 |
| Capital Income Builder | .500 | .410 | .6 | 1.0 | .482 | .395 |
| Asset Allocation Fund | .500 | .240 | .6 | 21.0 | .266 | .266 |
| Global Balanced Fund | .660 | .510 | .5 | 1.0 | .660 | .660 |
| Bond Fund | .480 | .320 | .6 | 13.0 | .363 | .363 |
| Capital World Bond Fund | .570 | .450 | 1.0 | 3.0 | .534 | .501 |
| High-Income Bond Fund | .500 | .420 | .6 | 2.0 | .481 | .481 |
| American Funds Mortgage Fund | .420 | .290 | .6 | 3.0 | .420 | .361 |
| Ultra-Short Bond Fund | .320 | .270 | 1.0 | 2.0 | .320 | .320 |
| U.S. Government/AAA-Rated Securities Fund | .420 | .290 | .6 | 3.0 | .343 | .343 |
| Managed Risk Growth Fund | .150 | | all | | .150 | .100 |
| Managed Risk International Fund | .150 | | all | | .150 | .100 |
| Managed Risk Blue Chip Income and Growth Fund | .150 | | all | | .150 | .100 |
| Managed Risk Growth-Income Fund | .150 | | all | | .150 | .100 |
| Managed Risk Asset Allocation Fund | .150 | | all | | .150 | .100 |

Distribution services – The series has plans of distribution for all share classes except Class 1. Under the plans, the board of trustees approves certain categories of expenses that are used to finance activities primarily intended to sell fund shares. The plans provide for payments to pay service fees to firms that have entered into agreements with the series. These payments, based on an annualized percentage of average daily net assets, range from 0.18% to 0.50% as noted in the table below. In some cases, the board of trustees has limited the amounts that may be paid to less than the maximum allowed by the plans.

| Share class | Currently approved limits | Plan limits |
|-------------|---------------------------|-------------|
| Class 1A | 0.00% | 0.25% |
| Class 2 | 0.25 | 0.25 |
| Class 3 | 0.18 | 0.18 |
| Class 4 | 0.25 | 0.25 |
| Class P1 | 0.00 | 0.25 |
| Class P2 | 0.25 | 0.50 |

Insurance administrative services – The series has an insurance administrative services plan for Class 1A, 4, P1 and P2 shares. Under the plan, these share classes pay 0.25% of each insurance company's respective average daily net assets in each share class to compensate the insurance companies for services provided to their separate accounts and contractholders for which the shares of the fund are beneficially owned as underlying investments of such contractholders' annuities. These services include, but are not limited to, maintenance, shareholder communications and transactional services. The insurance companies are not related parties to the series.

Transfer agent services – The series has a shareholder services agreement with AFS under which the funds compensate AFS for providing transfer agent services to all of the funds' share classes. These services include recordkeeping, shareholder communications and transaction processing. In addition, the managed risk funds reimburse AFS for amounts paid to third parties for performing transfer agent services on behalf of fund shareholders.

Administrative services – The series has an administrative services agreement with CRMC under which each fund compensates CRMC for providing administrative services to all of the funds' share classes except Class P1 and P2 shares. Administrative services are provided by CRMC and its affiliates to help assist third parties providing non-distribution services to fund shareholders. These services include providing in-depth information on each fund and market developments that impact fund investments. Administrative services also include, but are not limited to, coordinating, monitoring and overseeing third parties that provide services to fund shareholders. The agreement provides each fund, other than the managed risk funds, the ability to charge an administrative services fee at the annual rate of 0.05% of daily net assets attributable to each share class. Currently each fund, other than the managed-risk funds, pays CRMC an administrative services fee at the annual rate of 0.03% of daily net assets of each share class for CRMC's provision of administrative services. For the managed risk funds, CRMC receives administrative services fees at an annual rate of 0.03% of daily net assets from Class 1 shares of the underlying funds for administrative services provided to the series.

Accounting and administrative services – The managed risk funds have a subadministration agreement with Bank of New York Mellon ("BNY Mellon") under which the fund compensates BNY Mellon for providing accounting and administrative services to each of the managed risk funds' share classes. These services include, but are not limited to, fund accounting (including calculation of net asset value), financial reporting and tax services. BNY Mellon is not a related party to the managed risk funds.

Class-specific expenses under the agreements described above were as follows (dollars in thousands):

Global Growth Fund

| Share class | Distribution services | Insurance administrative services | Administrative services |
|-------------------------------|-----------------------|-----------------------------------|-------------------------|
| Class 1 | Not applicable | Not applicable | \$356 |
| Class 1A | \$ – | \$ 9 | 1 |
| Class 2 | 4,467 | Not applicable | 536 |
| Class 4 | 461 | 460 | 55 |
| Total class-specific expenses | \$4,928 | \$469 | \$948 |

Global Small Capitalization Fund

| Share class | Distribution services | Insurance administrative services | Administrative services |
|-------------------------------|-----------------------|-----------------------------------|-------------------------|
| Class 1 | Not applicable | Not applicable | \$276 |
| Class 1A | \$ – | \$ –* | –* |
| Class 2 | 2,597 | Not applicable | 312 |
| Class 4 | 233 | 233 | 28 |
| Total class-specific expenses | \$2,830 | \$233 | \$616 |

Growth Fund

| Share class | Distribution services | Insurance administrative services | Administrative services |
|-------------------------------|-----------------------|-----------------------------------|-------------------------|
| Class 1 | Not applicable | Not applicable | \$1,599 |
| Class 1A | \$ – | \$ 23 | 3 |
| Class 2 | 19,081 | Not applicable | 2,290 |
| Class 3 | 187 | Not applicable | 31 |
| Class 4 | 1,893 | 1,892 | 227 |
| Total class-specific expenses | \$21,161 | \$1,915 | \$4,150 |

International Fund

| Share class | Distribution services | Insurance administrative services | Administrative services |
|-------------------------------|-----------------------|-----------------------------------|-------------------------|
| Class 1 | Not applicable | Not applicable | \$ 697 |
| Class 1A | \$ – | \$ 8 | 1 |
| Class 2 | 4,670 | Not applicable | 561 |
| Class 3 | 19 | Not applicable | 3 |
| Class 4 | 415 | 415 | 50 |
| Total class-specific expenses | \$5,104 | \$423 | \$1,312 |

New World Fund

| Share class | Distribution services | Insurance administrative services | Administrative services |
|-------------------------------|-----------------------|-----------------------------------|-------------------------|
| Class 1 | Not applicable | Not applicable | \$277 |
| Class 1A | \$ – | \$ 5 | 1 |
| Class 2 | 1,078 | Not applicable | 129 |
| Class 4 | 741 | 741 | 89 |
| Total class-specific expenses | \$1,819 | \$746 | \$496 |

Blue Chip Income and Growth Fund

| Share class | Distribution services | Insurance administrative services | Administrative services |
|-------------------------------|-----------------------|-----------------------------------|-------------------------|
| Class 1 | Not applicable | Not applicable | \$ 739 |
| Class 1A | \$ – | \$ 11 | 1 |
| Class 2 | 3,401 | Not applicable | 408 |
| Class 4 | 739 | 739 | 89 |
| Total class-specific expenses | \$4,140 | \$750 | \$1,237 |

Global Growth and Income Fund

| Share class | Distribution services | Insurance administrative services | Administrative services |
|-------------------------------|-----------------------|-----------------------------------|-------------------------|
| Class 1 | Not applicable | Not applicable | \$ 86 |
| Class 1A | \$ – | \$ 2 | –* |
| Class 2 | 1,463 | Not applicable | 176 |
| Class 4 | 160 | 160 | 19 |
| Total class-specific expenses | \$1,623 | \$162 | \$281 |

Growth-Income Fund

| Share class | Distribution services | Insurance administrative services | Administrative services |
|-------------------------------|-----------------------|-----------------------------------|-------------------------|
| Class 1 | Not applicable | Not applicable | \$2,891 |
| Class 1A | \$ – | \$ 13 | 2 |
| Class 2 | 15,267 | Not applicable | 1,832 |
| Class 3 | 126 | Not applicable | 21 |
| Class 4 | 1,412 | 1,412 | 169 |
| Total class-specific expenses | \$16,805 | \$1,425 | \$4,915 |

International Growth and Income Fund

| Share class | Distribution services | Insurance administrative services | Administrative services |
|-------------------------------|-----------------------|-----------------------------------|-------------------------|
| Class 1 | Not applicable | Not applicable | \$148 |
| Class 1A | \$ – | \$ 2 | –* |
| Class 2 | 241 | Not applicable | 29 |
| Class 4 | 110 | 110 | 13 |
| Total class-specific expenses | \$351 | \$112 | \$190 |

Capital Income Builder

| Share class | Distribution services | Insurance administrative services | Administrative services |
|-------------------------------|-----------------------|-----------------------------------|-------------------------|
| Class 1 | Not applicable | Not applicable | \$ 77 |
| Class 1A | \$ – | \$ 7 | 1 |
| Class 2 | 7 | Not applicable | 1 |
| Class 4 | 521 | 521 | 62 |
| Total class-specific expenses | \$528 | \$528 | \$141 |

Asset Allocation Fund

| Share class | Distribution services | Insurance administrative services | Administrative services |
|-------------------------------|-----------------------|-----------------------------------|-------------------------|
| Class 1 | Not applicable | Not applicable | \$2,492 |
| Class 1A | \$ – | \$ 13 | 2 |
| Class 2 | 5,940 | Not applicable | 713 |
| Class 3 | 27 | Not applicable | 4 |
| Class 4 | 5,376 | 5,376 | 645 |
| Total class-specific expenses | \$11,343 | \$5,389 | \$3,856 |

Global Balanced Fund

| Share class | Distribution services | Insurance administrative services | Administrative services |
|-------------------------------|-----------------------|-----------------------------------|-------------------------|
| Class 1 | Not applicable | Not applicable | \$19 |
| Class 1A | \$ – | \$ 2 | –* |
| Class 2 | 238 | Not applicable | 29 |
| Class 4 | 112 | 112 | 13 |
| Total class-specific expenses | \$350 | \$114 | \$61 |

See end of tables for footnote.

Bond Fund

| Share class | Distribution services | Insurance administrative services | Administrative services |
|-------------------------------|-----------------------|-----------------------------------|-------------------------|
| Class 1 | Not applicable | Not applicable | \$ 951 |
| Class 1A | \$ – | \$ 9 | 1 |
| Class 2 | 4,420 | Not applicable | 530 |
| Class 4 | 671 | 671 | 81 |
| Total class-specific expenses | \$5,091 | \$680 | \$1,563 |

High-Income Bond Fund

| Share class | Distribution services | Insurance administrative services | Administrative services |
|-------------------------------|-----------------------|-----------------------------------|-------------------------|
| Class 1 | Not applicable | Not applicable | \$ 55 |
| Class 1A | \$ – | \$ 1 | –* |
| Class 2 | 767 | Not applicable | 92 |
| Class 3 | 8 | Not applicable | 1 |
| Class 4 | 64 | 64 | 8 |
| Total class-specific expenses | \$839 | \$65 | \$156 |

Ultra-Short Bond Fund

| Share class | Distribution services | Insurance administrative services | Administrative services |
|-------------------------------|-----------------------|-----------------------------------|-------------------------|
| Class 1 | Not applicable | Not applicable | \$ 5 |
| Class 1A | \$ – | \$ –* | –* |
| Class 2 | 311 | Not applicable | 37 |
| Class 3 | 3 | Not applicable | 1 |
| Class 4 | 37 | 37 | 5 |
| Total class-specific expenses | \$351 | \$37 | \$48 |

Managed Risk Growth Fund

| Share class | Distribution services | Insurance administrative services |
|-------------------------------|-----------------------|-----------------------------------|
| Class P1 | Not applicable | \$ 9 |
| Class P2 | \$543 | 543 |
| Total class-specific expenses | \$543 | \$552 |

Managed Risk Blue Chip Income and Growth Fund

| Share class | Distribution services | Insurance administrative services |
|-------------------------------|-----------------------|-----------------------------------|
| Class P1 | Not applicable | \$ 2 |
| Class P2 | \$424 | 424 |
| Total class-specific expenses | \$424 | \$426 |

Capital World Bond Fund

| Share class | Distribution services | Insurance administrative services | Administrative services |
|-------------------------------|-----------------------|-----------------------------------|-------------------------|
| Class 1 | Not applicable | Not applicable | \$155 |
| Class 1A | \$ – | \$ 1 | –* |
| Class 2 | 1,203 | Not applicable | 144 |
| Class 4 | 62 | 62 | 7 |
| Total class-specific expenses | \$1,265 | \$63 | \$306 |

American Funds Mortgage Fund

| Share class | Distribution services | Insurance administrative services | Administrative services |
|-------------------------------|-----------------------|-----------------------------------|-------------------------|
| Class 1 | Not applicable | Not applicable | \$30 |
| Class 1A | \$ – | \$ 1 | –* |
| Class 2 | 70 | Not applicable | 8 |
| Class 4 | 42 | 41 | 5 |
| Total class-specific expenses | \$112 | \$42 | \$43 |

U.S. Government/AAA-Rated Securities Fund

| Share class | Distribution services | Insurance administrative services | Administrative services |
|-------------------------------|-----------------------|-----------------------------------|-------------------------|
| Class 1 | Not applicable | Not applicable | \$162 |
| Class 1A | \$ – | \$ 4 | –* |
| Class 2 | 1,696 | Not applicable | 204 |
| Class 3 | 9 | Not applicable | 1 |
| Class 4 | 247 | 247 | 30 |
| Total class-specific expenses | \$1,952 | \$251 | \$397 |

Managed Risk International Fund

| Share class | Distribution services | Insurance administrative services |
|-------------------------------|-----------------------|-----------------------------------|
| Class P1 | Not applicable | \$ 1 |
| Class P2 | \$190 | 190 |
| Total class-specific expenses | \$190 | \$191 |

Managed Risk Growth-Income Fund

| Share class | Distribution services | Insurance administrative services |
|-------------------------------|-----------------------|-----------------------------------|
| Class P1 | Not applicable | \$2,388 |
| Class P2 | \$344 | 344 |
| Total class-specific expenses | \$344 | \$2,732 |

Managed Risk Asset Allocation Fund

| Share class | Distribution services | Insurance administrative services |
|-------------------------------|-----------------------|-----------------------------------|
| Class P1 | Not applicable | \$ 4 |
| Class P2 | \$3,321 | 3,321 |
| Total class-specific expenses | \$3,321 | \$3,325 |

*Amount less than one thousand.

Miscellaneous fee reimbursements – CRMC has agreed to reimburse a portion of miscellaneous fees and expenses of Managed Risk International Fund. Miscellaneous expenses exclude investment advisory services and distribution services fees. This reimbursement may be adjusted or discontinued by CRMC, subject to any restrictions in the series' prospectus. For the six months ended June 30, 2020, total fees and expenses reimbursed by CRMC were \$2,000. Fees and expenses in the fund's statement of operations are presented gross of any reimbursements from CRMC.

Trustees' deferred compensation – Trustees who are unaffiliated with CRMC may elect to defer the cash payment of part or all of their compensation. These deferred amounts, which remain as liabilities of the funds, are treated as if invested in one or more of the American Funds. These amounts represent general, unsecured liabilities of the funds and vary according to the total returns of the selected funds. Trustees' compensation, shown on the accompanying financial statements, reflects current fees (either paid in cash or deferred) and a net decrease in the value of the deferred amounts as follows (dollars in thousands):

| Fund | Current fees | (Decrease) increase in value of deferred amounts | Total trustees' compensation |
|---|--------------|--|------------------------------|
| Global Growth Fund | \$11 | \$(1) | \$10 |
| Global Small Capitalization Fund | 7 | —* | 7 |
| Growth Fund | 47 | (3) | 44 |
| International Fund | 16 | (2) | 14 |
| New World Fund | 6 | (1) | 5 |
| Blue Chip Income and Growth Fund | 15 | (1) | 14 |
| Global Growth and Income Fund | 3 | —* | 3 |
| Growth-Income Fund | 58 | (5) | 53 |
| International Growth and Income Fund | 2 | —* | 2 |
| Capital Income Builder | 2 | —* | 2 |
| Asset Allocation Fund | 45 | (6) | 39 |
| Global Balanced Fund | 1 | —* | 1 |
| Bond Fund | 18 | (4) | 14 |
| Capital World Bond Fund | 3 | (1) | 2 |
| High-Income Bond Fund | 2 | (1) | 1 |
| American Funds Mortgage Fund | —* | —* | —* |
| Ultra-Short Bond Fund | 1 | —* | 1 |
| U.S. Government/AAA-Rated Securities Fund | 5 | (3) | 2 |
| Managed Risk Growth Fund | 1 | —* | 1 |
| Managed Risk International Fund | —* | —* | —* |
| Managed Risk Blue Chip Income and Growth Fund | —* | —* | —* |
| Managed Risk Growth-Income Fund | 2 | 1 | 3 |
| Managed Risk Asset Allocation Fund | 3 | 1 | 4 |

*Amount less than one thousand.

Affiliated officers and trustees – Officers and certain trustees of the series are or may be considered to be affiliated with CRMC, AFD and AFS. No affiliated officers or trustees received any compensation directly from any fund in the series.

Investment in CCF – Some of the funds hold shares of CCF, an institutional prime money market fund managed by CRMC. CCF invests in high-quality, short-term money market instruments. CCF is used as the primary investment vehicle for each fund's short-term investments. CCF shares are only available for purchase by CRMC, its affiliates, and other funds managed by CRMC. CCF shares are not available to the public. CRMC does not receive an investment advisory services fee from CCF.

Security transactions with related funds – The funds may purchase from, or sell securities to, other CRMC-managed funds (or funds managed by certain affiliates of CRMC) under procedures adopted by the fund’s board of trustees. The funds involved in such transactions are considered related by virtue of having a common investment adviser (or affiliated investment advisers), common trustees and/or common officers. When such transactions occur, each transaction is executed at the current market price of the security and no brokerage commissions or fees are paid in accordance with Rule 17a-7 of the 1940 Act.

The following table presents purchase and sale transactions between each fund and related funds as of June 30, 2020 (dollars in thousands):

| Fund | Purchases | Sales | Net realized gain (loss) |
|---|-----------|-----------|--------------------------|
| Global Growth Fund | \$ 9,302 | \$ 26,059 | \$ 5,116 |
| Global Small Capitalization Fund | 34,841 | 36,098 | 916 |
| Growth Fund | 253,054 | 262,317 | 27,602 |
| International Fund | 46,693 | 59,299 | 7,938 |
| New World Fund | 42,173 | 38,710 | (2,212) |
| Blue Chip Income and Growth Fund | 143,063 | 55,397 | (1,792) |
| Global Growth and Income Fund | 1,744 | 23,222 | (11,375) |
| Growth-Income Fund | 309,537 | 470,032 | 26,622 |
| International Growth and Income Fund | 16,181 | 11,355 | (860) |
| Capital Income Builder | 70,291 | 40,039 | (9,814) |
| Asset Allocation Fund | 186,945 | 314,271 | 52,102 |
| Bond Fund | 33,448 | 14,511 | 1,255 |
| Capital World Bond Fund | 11,099 | 185 | 7 |
| High-Income Bond Fund | 2,877 | 365,982 | (18,814) |
| U.S. Government/AAA-Rated Securities Fund | – | 444,556 | 22,675 |

8. Committed line of credit

Global Small Capitalization Fund, New World Fund and High-Income Bond Fund participate with other funds managed by CRMC in a \$1.5 billion credit facility (the “line of credit”) to be utilized for temporary purposes to fund shareholder redemptions. Each fund has agreed to pay commitment fees on its pro-rata portion of the line of credit, which are reflected in other expenses in each fund’s statement of operations. None of the funds borrowed on this line of credit at any time during the six months ended June 30, 2020.

9. Capital share transactions

Capital share transactions in the funds were as follows (dollars and shares in thousands):

Global Growth Fund

| Share class | Sales* | | Reinvestments of distributions | | Repurchases* | | Net increase (decrease) | |
|---------------------------------------|-----------|--------|--------------------------------|--------|--------------|----------|-------------------------|---------|
| | Amount | Shares | Amount | Shares | Amount | Shares | Amount | Shares |
| Six months ended June 30, 2020 | | | | | | | | |
| Class 1 | \$137,872 | 4,527 | \$ 78,701 | 2,393 | \$(178,482) | (5,864) | \$ 38,091 | 1,056 |
| Class 1A | 1,052 | 35 | 217 | 7 | (1,893) | (69) | (624) | (27) |
| Class 2 | 20,996 | 726 | 116,174 | 3,572 | (285,902) | (9,235) | (148,732) | (4,937) |
| Class 4 | 33,776 | 1,095 | 12,130 | 375 | (28,061) | (958) | 17,845 | 512 |
| Total net increase (decrease) | \$193,696 | 6,383 | \$207,222 | 6,347 | \$(494,338) | (16,126) | \$ (93,420) | (3,396) |
| Year ended December 31, 2019 | | | | | | | | |
| Class 1 | \$230,089 | 7,777 | \$152,273 | 5,192 | \$(333,318) | (11,180) | \$ 49,044 | 1,789 |
| Class 1A | 1,744 | 62 | 449 | 15 | (572) | (19) | 1,621 | 58 |
| Class 2 | 44,842 | 1,552 | 244,600 | 8,453 | (555,704) | (18,803) | (266,262) | (8,798) |
| Class 4 | 70,615 | 2,415 | 20,612 | 716 | (29,399) | (1,009) | 61,828 | 2,122 |
| Total net increase (decrease) | \$347,290 | 11,806 | \$417,934 | 14,376 | \$(918,993) | (31,011) | \$(153,769) | (4,829) |

Global Small Capitalization Fund

| Share class | Sales* | | Reinvestments of distributions | | Repurchases* | | Net increase (decrease) | |
|---------------------------------------|-----------|--------|--------------------------------|--------|--------------|----------|-------------------------|--------|
| | Amount | Shares | Amount | Shares | Amount | Shares | Amount | Shares |
| Six months ended June 30, 2020 | | | | | | | | |
| Class 1 | \$172,768 | 8,351 | \$125,091 | 5,146 | \$(219,411) | (9,590) | \$ 78,448 | 3,907 |
| Class 1A | 163 | 7 | 43 | 2 | (57) | (3) | 149 | 6 |
| Class 2 | 51,360 | 2,516 | 145,869 | 6,194 | (147,706) | (6,121) | 49,523 | 2,589 |
| Class 4 | 16,798 | 743 | 13,089 | 553 | (15,504) | (673) | 14,383 | 623 |
| Total net increase (decrease) | \$241,089 | 11,617 | \$284,092 | 11,895 | \$(382,678) | (16,387) | \$ 142,503 | 7,125 |

Year ended December 31, 2019

| | | | | | | | | |
|-------------------------------|-----------|--------|-----------|--------|-------------|----------|------------|---------|
| Class 1 | \$337,817 | 13,612 | \$125,498 | 5,216 | \$(226,381) | (9,119) | \$ 236,934 | 9,709 |
| Class 1A | 196 | 8 | 28 | 2 | (96) | (4) | 128 | 6 |
| Class 2 | 21,553 | 917 | 147,687 | 6,340 | (327,909) | (13,596) | (158,669) | (6,339) |
| Class 4 | 35,449 | 1,468 | 11,115 | 475 | (22,005) | (911) | 24,559 | 1,032 |
| Total net increase (decrease) | \$395,015 | 16,005 | \$284,328 | 12,033 | \$(576,391) | (23,630) | \$ 102,952 | 4,408 |

Growth Fund

| Share class | Sales* | | Reinvestments of distributions | | Repurchases* | | Net increase (decrease) | |
|---------------------------------------|-------------|--------|--------------------------------|--------|---------------|----------|-------------------------|---------|
| | Amount | Shares | Amount | Shares | Amount | Shares | Amount | Shares |
| Six months ended June 30, 2020 | | | | | | | | |
| Class 1 | \$1,201,297 | 15,603 | \$ 317,441 | 3,607 | \$(1,495,269) | (18,874) | \$ 23,469 | 336 |
| Class 1A | 7,999 | 95 | 603 | 7 | (2,682) | (35) | 5,920 | 67 |
| Class 2 | 228,247 | 2,918 | 444,599 | 5,098 | (1,385,153) | (17,154) | (712,307) | (9,138) |
| Class 3 | 1,018 | 14 | 5,993 | 67 | (14,242) | (171) | (7,231) | (90) |
| Class 4 | 138,894 | 1,789 | 45,870 | 534 | (121,825) | (1,569) | 62,939 | 754 |
| Total net increase (decrease) | \$1,577,455 | 20,419 | \$ 814,506 | 9,313 | \$(3,019,171) | (37,803) | \$(627,210) | (8,071) |

Year ended December 31, 2019

| | | | | | | | | |
|-------------------------------|-------------|--------|-------------|--------|---------------|----------|------------|--------|
| Class 1 | \$ 896,700 | 11,839 | \$1,112,851 | 15,532 | \$(1,155,174) | (15,026) | \$ 854,377 | 12,345 |
| Class 1A | 6,106 | 81 | 1,482 | 21 | (1,574) | (20) | 6,014 | 82 |
| Class 2 | 294,401 | 3,907 | 1,692,272 | 23,866 | (2,108,133) | (27,828) | (121,460) | (55) |
| Class 3 | 1,763 | 23 | 23,154 | 321 | (29,706) | (390) | (4,789) | (46) |
| Class 4 | 227,023 | 3,055 | 145,699 | 2,087 | (131,942) | (1,767) | 240,780 | 3,375 |
| Total net increase (decrease) | \$1,425,993 | 18,905 | \$2,975,458 | 41,827 | \$(3,426,529) | (45,031) | \$ 974,922 | 15,701 |

See end of tables for footnotes.

International Fund

| Share class | Sales* | | Reinvestments of distributions | | Repurchases* | | Net (decrease) increase | |
|---------------------------------------|-----------|--------|--------------------------------|--------|--------------|----------|-------------------------|--------|
| | Amount | Shares | Amount | Shares | Amount | Shares | Amount | Shares |
| Six months ended June 30, 2020 | | | | | | | | |
| Class 1 | \$388,665 | 23,703 | \$ 11,267 | 597 | \$ (440,804) | (24,999) | \$ (40,872) | (699) |
| Class 1A | 1,828 | 102 | 13 | 1 | (573) | (32) | 1,268 | 71 |
| Class 2 | 199,891 | 11,906 | 7,418 | 395 | (208,199) | (11,265) | (890) | 1,036 |
| Class 3 | 158 | 9 | 42 | 2 | (1,059) | (58) | (859) | (47) |
| Class 4 | 30,329 | 1,783 | 522 | 28 | (26,390) | (1,483) | 4,461 | 328 |
| Total net increase (decrease) | \$620,871 | 37,503 | \$ 19,262 | 1,023 | \$ (677,025) | (37,837) | \$ (36,892) | 689 |

Year ended December 31, 2019

| | | | | | | | | |
|-------------------------------|-----------|--------|-----------|--------|---------------|----------|-------------|----------|
| Class 1 | \$171,233 | 8,812 | \$215,640 | 10,988 | \$ (699,395) | (35,642) | \$(312,522) | (15,842) |
| Class 1A | 2,060 | 106 | 236 | 12 | (1,174) | (59) | 1,122 | 59 |
| Class 2 | 175,514 | 9,064 | 164,024 | 8,407 | (591,706) | (30,261) | (252,168) | (12,790) |
| Class 3 | 238 | 13 | 991 | 50 | (4,348) | (224) | (3,119) | (161) |
| Class 4 | 60,129 | 3,112 | 13,366 | 694 | (43,609) | (2,263) | 29,886 | 1,543 |
| Total net increase (decrease) | \$409,174 | 21,107 | \$394,257 | 20,151 | \$(1,340,232) | (68,449) | \$(536,801) | (27,191) |

New World Fund

| Share class | Sales* | | Reinvestments of distributions | | Repurchases* | | Net (decrease) increase | |
|---------------------------------------|-----------|--------|--------------------------------|--------|--------------|----------|-------------------------|---------|
| | Amount | Shares | Amount | Shares | Amount | Shares | Amount | Shares |
| Six months ended June 30, 2020 | | | | | | | | |
| Class 1 | \$ 44,914 | 2,137 | \$ 23,133 | 946 | \$(185,645) | (8,197) | \$(117,598) | (5,114) |
| Class 1A | 2,951 | 128 | 67 | 3 | (781) | (35) | 2,237 | 96 |
| Class 2 | 37,068 | 1,679 | 10,803 | 446 | (76,551) | (3,236) | (28,680) | (1,111) |
| Class 4 | 50,331 | 2,264 | 7,473 | 311 | (27,437) | (1,209) | 30,367 | 1,366 |
| Total net increase (decrease) | \$135,264 | 6,208 | \$ 41,476 | 1,706 | \$(290,414) | (12,677) | \$(113,674) | (4,763) |

Year ended December 31, 2019

| | | | | | | | | |
|-------------------------------|-----------|--------|-----------|-------|-------------|----------|-----------|---------|
| Class 1 | \$149,338 | 6,057 | \$ 94,601 | 3,981 | \$(207,841) | (8,743) | \$ 36,098 | 1,295 |
| Class 1A | 1,685 | 70 | 171 | 7 | (408) | (17) | 1,448 | 60 |
| Class 2 | 68,793 | 2,911 | 43,651 | 1,861 | (165,106) | (6,991) | (52,662) | (2,219) |
| Class 4 | 83,946 | 3,576 | 25,555 | 1,096 | (39,744) | (1,687) | 69,757 | 2,985 |
| Total net increase (decrease) | \$303,762 | 12,614 | \$163,978 | 6,945 | \$(413,099) | (17,438) | \$ 54,641 | 2,121 |

Blue Chip Income and Growth Fund

| Share class | Sales* | | Reinvestments of distributions | | Repurchases* | | Net (decrease) increase | |
|---------------------------------------|-----------|--------|--------------------------------|--------|--------------|----------|-------------------------|---------|
| | Amount | Shares | Amount | Shares | Amount | Shares | Amount | Shares |
| Six months ended June 30, 2020 | | | | | | | | |
| Class 1 | \$376,445 | 34,283 | \$ 83,851 | 6,495 | \$(479,153) | (41,220) | \$(18,857) | (442) |
| Class 1A | 4,165 | 355 | 180 | 14 | (496) | (42) | 3,849 | 327 |
| Class 2 | 57,979 | 5,410 | 46,338 | 3,643 | (152,947) | (12,250) | (48,630) | (3,197) |
| Class 4 | 94,984 | 8,201 | 10,485 | 830 | (26,845) | (2,297) | 78,624 | 6,734 |
| Total net increase (decrease) | \$533,573 | 48,249 | \$140,854 | 10,982 | \$(659,441) | (55,809) | \$ 14,986 | 3,422 |

Year ended December 31, 2019

| | | | | | | | | |
|-------------------------------|-----------|--------|-----------|--------|-------------|----------|-----------|---------|
| Class 1 | \$213,624 | 16,737 | \$525,212 | 41,913 | \$(484,978) | (37,271) | \$253,858 | 21,379 |
| Class 1A | 5,177 | 403 | 598 | 47 | (451) | (35) | 5,324 | 415 |
| Class 2 | 28,815 | 2,244 | 298,911 | 24,211 | (366,595) | (28,328) | (38,869) | (1,873) |
| Class 4 | 198,327 | 15,485 | 49,345 | 4,013 | (38,161) | (2,979) | 209,511 | 16,519 |
| Total net increase (decrease) | \$445,943 | 34,869 | \$874,066 | 70,184 | \$(890,185) | (68,613) | \$429,824 | 36,440 |

Global Growth and Income Fund

| Share class | Sales* | | Reinvestments of distributions | | Repurchases* | | Net increase (decrease) | |
|---------------------------------------|-----------|--------|--------------------------------|--------|--------------|----------|-------------------------|--------|
| | Amount | Shares | Amount | Shares | Amount | Shares | Amount | Shares |
| Six months ended June 30, 2020 | | | | | | | | |
| Class 1 | \$220,708 | 17,518 | \$ 17,145 | 1,207 | \$(186,270) | (14,634) | \$ 51,583 | 4,091 |
| Class 1A | 283 | 23 | 59 | 4 | (63) | (5) | 279 | 22 |
| Class 2 | 33,099 | 2,678 | 36,059 | 2,547 | (68,359) | (4,755) | 799 | 470 |
| Class 4 | 14,786 | 1,123 | 4,005 | 288 | (10,672) | (813) | 8,119 | 598 |
| Total net increase (decrease) | \$268,876 | 21,342 | \$ 57,268 | 4,046 | \$(265,364) | (20,207) | \$ 60,780 | 5,181 |

Year ended December 31, 2019

| | | | | | | | | |
|-------------------------------|-----------|-------|-----------|-------|-------------|----------|-------------|---------|
| Class 1 | \$ 43,801 | 2,986 | \$ 38,762 | 2,639 | \$ (61,157) | (4,174) | \$ 21,406 | 1,451 |
| Class 1A | 809 | 55 | 100 | 7 | (205) | (14) | 704 | 48 |
| Class 2 | 15,277 | 1,057 | 91,385 | 6,251 | (232,647) | (15,758) | (125,985) | (8,450) |
| Class 4 | 34,845 | 2,405 | 8,268 | 574 | (16,175) | (1,116) | 26,938 | 1,863 |
| Total net increase (decrease) | \$ 94,732 | 6,503 | \$138,515 | 9,471 | \$(310,184) | (21,062) | \$ (76,937) | (5,088) |

Growth-Income Fund

| Share class | Sales* | | Reinvestments of distributions | | Repurchases* | | Net increase (decrease) | |
|---------------------------------------|-------------|--------|--------------------------------|--------|---------------|----------|-------------------------|---------|
| | Amount | Shares | Amount | Shares | Amount | Shares | Amount | Shares |
| Six months ended June 30, 2020 | | | | | | | | |
| Class 1 | \$1,399,453 | 32,553 | \$ 625,200 | 12,835 | \$(1,625,978) | (36,304) | \$ 398,675 | 9,084 |
| Class 1A | 1,291 | 29 | 340 | 7 | (692) | (15) | 939 | 21 |
| Class 2 | 153,560 | 3,505 | 391,083 | 8,139 | (726,766) | (15,483) | (182,123) | (3,839) |
| Class 3 | 1,033 | 22 | 4,386 | 90 | (9,423) | (197) | (4,004) | (85) |
| Class 4 | 88,454 | 1,971 | 36,775 | 775 | (75,133) | (1,678) | 50,096 | 1,068 |
| Total net increase (decrease) | \$1,643,791 | 38,080 | \$1,057,784 | 21,846 | \$(2,437,992) | (53,677) | \$ 263,583 | 6,249 |

Year ended December 31, 2019

| | | | | | | | | |
|-------------------------------|-------------|--------|-------------|--------|---------------|----------|-------------|--------|
| Class 1 | \$1,061,581 | 21,810 | \$2,276,758 | 48,690 | \$(1,229,398) | (25,018) | \$2,108,941 | 45,482 |
| Class 1A | 3,121 | 63 | 1,031 | 22 | (929) | (19) | 3,223 | 66 |
| Class 2 | 173,237 | 3,593 | 1,532,457 | 33,240 | (1,626,668) | (33,632) | 79,026 | 3,201 |
| Class 3 | 2,080 | 42 | 17,705 | 379 | (21,190) | (431) | (1,405) | (10) |
| Class 4 | 180,857 | 3,787 | 125,407 | 2,752 | (103,759) | (2,175) | 202,505 | 4,364 |
| Total net increase (decrease) | \$1,420,876 | 29,295 | \$3,953,358 | 85,083 | \$(2,981,944) | (61,275) | \$2,392,290 | 53,103 |

See end of tables for footnotes.

International Growth and Income Fund

| Share class | Sales* | | Reinvestments of distributions | | Repurchases* | | Net increase (decrease) | |
|---------------------------------------|----------|--------|--------------------------------|----------------|--------------|---------|-------------------------|---------|
| | Amount | Shares | Amount | Shares | Amount | Shares | Amount | Shares |
| Six months ended June 30, 2020 | | | | | | | | |
| Class 1 | \$71,907 | 5,085 | \$ 2,659 | 168 | \$ (27,857) | (1,832) | \$ 46,709 | 3,421 |
| Class 1A | 734 | 52 | 5 | — [†] | (706) | (44) | 33 | 8 |
| Class 2 | 11,558 | 828 | 399 | 25 | (45,938) | (2,621) | (33,981) | (1,768) |
| Class 4 | 11,342 | 746 | 158 | 10 | (6,864) | (461) | 4,636 | 295 |
| Total net increase (decrease) | \$95,541 | 6,711 | \$ 3,221 | 203 | \$ (81,365) | (4,958) | \$ 17,397 | 1,956 |

Year ended December 31, 2019

| | | | | | | | | |
|-------------------------------|----------|-------|----------|-------|-------------|----------|------------|---------|
| Class 1 | \$ 9,331 | 555 | \$41,626 | 2,406 | \$(130,370) | (7,620) | \$(79,413) | (4,659) |
| Class 1A | 364 | 22 | 83 | 5 | (75) | (4) | 372 | 23 |
| Class 2 | 14,448 | 831 | 8,726 | 507 | (37,612) | (2,202) | (14,438) | (864) |
| Class 4 | 20,154 | 1,195 | 3,113 | 182 | (7,857) | (466) | 15,410 | 911 |
| Total net increase (decrease) | \$44,297 | 2,603 | \$53,548 | 3,100 | \$(175,914) | (10,292) | \$(78,069) | (4,589) |

Capital Income Builder

| Share class | Sales* | | Reinvestments of distributions | | Repurchases* | | Net increase (decrease) | |
|---------------------------------------|-----------|--------|--------------------------------|--------|--------------|----------|-------------------------|--------|
| | Amount | Shares | Amount | Shares | Amount | Shares | Amount | Shares |
| Six months ended June 30, 2020 | | | | | | | | |
| Class 1 | \$155,944 | 16,257 | \$ 8,420 | 910 | \$(123,750) | (13,164) | \$ 40,614 | 4,003 |
| Class 1A | 108 | 12 | 78 | 8 | (242) | (25) | (56) | (5) |
| Class 2 | 914 | 93 | 82 | 9 | (163) | (16) | 833 | 86 |
| Class 4 | 28,162 | 2,825 | 5,699 | 616 | (32,443) | (3,386) | 1,418 | 55 |
| Total net increase (decrease) | \$185,128 | 19,187 | \$14,279 | 1,543 | \$(156,598) | (16,591) | \$ 42,809 | 4,139 |

Year ended December 31, 2019

| | | | | | | | | |
|-------------------------------|-----------|--------|----------|-------|------------|---------|-----------|--------|
| Class 1 | \$160,592 | 15,806 | \$13,476 | 1,322 | \$(12,510) | (1,240) | \$161,558 | 15,888 |
| Class 1A | 2,709 | 268 | 126 | 12 | (345) | (34) | 2,490 | 246 |
| Class 2 | 1,661 | 165 | 137 | 13 | (567) | (56) | 1,231 | 122 |
| Class 4 | 66,462 | 6,575 | 10,875 | 1,070 | (29,407) | (2,903) | 47,930 | 4,742 |
| Total net increase (decrease) | \$231,424 | 22,814 | \$24,614 | 2,417 | \$(42,829) | (4,233) | \$213,209 | 20,998 |

Asset Allocation Fund

| Share class | Sales* | | Reinvestments of distributions | | Repurchases* | | Net (decrease) increase | |
|---------------------------------------|-------------|--------|--------------------------------|--------|---------------|----------|-------------------------|----------|
| | Amount | Shares | Amount | Shares | Amount | Shares | Amount | Shares |
| Six months ended June 30, 2020 | | | | | | | | |
| Class 1 | \$1,338,592 | 60,714 | \$ 159,726 | 6,661 | \$(1,705,001) | (78,164) | \$ (206,683) | (10,789) |
| Class 1A | 1,697 | 73 | 97 | 4 | (1,033) | (47) | 761 | 30 |
| Class 2 | 58,203 | 2,570 | 43,514 | 1,835 | (310,423) | (13,890) | (208,706) | (9,485) |
| Class 3 | 357 | 15 | 274 | 12 | (1,998) | (89) | (1,367) | (62) |
| Class 4 | 213,254 | 9,477 | 38,940 | 1,652 | (141,527) | (6,432) | 110,667 | 4,697 |
| Total net increase (decrease) | \$1,612,103 | 72,849 | \$ 242,551 | 10,164 | \$(2,159,982) | (98,622) | \$ (305,328) | (15,609) |

Year ended December 31, 2019

| | | | | | | | | |
|-------------------------------|-------------|--------|-------------|--------|---------------|----------|-------------|---------|
| Class 1 | \$1,081,611 | 47,062 | \$1,173,430 | 52,076 | \$(1,121,605) | (48,857) | \$1,133,436 | 50,281 |
| Class 1A | 2,765 | 122 | 605 | 27 | (689) | (30) | 2,681 | 119 |
| Class 2 | 111,154 | 4,871 | 347,279 | 15,613 | (575,603) | (25,266) | (117,170) | (4,782) |
| Class 3 | 991 | 43 | 2,189 | 97 | (4,150) | (180) | (970) | (40) |
| Class 4 | 356,681 | 15,732 | 277,834 | 12,559 | (218,378) | (9,706) | 416,137 | 18,585 |
| Total net increase (decrease) | \$1,553,202 | 67,830 | \$1,801,337 | 80,372 | \$(1,920,425) | (84,039) | \$1,434,114 | 64,163 |

Global Balanced Fund

| Share class | Sales* | | Reinvestments of distributions | | Repurchases* | | Net (decrease) increase | |
|---------------------------------------|----------|--------|--------------------------------|--------|--------------|---------|-------------------------|--------|
| | Amount | Shares | Amount | Shares | Amount | Shares | Amount | Shares |
| Six months ended June 30, 2020 | | | | | | | | |
| Class 1 | \$22,993 | 1,858 | \$ 446 | 33 | \$(24,873) | (2,043) | \$(1,434) | (152) |
| Class 1A | 28 | 2 | 8 | 1 | (61) | (5) | (25) | (2) |
| Class 2 | 5,600 | 454 | 676 | 51 | (14,204) | (1,124) | (7,928) | (619) |
| Class 4 | 5,141 | 401 | 326 | 25 | (4,540) | (365) | 927 | 61 |
| Total net increase (decrease) | \$33,762 | 2,715 | \$ 1,456 | 110 | \$(43,678) | (3,537) | \$(8,460) | (712) |

Year ended December 31, 2019

| | | | | | | | | |
|-------------------------------|----------|-------|----------|-------|------------|---------|----------|-------|
| Class 1 | \$10,073 | 777 | \$ 5,390 | 408 | \$(9,768) | (718) | \$ 5,695 | 467 |
| Class 1A | 111 | 9 | 89 | 7 | (237) | (19) | (37) | (3) |
| Class 2 | 7,858 | 607 | 8,009 | 608 | (22,255) | (1,722) | (6,388) | (507) |
| Class 4 | 15,727 | 1,225 | 3,446 | 264 | (6,014) | (470) | 13,159 | 1,019 |
| Total net increase (decrease) | \$33,769 | 2,618 | \$16,934 | 1,287 | \$(38,274) | (2,929) | \$12,429 | 976 |

Bond Fund

| Share class | Sales* | | Reinvestments of distributions | | Repurchases* | | Net (decrease) increase | |
|---------------------------------------|-------------|--------|--------------------------------|--------|---------------|-----------|-------------------------|----------|
| | Amount | Shares | Amount | Shares | Amount | Shares | Amount | Shares |
| Six months ended June 30, 2020 | | | | | | | | |
| Class 1 | \$ 732,040 | 63,595 | \$ 86,833 | 7,428 | \$(1,418,621) | (124,125) | \$(599,748) | (53,102) |
| Class 1A | 1,618 | 142 | 106 | 9 | (988) | (87) | 736 | 64 |
| Class 2 | 174,874 | 15,300 | 48,761 | 4,229 | (369,090) | (32,700) | (145,455) | (13,171) |
| Class 4 | 103,567 | 9,145 | 7,594 | 661 | (58,084) | (5,161) | 53,077 | 4,645 |
| Total net increase (decrease) | \$1,012,099 | 88,182 | \$143,294 | 12,327 | \$(1,846,783) | (162,073) | \$(691,390) | (61,564) |

Year ended December 31, 2019

| | | | | | | | | |
|-------------------------------|------------|--------|-----------|--------|---------------|----------|------------|----------|
| Class 1 | \$ 562,508 | 51,468 | \$176,372 | 15,842 | \$(614,303) | (56,025) | \$ 124,577 | 11,285 |
| Class 1A | 3,719 | 336 | 165 | 15 | (744) | (67) | 3,140 | 284 |
| Class 2 | 133,036 | 12,239 | 90,797 | 8,262 | (413,489) | (38,133) | (189,656) | (17,632) |
| Class 4 | 149,767 | 13,753 | 11,384 | 1,037 | (49,519) | (4,574) | 111,632 | 10,216 |
| Total net increase (decrease) | \$ 849,030 | 77,796 | \$278,718 | 25,156 | \$(1,078,055) | (98,799) | \$ 49,693 | 4,153 |

Capital World Bond Fund

| Share class | Sales* | | Reinvestments of distributions | | Repurchases* | | Net (decrease) increase | |
|---------------------------------------|-----------|--------|--------------------------------|--------|--------------|----------|-------------------------|---------|
| | Amount | Shares | Amount | Shares | Amount | Shares | Amount | Shares |
| Six months ended June 30, 2020 | | | | | | | | |
| Class 1 | \$168,432 | 14,048 | \$20,667 | 1,702 | \$(202,146) | (17,074) | \$(13,047) | (1,324) |
| Class 1A | 179 | 15 | 11 | 1 | (58) | (5) | 132 | 11 |
| Class 2 | 58,590 | 4,952 | 18,154 | 1,508 | (110,293) | (9,359) | (33,549) | (2,899) |
| Class 4 | 10,509 | 878 | 948 | 80 | (11,495) | (973) | (38) | (15) |
| Total net increase (decrease) | \$237,710 | 19,893 | \$39,780 | 3,291 | \$(323,992) | (27,411) | \$(46,502) | (4,227) |

Year ended December 31, 2019

| | | | | | | | | |
|-------------------------------|-----------|--------|----------|-------|-------------|----------|------------|---------|
| Class 1 | \$ 94,035 | 7,945 | \$19,056 | 1,588 | \$(113,011) | (9,529) | \$ 80 | 4 |
| Class 1A | 84 | 7 | 7 | 1 | (59) | (5) | 32 | 3 |
| Class 2 | 33,181 | 2,816 | 15,927 | 1,338 | (140,715) | (11,911) | (91,607) | (7,757) |
| Class 4 | 13,230 | 1,132 | 649 | 55 | (7,381) | (629) | 6,498 | 558 |
| Total net increase (decrease) | \$140,530 | 11,900 | \$35,639 | 2,982 | \$(261,166) | (22,074) | \$(84,997) | (7,192) |

See end of tables for footnotes.

High-Income Bond Fund

| Share class | Sales* | | Reinvestments of distributions | | Repurchases* | | Net (decrease) increase | |
|---------------------------------------|----------|--------|--------------------------------|--------|--------------|----------|-------------------------|----------|
| | Amount | Shares | Amount | Shares | Amount | Shares | Amount | Shares |
| Six months ended June 30, 2020 | | | | | | | | |
| Class 1 | \$14,699 | 1,681 | \$ 1,802 | 191 | \$(379,982) | (42,604) | \$(363,481) | (40,732) |
| Class 1A | 236 | 26 | 14 | 1 | (50) | (6) | 200 | 21 |
| Class 2 | 9,966 | 1,072 | 10,081 | 1,088 | (34,953) | (3,866) | (14,906) | (1,706) |
| Class 3 | 243 | 26 | 148 | 15 | (807) | (87) | (416) | (46) |
| Class 4 | 33,852 | 3,350 | 758 | 75 | (44,656) | (4,355) | (10,046) | (930) |
| Total net increase (decrease) | \$58,996 | 6,155 | \$12,803 | 1,370 | \$(460,448) | (50,918) | \$(388,649) | (43,393) |

Year ended December 31, 2019

| | | | | | | | | |
|-------------------------------|----------|-------|----------|-------|-------------|----------|------------|---------|
| Class 1 | \$ 9,412 | 933 | \$33,027 | 3,374 | \$ (48,250) | (4,826) | \$ (5,811) | (519) |
| Class 1A | 353 | 35 | 45 | 5 | (350) | (35) | 48 | 5 |
| Class 2 | 10,165 | 1,039 | 41,753 | 4,340 | (84,344) | (8,552) | (32,426) | (3,173) |
| Class 3 | 613 | 61 | 611 | 62 | (1,328) | (132) | (104) | (9) |
| Class 4 | 64,302 | 6,070 | 3,353 | 321 | (37,801) | (3,523) | 29,854 | 2,868 |
| Total net increase (decrease) | \$84,845 | 8,138 | \$78,789 | 8,102 | \$(172,073) | (17,068) | \$ (8,439) | (828) |

Mortgage Fund

| Share class | Sales* | | Reinvestments of distributions | | Repurchases* | | Net (decrease) increase | |
|---------------------------------------|----------|--------|--------------------------------|----------------|--------------|---------|-------------------------|---------|
| | Amount | Shares | Amount | Shares | Amount | Shares | Amount | Shares |
| Six months ended June 30, 2020 | | | | | | | | |
| Class 1 | \$25,935 | 2,378 | \$1,109 | 100 | \$(55,643) | (5,106) | \$(28,599) | (2,628) |
| Class 1A | 198 | 18 | 3 | — [†] | (124) | (11) | 77 | 7 |
| Class 2 | 3,290 | 303 | 292 | 27 | (6,669) | (610) | (3,087) | (280) |
| Class 4 | 17,488 | 1,618 | 198 | 18 | (8,470) | (781) | 9,216 | 855 |
| Total net increase (decrease) | \$46,911 | 4,317 | \$1,602 | 145 | \$(70,906) | (6,508) | \$(22,393) | (2,046) |

Year ended December 31, 2019

| | | | | | | | | |
|-------------------------------|----------|-------|---------|-----|------------|---------|------------|-------|
| Class 1 | \$31,595 | 3,007 | \$5,573 | 528 | \$(41,843) | (3,959) | \$ (4,675) | (424) |
| Class 1A | 166 | 16 | 12 | 1 | (444) | (42) | (266) | (25) |
| Class 2 | 4,351 | 413 | 1,355 | 129 | (7,802) | (738) | (2,096) | (196) |
| Class 4 | 11,996 | 1,146 | 585 | 56 | (9,761) | (944) | 2,820 | 258 |
| Total net increase (decrease) | \$48,108 | 4,582 | \$7,525 | 714 | \$(59,850) | (5,683) | \$ (4,217) | (387) |

Ultra-Short Bond Fund

| Share class | Sales* | | Reinvestments of distributions | | Repurchases* | | Net increase (decrease) | |
|---------------------------------------|-----------|--------|--------------------------------|----------------|--------------|---------|-------------------------|----------------|
| | Amount | Shares | Amount | Shares | Amount | Shares | Amount | Shares |
| Six months ended June 30, 2020 | | | | | | | | |
| Class 1 | \$ 19,129 | 1,687 | \$ 104 | 9 | \$ (6,205) | (547) | \$ 13,028 | 1,149 |
| Class 1A | — | — | — [†] | — [†] | — | — | — [†] | — [†] |
| Class 2 | 83,973 | 7,609 | 558 | 51 | (50,003) | (4,532) | 34,528 | 3,128 |
| Class 3 | 1,092 | 98 | 8 | 1 | (584) | (52) | 516 | 47 |
| Class 4 | 23,847 | 2,138 | 67 | 6 | (12,394) | (1,112) | 11,520 | 1,032 |
| Total net increase (decrease) | \$128,041 | 11,532 | \$ 737 | 67 | \$ (69,186) | (6,243) | \$ 59,592 | 5,356 |

Year ended December 31, 2019

| | | | | | | | | |
|-------------------------------|-----------|--------|----------------|----------------|-------------|----------|----------------|----------------|
| Class 1 | \$ 9,753 | 856 | \$ 604 | 53 | \$ (17,930) | (1,576) | \$ (7,573) | (667) |
| Class 1A | — | — | — [†] | — [†] | — | — | — [†] | — [†] |
| Class 2 | 85,259 | 7,676 | 4,088 | 371 | (106,127) | (9,561) | (16,780) | (1,514) |
| Class 3 | 714 | 64 | 59 | 5 | (2,101) | (188) | (1,328) | (119) |
| Class 4 | 21,513 | 1,920 | 342 | 31 | (17,702) | (1,580) | 4,153 | 371 |
| Total net increase (decrease) | \$117,239 | 10,516 | \$5,093 | 460 | \$(143,860) | (12,905) | \$(21,528) | (1,929) |

U.S. Government/AAA-Rated Securities Fund

| Share class | Sales* | | Reinvestments of distributions | | Repurchases* | | Net (decrease) increase | |
|---------------------------------------|-----------|--------|--------------------------------|--------|---------------|-----------|-------------------------|----------|
| | Amount | Shares | Amount | Shares | Amount | Shares | Amount | Shares |
| Six months ended June 30, 2020 | | | | | | | | |
| Class 1 | \$105,013 | 8,023 | \$ 9,624 | 740 | \$(1,265,074) | (95,013) | \$(1,150,437) | (86,250) |
| Class 1A | 1,904 | 145 | 89 | 7 | (1,446) | (110) | 547 | 42 |
| Class 2 | 81,686 | 6,412 | 33,328 | 2,592 | (213,441) | (16,303) | (98,427) | (7,299) |
| Class 3 | 1,932 | 149 | 269 | 20 | (985) | (76) | 1,216 | 93 |
| Class 4 | 188,266 | 14,581 | 6,004 | 467 | (78,685) | (6,017) | 115,585 | 9,031 |
| Total net increase (decrease) | \$378,801 | 29,310 | \$49,314 | 3,826 | \$(1,559,631) | (117,519) | \$(1,131,516) | (84,383) |

Year ended December 31, 2019

| | | | | | | | | |
|-------------------------------|-----------|--------|----------|-------|--------------|----------|-------------|---------|
| Class 1 | \$ 63,401 | 5,184 | \$31,462 | 2,550 | \$ (170,411) | (13,819) | \$ (75,548) | (6,085) |
| Class 1A | 1,348 | 110 | 50 | 4 | (488) | (40) | 910 | 74 |
| Class 2 | 105,457 | 8,638 | 26,789 | 2,193 | (155,177) | (12,760) | (22,931) | (1,929) |
| Class 3 | 975 | 79 | 180 | 15 | (1,521) | (124) | (366) | (30) |
| Class 4 | 69,032 | 5,652 | 2,241 | 183 | (41,016) | (3,366) | 30,257 | 2,469 |
| Total net increase (decrease) | \$240,213 | 19,663 | \$60,722 | 4,945 | \$ (368,613) | (30,109) | \$ (67,678) | (5,501) |

Managed Risk Growth Fund

| Share class | Sales* | | Reinvestments of distributions | | Repurchases* | | Net increase | |
|---------------------------------------|----------|--------|--------------------------------|--------|--------------|---------|--------------|--------|
| | Amount | Shares | Amount | Shares | Amount | Shares | Amount | Shares |
| Six months ended June 30, 2020 | | | | | | | | |
| Class P1 | \$ 3,420 | 245 | \$ 439 | 32 | \$ (852) | (62) | \$ 3,007 | 215 |
| Class P2 | 29,202 | 2,123 | 24,835 | 1,827 | (32,980) | (2,378) | 21,057 | 1,572 |
| Total net increase (decrease) | \$32,622 | 2,368 | \$25,274 | 1,859 | \$(33,832) | (2,440) | \$24,064 | 1,787 |

Year ended December 31, 2019

| | | | | | | | | |
|-------------------------------|----------|-------|----------|-------|------------|---------|----------|-------|
| Class P1 | \$ 2,619 | 201 | \$ 317 | 25 | \$ (523) | (41) | \$ 2,413 | 185 |
| Class P2 | 47,485 | 3,690 | 29,905 | 2,419 | (30,455) | (2,336) | 46,935 | 3,773 |
| Total net increase (decrease) | \$50,104 | 3,891 | \$30,222 | 2,444 | \$(30,978) | (2,377) | \$49,348 | 3,958 |

See end of tables for footnotes.

Managed Risk International Fund

| Share class | Sales* | | Reinvestments of distributions | | Repurchases* | | Net increase (decrease) | |
|---------------------------------------|----------|--------|--------------------------------|--------|--------------|---------|-------------------------|--------|
| | Amount | Shares | Amount | Shares | Amount | Shares | Amount | Shares |
| Six months ended June 30, 2020 | | | | | | | | |
| Class P1 | \$ 903 | 88 | \$ 31 | 4 | \$ (174) | (17) | \$ 760 | 75 |
| Class P2 | 14,137 | 1,495 | 3,216 | 348 | (5,382) | (539) | 11,971 | 1,304 |
| Total net increase (decrease) | \$15,040 | 1,583 | \$3,247 | 352 | \$ (5,556) | (556) | \$12,731 | 1,379 |
| Year ended December 31, 2019 | | | | | | | | |
| Class P1 | \$ 357 | 34 | \$ 27 | 3 | \$ (140) | (14) | \$ 244 | 23 |
| Class P2 | 7,251 | 702 | 7,769 | 772 | (18,389) | (1,773) | (3,369) | (299) |
| Total net increase (decrease) | \$ 7,608 | 736 | \$7,796 | 775 | \$(18,529) | (1,787) | \$(3,125) | (276) |

Managed Risk Blue Chip Income and Growth Fund

| Share class | Sales* | | Reinvestments of distributions | | Repurchases* | | Net increase | |
|---------------------------------------|----------|--------|--------------------------------|--------|--------------|---------|--------------|--------|
| | Amount | Shares | Amount | Shares | Amount | Shares | Amount | Shares |
| Six months ended June 30, 2020 | | | | | | | | |
| Class P1 | \$ 525 | 45 | \$ 62 | 6 | \$ (38) | (3) | \$ 549 | 48 |
| Class P2 | 19,849 | 1,862 | 16,508 | 1,610 | (11,856) | (1,052) | 24,501 | 2,420 |
| Total net increase (decrease) | \$20,374 | 1,907 | \$16,570 | 1,616 | \$(11,894) | (1,055) | \$25,050 | 2,468 |
| Year ended December 31, 2019 | | | | | | | | |
| Class P1 | \$ 547 | 46 | \$ 53 | 5 | \$ (313) | (28) | \$ 287 | 23 |
| Class P2 | 16,518 | 1,448 | 23,362 | 2,128 | (33,614) | (2,932) | 6,266 | 644 |
| Total net increase (decrease) | \$17,065 | 1,494 | \$23,415 | 2,133 | \$(33,927) | (2,960) | \$ 6,553 | 667 |

Managed Risk Growth-Income Fund

| Share class | Sales* | | Reinvestments of distributions | | Repurchases* | | Net increase | |
|---------------------------------------|-----------|--------|--------------------------------|--------|--------------|---------|--------------|--------|
| | Amount | Shares | Amount | Shares | Amount | Shares | Amount | Shares |
| Six months ended June 30, 2020 | | | | | | | | |
| Class P1 | \$ 32,108 | 2,384 | \$132,305 | 10,410 | \$ (89,691) | (6,882) | \$74,722 | 5,912 |
| Class P2 | 12,333 | 929 | 19,381 | 1,533 | (12,105) | (899) | 19,609 | 1,563 |
| Total net increase (decrease) | \$ 44,441 | 3,313 | \$151,686 | 11,943 | \$(101,796) | (7,781) | \$94,331 | 7,475 |
| Year ended December 31, 2019 | | | | | | | | |
| Class P1 | \$ 86,511 | 6,809 | \$ 29,069 | 2,244 | \$ (82,465) | (6,312) | \$33,115 | 2,741 |
| Class P2 | 28,190 | 2,218 | 3,371 | 263 | (20,033) | (1,562) | 11,528 | 919 |
| Total net increase (decrease) | \$114,701 | 9,027 | \$ 32,440 | 2,507 | \$(102,498) | (7,874) | \$44,643 | 3,660 |

Managed Risk Asset Allocation Fund

| Share class | Sales* | | Reinvestments of distributions | | Repurchases* | | Net increase | |
|---------------------------------------|-----------|--------|--------------------------------|--------|--------------|----------|--------------|--------|
| | Amount | Shares | Amount | Shares | Amount | Shares | Amount | Shares |
| Six months ended June 30, 2020 | | | | | | | | |
| Class P1 | \$ 2,240 | 176 | \$ 204 | 17 | \$ (561) | (41) | \$ 1,883 | 152 |
| Class P2 | 42,169 | 3,302 | 146,474 | 12,155 | (133,077) | (10,395) | 55,566 | 5,062 |
| Total net increase (decrease) | \$ 44,409 | 3,478 | \$146,678 | 12,172 | \$(133,638) | (10,436) | \$57,449 | 5,214 |
| Year ended December 31, 2019 | | | | | | | | |
| Class P1 | \$ 626 | 47 | \$ 70 | 5 | \$ (334) | (25) | \$ 362 | 27 |
| Class P2 | 106,039 | 8,229 | 177,741 | 14,380 | (260,413) | (20,223) | 23,367 | 2,386 |
| Total net increase (decrease) | \$106,665 | 8,276 | \$177,811 | 14,385 | \$(260,747) | (20,248) | \$23,729 | 2,413 |

*Includes exchanges between share classes of the fund.

†Amount less than one thousand.

10. Investment transactions and other disclosures

The following tables present additional information for each of the funds for the six months ended June 30, 2020 (dollars in thousands):

| | Global Growth Fund | Global Small Capitalization Fund | Growth Fund | International Fund | New World Fund | Blue Chip Income and Growth Fund |
|---|--------------------|----------------------------------|-------------|--------------------|----------------|----------------------------------|
| Purchases of investment securities* | \$534,335 | \$ 922,816 | \$3,248,088 | \$1,745,943 | \$1,807,749 | \$2,328,314 |
| Sales of investment securities* | 829,429 | 1,009,463 | 4,901,588 | 2,133,214 | 1,868,740 | 2,400,012 |
| Non-U.S. taxes paid on dividend income | 3,150 | 1,363 | 3,249 | 6,316 | 1,319 | 249 |
| Non-U.S. taxes paid on interest income | — | — | — | — | (4) | — |
| Non-U.S. taxes paid on realized gains | — | — | — | — | 550 | — |
| Non-U.S. taxes provided on unrealized gains | 2,859 | 1,040 | — | 7,323 | 6,580 | — |

| | Global Growth and Income Fund | Growth-Income Fund | International Growth and Income Fund | Capital Income Builder | Asset Allocation Fund | Global Balanced Fund |
|---|-------------------------------|--------------------|--------------------------------------|------------------------|-----------------------|----------------------|
| Purchases of investment securities* | \$417,183 | \$6,304,391 | \$388,541 | \$1,037,086 | \$13,158,932 | \$ 91,666 |
| Sales of investment securities* | 491,469 | 6,969,380 | 358,483 | 915,970 | 13,037,652 | 107,936 |
| Non-U.S. taxes paid on dividend income | 1,268 | 6,123 | 2,064 | 475 | 3,891 | 160 |
| Non-U.S. taxes paid on interest income | — | — | — | — | — | 10 |
| Non-U.S. taxes paid on realized gains | 179 | 165 | — | 1 | 27 | 3 |
| Non-U.S. taxes provided on unrealized gains | 1,818 | 186 | — | 27 | — | 25 |
| Dividend income from affiliated issuers | — | — | — | — | 2,980 | — |

| | Bond Fund | Capital World Bond Fund | High-Income Bond Fund | American Funds Mortgage Fund | Ultra-Short Bond Fund | U.S. Government/AAA-Rated Securities Fund |
|---|--------------|-------------------------|-----------------------|------------------------------|-----------------------|---|
| Purchases of investment securities* | \$18,899,658 | \$1,507,104 | \$411,403 | \$1,224,594 | \$— | \$9,526,222 |
| Sales of investment securities* | 18,603,064 | 1,343,214 | 763,140 | 1,175,864 | — | 9,403,975 |
| Non-U.S. taxes paid on interest income | — | 175 | — | — | — | — |
| Non-U.S. taxes paid on realized gains | — | 72 | — | — | — | — |
| Non-U.S. taxes provided on unrealized gains | — | 92 | — | — | — | — |

| | Managed Risk Growth Fund | Managed Risk International Fund | Managed Risk Blue Chip Income and Growth Fund | Managed Risk Growth-Income Fund | Managed Risk Asset Allocation Fund |
|---|--------------------------|---------------------------------|---|---------------------------------|------------------------------------|
| Purchases of investment securities* | \$259,669 | \$78,217 | \$249,515 | \$547,458 | \$657,004 |
| Sales of investment securities* | 280,254 | 82,606 | 259,913 | 539,871 | 777,679 |
| Dividend income from affiliated issuers | 1,322 | 367 | 1,501 | 9,310 | 11,742 |

*Excludes short-term securities and U.S. government obligations, if any.

11. Ownership concentration

At June 30, 2020, American Funds Insurance Series - Portfolio Series Managed Risk Growth and Income Portfolio held 33% and 13% of the outstanding shares of Capital Income Builder and Global Growth and Income Fund, respectively. In addition, American Funds Insurance Series - Portfolio Series Managed Risk Global Allocation Portfolio held 25% of the outstanding shares of Global Balanced Fund.

Financial highlights

| Period ended | Income (loss) from investment operations ¹ | | | | Dividends and distributions | | | Net asset value, end of period | Total return | Net assets, end of period (in millions) | Ratio of expenses to average net assets ² | Ratio of net income (loss) to average net assets |
|---|---|------------------------------|---|----------------------------------|--|------------------------------------|-----------------------------------|--------------------------------|----------------------|---|--|--|
| | Net asset value, beginning of period | Net investment income (loss) | Net gains (losses) on securities (both realized and unrealized) | Total from investment operations | Dividends (from net investment income) | Distributions (from capital gains) | Total dividends and distributions | | | | | |
| Global Growth Fund | | | | | | | | | | | | |
| Class 1: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | \$32.57 | \$.11 | \$ 1.26 | \$ 1.37 | \$(.07) | \$ (.96) | \$(1.03) | \$32.91 | 4.22% ⁵ | \$2,577 | .56% ⁶ | .71% ⁶ |
| 12/31/2019 | 25.74 | .32 | 8.60 | 8.92 | (.41) | (1.68) | (2.09) | 32.57 | 35.61 | 2,515 | .56 | 1.07 |
| 12/31/2018 | 30.51 | .29 | (2.65) | (2.36) | (.28) | (2.13) | (2.41) | 25.74 | (8.81) | 1,942 | .55 | .98 |
| 12/31/2017 | 24.05 | .26 | 7.30 | 7.56 | (.26) | (.84) | (1.10) | 30.51 | 31.80 | 2,010 | .55 | .94 |
| 12/31/2016 | 26.39 | .25 | (.14) | .11 | (.29) | (2.16) | (2.45) | 24.05 | .87 | 1,630 | .56 | 1.00 |
| 12/31/2015 | 27.48 | .25 | 1.80 | 2.05 | (.35) | (2.79) | (3.14) | 26.39 | 7.24 | 1,626 | .55 | .90 |
| Class 1A: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 32.47 | .07 | 1.27 | 1.34 | (.06) | (.96) | (1.02) | 32.79 | 4.13 ⁵ | 7 | .81 ⁶ | .44 ⁶ |
| 12/31/2019 | 25.69 | .25 | 8.55 | 8.80 | (.34) | (1.68) | (2.02) | 32.47 | 35.22 | 8 | .81 | .83 |
| 12/31/2018 | 30.46 | .23 | (2.66) | (2.43) | (.21) | (2.13) | (2.34) | 25.69 | (9.02) | 5 | .80 | .77 |
| 12/31/2017 ^{3,7} | 24.50 | .11 | 6.94 | 7.05 | (.25) | (.84) | (1.09) | 30.46 | 29.13 ⁵ | 2 | .80 ⁶ | .39 ⁶ |
| Class 2: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 32.24 | .07 | 1.25 | 1.32 | (.06) | (.96) | (1.02) | 32.54 | 4.10 ⁵ | 3,771 | .81 ⁶ | .46 ⁶ |
| 12/31/2019 | 25.50 | .24 | 8.51 | 8.75 | (.33) | (1.68) | (2.01) | 32.24 | 35.28 | 3,895 | .81 | .83 |
| 12/31/2018 | 30.24 | .22 | (2.63) | (2.41) | (.20) | (2.13) | (2.33) | 25.50 | (9.04) | 3,306 | .80 | .73 |
| 12/31/2017 | 23.85 | .19 | 7.23 | 7.42 | (.19) | (.84) | (1.03) | 30.24 | 31.47 | 4,012 | .80 | .69 |
| 12/31/2016 | 26.19 | .18 | (.14) | .04 | (.22) | (2.16) | (2.38) | 23.85 | .62 | 3,483 | .81 | .76 |
| 12/31/2015 | 27.30 | .18 | 1.78 | 1.96 | (.28) | (2.79) | (3.07) | 26.19 | 6.94 | 3,817 | .80 | .66 |
| Class 4: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 32.05 | .03 | 1.25 | 1.28 | (.05) | (.96) | (1.01) | 32.32 | 3.99 ⁵ | 402 | 1.06 ⁶ | .22 ⁶ |
| 12/31/2019 | 25.39 | .17 | 8.45 | 8.62 | (.28) | (1.68) | (1.96) | 32.05 | 34.87 | 382 | 1.06 | .57 |
| 12/31/2018 | 30.13 | .14 | (2.60) | (2.46) | (.15) | (2.13) | (2.28) | 25.39 | (9.24) | 249 | 1.05 | .47 |
| 12/31/2017 | 23.81 | .10 | 7.22 | 7.32 | (.16) | (.84) | (1.00) | 30.13 | 31.11 | 211 | 1.05 | .37 |
| 12/31/2016 | 26.16 | .12 | (.14) | (.02) | (.17) | (2.16) | (2.33) | 23.81 | .37 | 94 | 1.06 | .50 |
| 12/31/2015 | 27.34 | .09 | 1.81 | 1.90 | (.29) | (2.79) | (3.08) | 26.16 | 6.69 | 91 | 1.05 | .34 |
| Global Small Capitalization Fund | | | | | | | | | | | | |
| Class 1: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | \$26.80 | \$.02 | \$ (.88) | \$ (.86) | \$(.05) | \$(1.59) | \$(1.64) | \$24.30 | (3.18)% ⁵ | \$1,954 | .75% ⁶ | .15% ⁶ |
| 12/31/2019 | 21.75 | .12 | 6.61 | 6.73 | (.10) | (1.58) | (1.68) | 26.80 | 31.84 | 2,050 | .75 | .48 |
| 12/31/2018 | 25.38 | .11 | (2.51) | (2.40) | (.09) | (1.14) | (1.23) | 21.75 | (10.31) | 1,453 | .73 | .42 |
| 12/31/2017 | 20.24 | .12 | 5.17 | 5.29 | (.15) | — | (.15) | 25.38 | 26.22 | 1,639 | .73 | .54 |
| 12/31/2016 | 24.41 | .12 | .17 | .29 | (.11) | (4.35) | (4.46) | 20.24 | 2.35 | 1,532 | .74 | .57 |
| 12/31/2015 | 26.09 | .04 | .36 | .40 | — | (2.08) | (2.08) | 24.41 | .50 | 1,706 | .73 | .15 |
| Class 1A: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 26.74 | (.01) | (.87) | (.88) | (.05) | (1.59) | (1.64) | 24.22 | (3.30) ⁵ | 1 | 1.00 ⁶ | (.06) ⁶ |
| 12/31/2019 | 21.71 | .05 | 6.61 | 6.66 | (.05) | (1.58) | (1.63) | 26.74 | 31.56 | 1 | .99 | .22 |
| 12/31/2018 | 25.36 | .05 | (2.52) | (2.47) | (.04) | (1.14) | (1.18) | 21.71 | (10.56) | — ⁸ | .98 | .21 |
| 12/31/2017 ^{3,7} | 20.70 | .08 | 4.71 | 4.79 | (.13) | — | (.13) | 25.36 | 23.19 ⁵ | — ⁸ | .96 ⁶ | .35 ⁶ |
| Class 2: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 26.02 | (.01) | (.85) | (.86) | (.04) | (1.59) | (1.63) | 23.53 | (3.28) ⁵ | 2,197 | 1.00 ⁶ | (.11) ⁶ |
| 12/31/2019 | 21.16 | .05 | 6.43 | 6.48 | (.04) | (1.58) | (1.62) | 26.02 | 31.52 | 2,363 | 1.00 | .22 |
| 12/31/2018 | 24.72 | .04 | (2.44) | (2.40) | (.02) | (1.14) | (1.16) | 21.16 | (10.55) | 2,056 | .98 | .17 |
| 12/31/2017 | 19.72 | .06 | 5.04 | 5.10 | (.10) | — | (.10) | 24.72 | 25.89 | 2,551 | .98 | .27 |
| 12/31/2016 | 23.90 | .07 | .15 | .22 | (.05) | (4.35) | (4.40) | 19.72 | 2.10 | 2,303 | .99 | .31 |
| 12/31/2015 | 25.64 | (.03) | .37 | .34 | — | (2.08) | (2.08) | 23.90 | .27 | 2,492 | .98 | (.10) |
| Class 4: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 26.16 | (.04) | (.87) | (.91) | (.03) | (1.59) | (1.62) | 23.63 | (3.46) ⁵ | 201 | 1.25 ⁶ | (.35) ⁶ |
| 12/31/2019 | 21.28 | (.01) | 6.47 | 6.46 | — ⁹ | (1.58) | (1.58) | 26.16 | 31.24 | 206 | 1.25 | (.04) |
| 12/31/2018 | 24.91 | (.02) | (2.46) | (2.48) | (.01) | (1.14) | (1.15) | 21.28 | (10.80) | 146 | 1.24 | (.08) |
| 12/31/2017 | 19.91 | — ⁹ | 5.09 | 5.09 | (.09) | — | (.09) | 24.91 | 25.62 | 125 | 1.23 | — ¹⁰ |
| 12/31/2016 | 24.11 | .01 | .16 | .17 | (.02) | (4.35) | (4.37) | 19.91 | 1.85 | 42 | 1.24 | .03 |
| 12/31/2015 | 25.92 | (.10) | .37 | .27 | — | (2.08) | (2.08) | 24.11 | (.02) | 34 | 1.23 | (.37) |

See end of tables for footnotes.

Financial highlights (continued)

| Period ended | Income (loss) from investment operations ¹ | | | | Dividends and distributions | | | Net asset value, end of period | Total return | Net assets, end of period (in millions) | Ratio of expenses to average net assets ² | Ratio of net income (loss) to average net assets |
|---------------------------|---|------------------------------|---|----------------------------------|--|------------------------------------|-----------------------------------|--------------------------------|---------------------|---|--|--|
| | Net asset value, beginning of period | Net investment income (loss) | Net gains (losses) on securities (both realized and unrealized) | Total from investment operations | Dividends (from net investment income) | Distributions (from capital gains) | Total dividends and distributions | | | | | |
| Growth Fund | | | | | | | | | | | | |
| Class 1: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | \$81.22 | \$.22 | \$ 9.58 | \$ 9.80 | \$(.25) | \$ (2.18) | \$ (2.43) | \$88.59 | 12.10% ⁵ | \$11,854 | .36% ⁶ | .54% ⁶ |
| 12/31/2019 | 69.96 | .83 | 19.63 | 20.46 | (.76) | (8.44) | (9.20) | 81.22 | 31.11 | 10,841 | .35 | 1.09 |
| 12/31/2018 | 77.85 | .64 | .25 | .89 | (.54) | (8.24) | (8.78) | 69.96 | (.01) | 8,474 | .34 | .81 |
| 12/31/2017 | 67.29 | .55 | 17.89 | 18.44 | (.55) | (7.33) | (7.88) | 77.85 | 28.62 | 8,100 | .35 | .75 |
| 12/31/2016 | 68.02 | .67 | 5.40 | 6.07 | (.67) | (6.13) | (6.80) | 67.29 | 9.77 | 6,931 | .35 | 1.03 |
| 12/31/2015 | 80.15 | .64 | 5.08 | 5.72 | (.61) | (17.24) | (17.85) | 68.02 | 7.12 | 6,796 | .35 | .87 |
| Class 1A: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 80.92 | .12 | 9.52 | 9.64 | (.22) | (2.18) | (2.40) | 88.16 | 11.95 ⁵ | 26 | .61 ⁶ | .30 ⁶ |
| 12/31/2019 | 69.77 | .65 | 19.55 | 20.20 | (.61) | (8.44) | (9.05) | 80.92 | 30.79 | 18 | .60 | .85 |
| 12/31/2018 | 77.74 | .47 | .24 | .71 | (.44) | (8.24) | (8.68) | 69.77 | (.26) | 10 | .59 | .60 |
| 12/31/2017 ^{3,7} | 68.84 | .35 | 16.38 | 16.73 | (.50) | (7.33) | (7.83) | 77.74 | 25.47 ⁵ | 3 | .59 ⁶ | .47 ⁶ |
| Class 2: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 80.57 | .12 | 9.50 | 9.62 | (.22) | (2.18) | (2.40) | 87.79 | 11.97 ⁵ | 16,504 | .61 ⁶ | .29 ⁶ |
| 12/31/2019 | 69.48 | .63 | 19.47 | 20.10 | (.57) | (8.44) | (9.01) | 80.57 | 30.77 | 15,885 | .60 | .83 |
| 12/31/2018 | 77.35 | .44 | .27 | .71 | (.34) | (8.24) | (8.58) | 69.48 | (.25) | 13,701 | .59 | .55 |
| 12/31/2017 | 66.92 | .37 | 17.76 | 18.13 | (.37) | (7.33) | (7.70) | 77.35 | 28.28 | 15,716 | .60 | .50 |
| 12/31/2016 | 67.69 | .51 | 5.36 | 5.87 | (.51) | (6.13) | (6.64) | 66.92 | 9.49 | 13,978 | .60 | .78 |
| 12/31/2015 | 79.84 | .46 | 5.06 | 5.52 | (.43) | (17.24) | (17.67) | 67.69 | 6.86 | 14,414 | .60 | .62 |
| Class 3: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 81.84 | .15 | 9.65 | 9.80 | (.23) | (2.18) | (2.41) | 89.23 | 12.01 ⁵ | 225 | .54 ⁶ | .36 ⁶ |
| 12/31/2019 | 70.44 | .69 | 19.77 | 20.46 | (.62) | (8.44) | (9.06) | 81.84 | 30.86 | 213 | .53 | .90 |
| 12/31/2018 | 78.32 | .50 | .26 | .76 | (.40) | (8.24) | (8.64) | 70.44 | (.18) | 187 | .52 | .62 |
| 12/31/2017 | 67.67 | .42 | 17.98 | 18.40 | (.42) | (7.33) | (7.75) | 78.32 | 28.39 | 212 | .53 | .57 |
| 12/31/2016 | 68.37 | .56 | 5.42 | 5.98 | (.55) | (6.13) | (6.68) | 67.67 | 9.56 | 183 | .53 | .85 |
| 12/31/2015 | 80.47 | .51 | 5.11 | 5.62 | (.48) | (17.24) | (17.72) | 68.37 | 6.92 | 194 | .53 | .69 |
| Class 4: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 79.41 | .02 | 9.35 | 9.37 | (.19) | (2.18) | (2.37) | 86.41 | 11.81 ⁵ | 1,711 | .86 ⁶ | .05 ⁶ |
| 12/31/2019 | 68.64 | .44 | 19.19 | 19.63 | (.42) | (8.44) | (8.86) | 79.41 | 30.44 | 1,513 | .85 | .59 |
| 12/31/2018 | 76.56 | .24 | .28 | .52 | (.20) | (8.24) | (8.44) | 68.64 | (.50) | 1,076 | .84 | .31 |
| 12/31/2017 | 66.41 | .18 | 17.61 | 17.79 | (.31) | (7.33) | (7.64) | 76.56 | 27.99 | 954 | .85 | .25 |
| 12/31/2016 | 67.26 | .34 | 5.32 | 5.66 | (.38) | (6.13) | (6.51) | 66.41 | 9.22 | 458 | .85 | .53 |
| 12/31/2015 | 79.74 | .29 | 5.02 | 5.31 | (.55) | (17.24) | (17.79) | 67.26 | 6.59 | 394 | .85 | .42 |

| Period ended | Income (loss) from investment operations ¹ | | | | Dividends and distributions | | | Net asset value, end of period | Total return | Net assets, end of period (in millions) | Ratio of expenses to average net assets ² | Ratio of net income (loss) to average net assets |
|---------------------------|---|------------------------------|---|----------------------------------|--|------------------------------------|-----------------------------------|--------------------------------|-----------------------|---|--|--|
| | Net asset value, beginning of period | Net investment income (loss) | Net gains (losses) on securities (both realized and unrealized) | Total from investment operations | Dividends (from net investment income) | Distributions (from capital gains) | Total dividends and distributions | | | | | |
| International Fund | | | | | | | | | | | | |
| Class 1: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | \$20.86 | \$.10 | \$(2.44) | \$(2.34) | \$(.04) | \$ – | \$ (.04) | \$18.48 | (11.20)% ⁵ | \$4,729 | .55% ⁶ | 1.13% ⁶ |
| 12/31/2019 | 17.66 | .30 | 3.74 | 4.04 | (.34) | (.50) | (.84) | 20.86 | 23.21 | 5,353 | .54 | 1.54 |
| 12/31/2018 | 21.71 | .34 | (2.97) | (2.63) | (.40) | (1.02) | (1.42) | 17.66 | (12.94) | 4,811 | .53 | 1.62 |
| 12/31/2017 | 16.82 | .26 | 5.16 | 5.42 | (.30) | (.23) | (.53) | 21.71 | 32.46 | 5,014 | .53 | 1.33 |
| 12/31/2016 | 18.08 | .27 | .30 | .57 | (.28) | (1.55) | (1.83) | 16.82 | 3.78 | 3,652 | .54 | 1.57 |
| 12/31/2015 | 20.35 | .29 | (1.03) | (.74) | (.35) | (1.18) | (1.53) | 18.08 | (4.25) | 3,427 | .54 | 1.41 |
| Class 1A: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 20.80 | .08 | (2.43) | (2.35) | (.04) | – | (.04) | 18.41 | (11.32) ⁵ | 8 | .80 ⁶ | .88 ⁶ |
| 12/31/2019 | 17.62 | .25 | 3.72 | 3.97 | (.29) | (.50) | (.79) | 20.80 | 22.90 | 7 | .79 | 1.27 |
| 12/31/2018 | 21.67 | .27 | (2.93) | (2.66) | (.37) | (1.02) | (1.39) | 17.62 | (13.11) | 5 | .78 | 1.32 |
| 12/31/2017 ^{3,7} | 17.17 | .09 | 4.93 | 5.02 | (.29) | (.23) | (.52) | 21.67 | 29.46 ⁵ | 2 | .77 ⁶ | .43 ⁶ |
| Class 2: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 20.78 | .08 | (2.43) | (2.35) | (.04) | – | (.04) | 18.39 | (11.33) ⁵ | 3,834 | .80 ⁶ | .87 ⁶ |
| 12/31/2019 | 17.60 | .25 | 3.72 | 3.97 | (.29) | (.50) | (.79) | 20.78 | 22.88 | 4,311 | .79 | 1.29 |
| 12/31/2018 | 21.63 | .29 | (2.95) | (2.66) | (.35) | (1.02) | (1.37) | 17.60 | (13.13) | 3,875 | .78 | 1.40 |
| 12/31/2017 | 16.76 | .22 | 5.13 | 5.35 | (.25) | (.23) | (.48) | 21.63 | 32.14 | 4,422 | .78 | 1.10 |
| 12/31/2016 | 18.02 | .23 | .30 | .53 | (.24) | (1.55) | (1.79) | 16.76 | 3.53 | 3,710 | .79 | 1.35 |
| 12/31/2015 | 20.29 | .24 | (1.03) | (.79) | (.30) | (1.18) | (1.48) | 18.02 | (4.53) | 3,978 | .79 | 1.17 |
| Class 3: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 20.92 | .09 | (2.45) | (2.36) | (.04) | – | (.04) | 18.52 | (11.30) ⁵ | 21 | .73 ⁶ | .94 ⁶ |
| 12/31/2019 | 17.70 | .27 | 3.75 | 4.02 | (.30) | (.50) | (.80) | 20.92 | 23.05 | 25 | .72 | 1.37 |
| 12/31/2018 | 21.75 | .31 | (2.98) | (2.67) | (.36) | (1.02) | (1.38) | 17.70 | (13.10) | 24 | .71 | 1.48 |
| 12/31/2017 | 16.85 | .23 | 5.17 | 5.40 | (.27) | (.23) | (.50) | 21.75 | 32.23 | 31 | .71 | 1.17 |
| 12/31/2016 | 18.11 | .24 | .30 | .54 | (.25) | (1.55) | (1.80) | 16.85 | 3.57 | 27 | .72 | 1.42 |
| 12/31/2015 | 20.38 | .25 | (1.03) | (.78) | (.31) | (1.18) | (1.49) | 18.11 | (4.44) | 32 | .72 | 1.24 |
| Class 4: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 20.54 | .06 | (2.41) | (2.35) | (.03) | – | (.03) | 18.16 | (11.46) ⁵ | 341 | 1.05 ⁶ | .62 ⁶ |
| 12/31/2019 | 17.40 | .20 | 3.69 | 3.89 | (.25) | (.50) | (.75) | 20.54 | 22.67 | 379 | 1.04 | 1.03 |
| 12/31/2018 | 21.42 | .23 | (2.93) | (2.70) | (.30) | (1.02) | (1.32) | 17.40 | (13.41) | 295 | 1.03 | 1.13 |
| 12/31/2017 | 16.64 | .11 | 5.16 | 5.27 | (.26) | (.23) | (.49) | 21.42 | 31.89 | 289 | 1.03 | .55 |
| 12/31/2016 | 17.93 | .18 | .29 | .47 | (.21) | (1.55) | (1.76) | 16.64 | 3.21 | 66 | 1.04 | 1.03 |
| 12/31/2015 | 20.23 | .17 | (1.00) | (.83) | (.29) | (1.18) | (1.47) | 17.93 | (4.75) | 46 | 1.04 | .88 |

See end of tables for footnotes.

Financial highlights (continued)

| Period ended | Income (loss) from investment operations ¹ | | | | Dividends and distributions | | | Net asset value, end of period | Total return | Net assets, end of period (in millions) | Ratio of expenses to average net assets before waivers ² | Ratio of expenses to average net assets after waivers ² | Ratio of net income (loss) to average net assets |
|---------------------------|---|------------------------------|---|----------------------------------|--|------------------------------------|-----------------------------------|--------------------------------|----------------------|---|---|--|--|
| | Net asset value, beginning of period | Net investment income (loss) | Net (losses) gains on securities (both realized and unrealized) | Total from investment operations | Dividends (from net investment income) | Distributions (from capital gains) | Total dividends and distributions | | | | | | |
| New World Fund | | | | | | | | | | | | | |
| Class 1: | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | \$25.84 | \$.09 | \$(1.15) | \$(1.06) | \$(.03) | \$ (.27) | \$ (.30) | \$24.48 | (4.06)% ⁵ | \$1,892 | .77% ⁶ | .71% ⁶ | .79% ⁶ |
| 12/31/2019 | 20.98 | .28 | 5.79 | 6.07 | (.29) | (.92) | (1.21) | 25.84 | 29.47 | 2,129 | .76 | .76 | 1.18 |
| 12/31/2018 | 25.30 | .27 | (3.65) | (3.38) | (.27) | (.67) | (.94) | 20.98 | (13.83) | 1,702 | .77 | .77 | 1.11 |
| 12/31/2017 | 19.72 | .26 | 5.59 | 5.85 | (.27) | – | (.27) | 25.30 | 29.73 | 2,050 | .77 | .77 | 1.14 |
| 12/31/2016 | 18.87 | .24 | .81 | 1.05 | (.20) | – | (.20) | 19.72 | 5.59 | 1,743 | .78 | .78 | 1.25 |
| 12/31/2015 | 20.72 | .19 | (.71) | (.52) | (.17) | (1.16) | (1.33) | 18.87 | (2.96) | 1,562 | .79 | .79 | .92 |
| Class 1A: | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 25.74 | .07 | (1.15) | (1.08) | (.02) | (.27) | (.29) | 24.37 | (4.18) ⁵ | 6 | 1.02 ⁶ | .95 ⁶ | .62 ⁶ |
| 12/31/2019 | 20.92 | .22 | 5.76 | 5.98 | (.24) | (.92) | (1.16) | 25.74 | 29.11 | 4 | 1.01 | 1.01 | .92 |
| 12/31/2018 | 25.25 | .21 | (3.64) | (3.43) | (.23) | (.67) | (.90) | 20.92 | (14.02) | 2 | 1.02 | 1.02 | .91 |
| 12/31/2017 ^{3,7} | 20.14 | .13 | 5.24 | 5.37 | (.26) | – | (.26) | 25.25 | 26.72 ⁵ | 1 | 1.00 ⁶ | 1.00 ⁶ | .53 ⁶ |
| Class 2: | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 25.59 | .06 | (1.13) | (1.07) | (.02) | (.27) | (.29) | 24.23 | (4.18) ⁵ | 902 | 1.02 ⁶ | .96 ⁶ | .55 ⁶ |
| 12/31/2019 | 20.79 | .22 | 5.73 | 5.95 | (.23) | (.92) | (1.15) | 25.59 | 29.15 | 981 | 1.01 | 1.01 | .93 |
| 12/31/2018 | 25.07 | .20 | (3.61) | (3.41) | (.20) | (.67) | (.87) | 20.79 | (14.04) | 843 | 1.02 | 1.02 | .85 |
| 12/31/2017 | 19.54 | .20 | 5.55 | 5.75 | (.22) | – | (.22) | 25.07 | 29.44 | 1,055 | 1.02 | 1.02 | .89 |
| 12/31/2016 | 18.71 | .19 | .79 | .98 | (.15) | – | (.15) | 19.54 | 5.26 | 911 | 1.03 | 1.03 | 1.00 |
| 12/31/2015 | 20.54 | .14 | (.69) | (.55) | (.12) | (1.16) | (1.28) | 18.71 | (3.14) | 961 | 1.04 | 1.04 | .68 |
| Class 4: | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 25.47 | .04 | (1.14) | (1.10) | (.01) | (.27) | (.28) | 24.09 | (4.31) ⁵ | 644 | 1.27 ⁶ | 1.21 ⁶ | .31 ⁶ |
| 12/31/2019 | 20.71 | .16 | 5.70 | 5.86 | (.18) | (.92) | (1.10) | 25.47 | 28.82 | 646 | 1.26 | 1.26 | .67 |
| 12/31/2018 | 24.99 | .14 | (3.59) | (3.45) | (.16) | (.67) | (.83) | 20.71 | (14.25) | 464 | 1.27 | 1.27 | .61 |
| 12/31/2017 | 19.51 | .14 | 5.52 | 5.66 | (.18) | – | (.18) | 24.99 | 29.06 | 427 | 1.27 | 1.27 | .61 |
| 12/31/2016 | 18.69 | .14 | .80 | .94 | (.12) | – | (.12) | 19.51 | 5.04 | 240 | 1.28 | 1.28 | .75 |
| 12/31/2015 | 20.56 | .08 | (.68) | (.60) | (.11) | (1.16) | (1.27) | 18.69 | (3.37) | 171 | 1.29 | 1.29 | .39 |

| Period ended | Income (loss) from investment operations ¹ | | | | Dividends and distributions | | | Net asset value, end of period | Total return | Net assets, end of period (in millions) | Ratio of expenses to average net assets ² | Ratio of net income (loss) to average net assets |
|---|---|------------------------------|---|----------------------------------|--|------------------------------------|-----------------------------------|--------------------------------|-----------------------|---|--|--|
| | Net asset value, beginning of period | Net investment income (loss) | Net gains (losses) on securities (both realized and unrealized) | Total from investment operations | Dividends (from net investment income) | Distributions (from capital gains) | Total dividends and distributions | | | | | |
| Blue Chip Income and Growth Fund | | | | | | | | | | | | |
| Class 1: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | \$13.56 | \$.13 | \$(1.24) | \$(1.11) | \$(.06) | \$ (.15) | \$ (.21) | \$12.24 | (8.27)% ⁵ | \$5,013 | .43% ⁶ | 2.06% ⁶ |
| 12/31/2019 | 12.38 | .30 | 2.25 | 2.55 | (.30) | (1.07) | (1.37) | 13.56 | 21.66 | 5,559 | .42 | 2.28 |
| 12/31/2018 | 14.96 | .31 | (1.44) | (1.13) | (.31) | (1.14) | (1.45) | 12.38 | (8.45) | 4,810 | .41 | 2.13 |
| 12/31/2017 | 13.53 | .32 | 1.96 | 2.28 | (.32) | (.53) | (.85) | 14.96 | 17.30 | 5,581 | .41 | 2.27 |
| 12/31/2016 | 12.62 | .31 | 1.97 | 2.28 | (.29) | (1.08) | (1.37) | 13.53 | 19.06 | 5,099 | .41 | 2.39 |
| 12/31/2015 | 14.69 | .31 | (.64) | (.33) | (.29) | (1.45) | (1.74) | 12.62 | (2.72) | 3,638 | .41 | 2.23 |
| Class 1A: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 13.51 | .11 | (1.24) | (1.13) | (.05) | (.15) | (.20) | 12.18 | (8.40) ⁵ | 12 | .68 ⁶ | 1.84 ⁶ |
| 12/31/2019 | 12.35 | .26 | 2.24 | 2.50 | (.27) | (1.07) | (1.34) | 13.51 | 21.35 | 9 | .67 | 2.03 |
| 12/31/2018 | 14.94 | .26 | (1.42) | (1.16) | (.29) | (1.14) | (1.43) | 12.35 | (8.67) | 3 | .66 | 1.84 |
| 12/31/2017 ^{3,7} | 13.75 | .28 | 1.75 | 2.03 | (.31) | (.53) | (.84) | 14.94 | 15.21 ⁵ | 1 | .65 ⁶ | 2.01 ⁶ |
| Class 2: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 13.39 | .11 | (1.23) | (1.12) | (.05) | (.15) | (.20) | 12.07 | (8.41) ⁵ | 2,750 | .68 ⁶ | 1.81 ⁶ |
| 12/31/2019 | 12.24 | .26 | 2.22 | 2.48 | (.26) | (1.07) | (1.33) | 13.39 | 21.38 | 3,093 | .67 | 2.03 |
| 12/31/2018 | 14.80 | .27 | (1.42) | (1.15) | (.27) | (1.14) | (1.41) | 12.24 | (8.66) | 2,850 | .66 | 1.88 |
| 12/31/2017 | 13.39 | .28 | 1.94 | 2.22 | (.28) | (.53) | (.81) | 14.80 | 17.04 | 3,551 | .66 | 2.02 |
| 12/31/2016 | 12.51 | .28 | 1.94 | 2.22 | (.26) | (1.08) | (1.34) | 13.39 | 18.70 | 3,412 | .66 | 2.16 |
| 12/31/2015 | 14.57 | .27 | (.62) | (.35) | (.26) | (1.45) | (1.71) | 12.51 | (2.93) | 3,228 | .66 | 1.97 |
| Class 4: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 13.31 | .09 | (1.21) | (1.12) | (.05) | (.15) | (.20) | 11.99 | (8.49) ⁵ | 641 | .93 ⁶ | 1.57 ⁶ |
| 12/31/2019 | 12.19 | .23 | 2.20 | 2.43 | (.24) | (1.07) | (1.31) | 13.31 | 21.03 | 621 | .92 | 1.78 |
| 12/31/2018 | 14.77 | .23 | (1.42) | (1.19) | (.25) | (1.14) | (1.39) | 12.19 | (8.92) | 368 | .91 | 1.62 |
| 12/31/2017 | 13.39 | .25 | 1.93 | 2.18 | (.27) | (.53) | (.80) | 14.77 | 16.70 | 247 | .91 | 1.76 |
| 12/31/2016 | 12.53 | .24 | 1.96 | 2.20 | (.26) | (1.08) | (1.34) | 13.39 | 18.49 | 132 | .91 | 1.81 |
| 12/31/2015 | 14.63 | .24 | (.63) | (.39) | (.26) | (1.45) | (1.71) | 12.53 | (3.21) | 32 | .91 | 1.75 |
| Global Growth and Income Fund | | | | | | | | | | | | |
| Class 1: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | \$15.92 | \$.11 | \$(1.87) | \$(1.76) | \$(.05) | \$ (.38) | \$ (.43) | \$13.73 | (11.08)% ⁵ | \$ 595 | .65% ⁶ | 1.57% ⁶ |
| 12/31/2019 | 13.02 | .31 | 3.67 | 3.98 | (.32) | (.76) | (1.08) | 15.92 | 31.39 | 625 | .65 | 2.08 |
| 12/31/2018 | 15.81 | .29 | (1.62) | (1.33) | (.28) | (1.18) | (1.46) | 13.02 | (9.36) | 492 | .63 | 1.94 |
| 12/31/2017 | 13.02 | .35 | 3.06 | 3.41 | (.36) | (.26) | (.62) | 15.81 | 26.40 | 485 | .63 | 2.43 |
| 12/31/2016 | 12.35 | .28 | .66 | .94 | (.27) | – | (.27) | 13.02 | 7.61 | 571 | .63 | 2.18 |
| 12/31/2015 | 12.78 | .36 | (.50) | (.14) | (.29) | – | (.29) | 12.35 | (1.14) | 293 | .64 | 2.79 |
| Class 1A: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 15.88 | .09 | (1.85) | (1.76) | (.05) | (.38) | (.43) | 13.69 | (11.20) ⁵ | 2 | .90 ⁶ | 1.32 ⁶ |
| 12/31/2019 | 13.00 | .26 | 3.68 | 3.94 | (.30) | (.76) | (1.06) | 15.88 | 31.04 | 2 | .90 | 1.77 |
| 12/31/2018 | 15.81 | .26 | (1.63) | (1.37) | (.26) | (1.18) | (1.44) | 13.00 | (9.62) | 1 | .88 | 1.74 |
| 12/31/2017 ^{3,7} | 13.21 | .18 | 3.03 | 3.21 | (.35) | (.26) | (.61) | 15.81 | 24.54 ⁵ | – ⁸ | .84 ⁶ | 1.20 ⁶ |
| Class 2: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 15.89 | .09 | (1.85) | (1.76) | (.05) | (.38) | (.43) | 13.70 | (11.20) ⁵ | 1,185 | .90 ⁶ | 1.30 ⁶ |
| 12/31/2019 | 12.99 | .27 | 3.68 | 3.95 | (.29) | (.76) | (1.05) | 15.89 | 31.14 | 1,366 | .90 | 1.84 |
| 12/31/2018 | 15.78 | .26 | (1.63) | (1.37) | (.24) | (1.18) | (1.42) | 12.99 | (9.63) | 1,228 | .88 | 1.70 |
| 12/31/2017 | 13.00 | .31 | 3.05 | 3.36 | (.32) | (.26) | (.58) | 15.78 | 26.06 | 1,538 | .88 | 2.11 |
| 12/31/2016 | 12.33 | .25 | .65 | .90 | (.23) | – | (.23) | 13.00 | 7.34 | 1,405 | .88 | 1.98 |
| 12/31/2015 | 12.75 | .22 | (.39) | (.17) | (.25) | – | (.25) | 12.33 | (1.34) | 1,479 | .89 | 1.73 |
| Class 4: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 15.63 | .07 | (1.82) | (1.75) | (.04) | (.38) | (.42) | 13.46 | (11.29) ⁵ | 133 | 1.15 ⁶ | 1.05 ⁶ |
| 12/31/2019 | 12.81 | .23 | 3.61 | 3.84 | (.26) | (.76) | (1.02) | 15.63 | 30.73 | 145 | 1.15 | 1.56 |
| 12/31/2018 | 15.60 | .21 | (1.60) | (1.39) | (.22) | (1.18) | (1.40) | 12.81 | (9.89) | 95 | 1.13 | 1.43 |
| 12/31/2017 | 12.89 | .22 | 3.08 | 3.30 | (.33) | (.26) | (.59) | 15.60 | 25.83 | 79 | 1.14 | 1.49 |
| 12/31/2016 | 12.26 | .21 | .65 | .86 | (.23) | – | (.23) | 12.89 | 7.04 | 16 | 1.13 | 1.63 |
| 12/31/2015 | 12.71 | .17 | (.37) | (.20) | (.25) | – | (.25) | 12.26 | (1.60) | 5 | 1.14 | 1.32 |

See end of tables for footnotes.

Financial highlights (continued)

| Period ended | Income (loss) from investment operations ¹ | | | | Dividends and distributions | | | Net asset value, end of period | Total return | Net assets, end of period (in millions) | Ratio of expenses to average net assets ² | Ratio of net income (loss) to average net assets |
|---------------------------|---|------------------------------|---|----------------------------------|--|------------------------------------|-----------------------------------|--------------------------------|----------------------|---|--|--|
| | Net asset value, beginning of period | Net investment income (loss) | Net gains (losses) on securities (both realized and unrealized) | Total from investment operations | Dividends (from net investment income) | Distributions (from capital gains) | Total dividends and distributions | | | | | |
| Growth-Income Fund | | | | | | | | | | | | |
| Class 1: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | \$50.71 | \$.38 | \$ (2.17) | \$ (1.79) | \$(.22) | \$(1.30) | \$(1.52) | \$47.40 | (3.62)% ⁵ | \$20,113 | .29% ⁶ | 1.61% ⁶ |
| 12/31/2019 | 45.39 | 1.00 | 10.40 | 11.40 | (.92) | (5.16) | (6.08) | 50.71 | 26.46 | 21,057 | .29 | 2.05 |
| 12/31/2018 | 50.22 | .84 | (1.25) | (.41) | (.84) | (3.58) | (4.42) | 45.39 | (1.55) | 16,783 | .28 | 1.65 |
| 12/31/2017 | 44.41 | .81 | 8.89 | 9.70 | (.78) | (3.11) | (3.89) | 50.22 | 22.68 | 15,765 | .28 | 1.69 |
| 12/31/2016 | 45.40 | .79 | 4.09 | 4.88 | (.75) | (5.12) | (5.87) | 44.41 | 11.80 | 12,588 | .29 | 1.79 |
| 12/31/2015 | 52.76 | .79 | .37 | 1.16 | (.75) | (7.77) | (8.52) | 45.40 | 1.72 | 10,747 | .29 | 1.59 |
| Class 1A: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 50.54 | .32 | (2.16) | (1.84) | (.20) | (1.30) | (1.50) | 47.20 | (3.73) ⁵ | 11 | .54 ⁶ | 1.36 ⁶ |
| 12/31/2019 | 45.28 | .89 | 10.36 | 11.25 | (.83) | (5.16) | (5.99) | 50.54 | 26.14 | 11 | .54 | 1.82 |
| 12/31/2018 | 50.15 | .72 | (1.25) | (.53) | (.76) | (3.58) | (4.34) | 45.28 | (1.78) | 7 | .53 | 1.43 |
| 12/31/2017 ^{3,7} | 45.39 | .67 | 7.96 | 8.63 | (.76) | (3.11) | (3.87) | 50.15 | 19.83 ⁵ | 2 | .52 ⁶ | 1.41 ⁶ |
| Class 2: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 50.08 | .31 | (2.13) | (1.82) | (.20) | (1.30) | (1.50) | 46.76 | (3.73) ⁵ | 12,504 | .54 ⁶ | 1.36 ⁶ |
| 12/31/2019 | 44.90 | .87 | 10.27 | 11.14 | (.80) | (5.16) | (5.96) | 50.08 | 26.14 | 13,586 | .53 | 1.80 |
| 12/31/2018 | 49.71 | .71 | (1.23) | (.52) | (.71) | (3.58) | (4.29) | 44.90 | (1.79) | 12,035 | .53 | 1.40 |
| 12/31/2017 | 44.00 | .68 | 8.80 | 9.48 | (.66) | (3.11) | (3.77) | 49.71 | 22.38 | 13,930 | .53 | 1.45 |
| 12/31/2016 | 45.04 | .67 | 4.05 | 4.72 | (.64) | (5.12) | (5.76) | 44.00 | 11.51 | 12,854 | .54 | 1.54 |
| 12/31/2015 | 52.41 | .66 | .37 | 1.03 | (.63) | (7.77) | (8.40) | 45.04 | 1.45 | 12,895 | .54 | 1.34 |
| Class 3: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 50.81 | .33 | (2.17) | (1.84) | (.20) | (1.30) | (1.50) | 47.47 | (3.70) ⁵ | 142 | .47 ⁶ | 1.43 ⁶ |
| 12/31/2019 | 45.47 | .91 | 10.43 | 11.34 | (.84) | (5.16) | (6.00) | 50.81 | 26.24 | 156 | .46 | 1.87 |
| 12/31/2018 | 50.29 | .75 | (1.25) | (.50) | (.74) | (3.58) | (4.32) | 45.47 | (1.72) | 140 | .46 | 1.47 |
| 12/31/2017 | 44.47 | .72 | 8.90 | 9.62 | (.69) | (3.11) | (3.80) | 50.29 | 22.47 | 168 | .46 | 1.52 |
| 12/31/2016 | 45.46 | .71 | 4.09 | 4.80 | (.67) | (5.12) | (5.79) | 44.47 | 11.59 | 156 | .47 | 1.61 |
| 12/31/2015 | 52.82 | .70 | .37 | 1.07 | (.66) | (7.77) | (8.43) | 45.46 | 1.53 | 161 | .47 | 1.41 |
| Class 4: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 49.52 | .25 | (2.12) | (1.87) | (.18) | (1.30) | (1.48) | 46.17 | (3.86) ⁵ | 1,184 | .79 ⁶ | 1.11 ⁶ |
| 12/31/2019 | 44.47 | .74 | 10.18 | 10.92 | (.71) | (5.16) | (5.87) | 49.52 | 25.86 | 1,216 | .79 | 1.56 |
| 12/31/2018 | 49.31 | .58 | (1.23) | (.65) | (.61) | (3.58) | (4.19) | 44.47 | (2.05) | 899 | .78 | 1.15 |
| 12/31/2017 | 43.73 | .56 | 8.73 | 9.29 | (.60) | (3.11) | (3.71) | 49.31 | 22.08 | 827 | .78 | 1.19 |
| 12/31/2016 | 44.82 | .56 | 4.02 | 4.58 | (.55) | (5.12) | (5.67) | 43.73 | 11.25 | 495 | .79 | 1.29 |
| 12/31/2015 | 52.39 | .58 | .33 | .91 | (.71) | (7.77) | (8.48) | 44.82 | 1.21 | 410 | .79 | 1.25 |

| Period ended | Income (loss) from investment operations ¹ | | | | Dividends and distributions | | | Net asset value, end of period | Total return | Net assets, end of period (in millions) | Ratio of expenses to average net assets ² | Ratio of net income (loss) to average net assets |
|---|---|------------------------------|---|----------------------------------|--|------------------------------------|-----------------------------------|--------------------------------|-----------------------|---|--|--|
| | Net asset value, beginning of period | Net investment income (loss) | Net gains (losses) on securities (both realized and unrealized) | Total from investment operations | Dividends (from net investment income) | Distributions (from capital gains) | Total dividends and distributions | | | | | |
| International Growth and Income Fund | | | | | | | | | | | | |
| Class 1: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | \$18.18 | \$.17 | \$(2.91) | \$(2.74) | \$(.04) | \$ – | \$(.04) | \$15.40 | (15.08)% ⁵ | \$1,019 | .68% ⁶ | 2.24% ⁶ |
| 12/31/2019 | 15.35 | .46 | 3.03 | 3.49 | (.47) | (.19) | (.66) | 18.18 | 23.06 | 1,140 | .66 | 2.73 |
| 12/31/2018 | 17.72 | .45 | (2.39) | (1.94) | (.43) | – | (.43) | 15.35 | (11.00) | 1,034 | .65 | 2.62 |
| 12/31/2017 | 14.48 | .46 | 3.20 | 3.66 | (.42) | – | (.42) | 17.72 | 25.31 | 1,121 | .66 | 2.75 |
| 12/31/2016 | 14.72 | .43 | (.19) | .24 | (.42) | (.06) | (.48) | 14.48 | 1.71 | 820 | .68 | 2.93 |
| 12/31/2015 | 16.27 | .42 | (1.25) | (.83) | (.38) | (.34) | (.72) | 14.72 | (5.34) | 707 | .68 | 2.60 |
| Class 1A: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 18.15 | .15 | (2.91) | (2.76) | (.03) | – | (.03) | 15.36 | (15.19)% ⁵ | 2 | .93 ⁶ | 1.92 ⁶ |
| 12/31/2019 | 15.33 | .41 | 3.04 | 3.45 | (.44) | (.19) | (.63) | 18.15 | 22.76 | 2 | .91 | 2.41 |
| 12/31/2018 | 17.70 | .41 | (2.39) | (1.98) | (.39) | – | (.39) | 15.33 | (11.24) | 2 | .90 | 2.35 |
| 12/31/2017 ^{3,7} | 14.69 | .34 | 3.08 | 3.42 | (.41) | – | (.41) | 17.70 | 23.36 ⁵ | 2 | .91 ⁶ | 1.99 ⁶ |
| Class 2: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 18.12 | .15 | (2.90) | (2.75) | (.03) | – | (.03) | 15.34 | (15.17)% ⁵ | 190 | .93 ⁶ | 1.93 ⁶ |
| 12/31/2019 | 15.30 | .42 | 3.02 | 3.44 | (.43) | (.19) | (.62) | 18.12 | 22.76 | 257 | .91 | 2.49 |
| 12/31/2018 | 17.66 | .41 | (2.38) | (1.97) | (.39) | – | (.39) | 15.30 | (11.23) | 230 | .90 | 2.38 |
| 12/31/2017 | 14.43 | .43 | 3.17 | 3.60 | (.37) | – | (.37) | 17.66 | 25.03 | 276 | .91 | 2.60 |
| 12/31/2016 | 14.68 | .40 | (.21) | .19 | (.38) | (.06) | (.44) | 14.43 | 1.44 | 244 | .93 | 2.72 |
| 12/31/2015 | 16.22 | .38 | (1.24) | (.86) | (.34) | (.34) | (.68) | 14.68 | (5.60) | 254 | .93 | 2.32 |
| Class 4: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 18.01 | .13 | (2.88) | (2.75) | (.03) | – | (.03) | 15.23 | (15.29)% ⁵ | 90 | 1.18 ⁶ | 1.73 ⁶ |
| 12/31/2019 | 15.22 | .37 | 3.01 | 3.38 | (.40) | (.19) | (.59) | 18.01 | 22.47 | 101 | 1.16 | 2.18 |
| 12/31/2018 | 17.58 | .36 | (2.36) | (2.00) | (.36) | – | (.36) | 15.22 | (11.46) | 71 | 1.15 | 2.10 |
| 12/31/2017 | 14.38 | .37 | 3.18 | 3.55 | (.35) | – | (.35) | 17.58 | 24.72 | 63 | 1.16 | 2.24 |
| 12/31/2016 | 14.63 | .36 | (.19) | .17 | (.36) | (.06) | (.42) | 14.38 | 1.18 | 37 | 1.18 | 2.43 |
| 12/31/2015 | 16.19 | .33 | (1.23) | (.90) | (.32) | (.34) | (.66) | 14.63 | (5.82) | 32 | 1.18 | 2.02 |

See end of tables for footnotes.

Financial highlights (continued)

| Period ended | Income (loss) from investment operations ¹ | | | | Dividends and distributions | | | Net asset value, end of period | Total return | Net assets, end of period (in millions) | Ratio of expenses to average net assets before waivers ² | Ratio of expenses to average net assets after waivers ² | Ratio of net income (loss) to average net assets |
|-------------------------------|---|------------------------------|---|----------------------------------|--|------------------------------------|-----------------------------------|--------------------------------|----------------------|---|---|--|--|
| | Net asset value, beginning of period | Net investment income (loss) | Net gains (losses) on securities (both realized and unrealized) | Total from investment operations | Dividends (from net investment income) | Distributions (from capital gains) | Total dividends and distributions | | | | | | |
| Capital Income Builder | | | | | | | | | | | | | |
| Class 1: | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | \$10.73 | \$.15 | \$ (.83) | \$ (.68) | \$ (.16) | \$ – | \$ (.16) | \$ 9.89 | (6.23)% ⁵ | \$531 | .53% ⁶ | .44% ⁶ | 2.97% ⁶ |
| 12/31/2019 | 9.37 | .32 | 1.36 | 1.68 | (.32) | – | (.32) | 10.73 | 18.16 | 533 | .53 | .53 | 3.17 |
| 12/31/2018 | 10.40 | .31 | (1.00) | (.69) | (.32) | (.02) | (.34) | 9.37 | (6.77) | 317 | .54 | .54 | 3.08 |
| 12/31/2017 | 9.46 | .32 | .93 | 1.25 | (.31) | – | (.31) | 10.40 | 13.29 | 254 | .54 | .54 | 3.21 |
| 12/31/2016 | 9.40 | .32 | .07 | .39 | (.33) | – | (.33) | 9.46 | 4.17 | 156 | .54 | .54 | 3.39 |
| 12/31/2015 | 9.81 | .28 | (.40) | (.12) | (.29) | – | (.29) | 9.40 | (1.23) | 80 | .56 | .56 | 2.88 |
| Class 1A: | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 10.72 | .13 | (.82) | (.69) | (.15) | – | (.15) | 9.88 | (6.36) ⁵ | 5 | .78 ⁶ | .69 ⁶ | 2.70 ⁶ |
| 12/31/2019 | 9.36 | .29 | 1.37 | 1.66 | (.30) | – | (.30) | 10.72 | 17.90 | 6 | .78 | .78 | 2.84 |
| 12/31/2018 | 10.39 | .28 | (.99) | (.71) | (.30) | (.02) | (.32) | 9.36 | (7.01) | 2 | .79 | .79 | 2.82 |
| 12/31/2017 ^{3,7} | 9.57 | .27 | .84 | 1.11 | (.29) | – | (.29) | 10.39 | 11.72 ⁵ | 1 | .79 ⁶ | .79 ⁶ | 2.63 ⁶ |
| Class 2: | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 10.72 | .13 | (.82) | (.69) | (.15) | – | (.15) | 9.88 | (6.36) ⁵ | 6 | .78 ⁶ | .69 ⁶ | 2.72 ⁶ |
| 12/31/2019 | 9.36 | .30 | 1.35 | 1.65 | (.29) | – | (.29) | 10.72 | 17.89 | 6 | .78 | .78 | 2.91 |
| 12/31/2018 | 10.40 | .28 | (1.00) | (.72) | (.30) | (.02) | (.32) | 9.36 | (7.08) | 4 | .79 | .79 | 2.83 |
| 12/31/2017 | 9.46 | .29 | .93 | 1.22 | (.28) | – | (.28) | 10.40 | 13.04 | 1 | .79 | .79 | 2.82 |
| 12/31/2016 | 9.40 | .27 | .11 | .38 | (.32) | – | (.32) | 9.46 | 4.08 | – ⁸ | .80 | .80 | 2.82 |
| 12/31/2015 | 9.81 | .31 | (.43) | (.12) | (.29) | – | (.29) | 9.40 | (1.23) ¹¹ | – ⁸ | .46 ¹¹ | .46 ¹¹ | 3.12 ¹¹ |
| Class 4: | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 10.71 | .12 | (.82) | (.70) | (.14) | – | (.14) | 9.87 | (6.49) ⁵ | 419 | 1.03 ⁶ | .94 ⁶ | 2.44 ⁶ |
| 12/31/2019 | 9.35 | .27 | 1.36 | 1.63 | (.27) | – | (.27) | 10.71 | 17.62 | 454 | 1.03 | 1.03 | 2.68 |
| 12/31/2018 | 10.38 | .26 | (1.00) | (.74) | (.27) | (.02) | (.29) | 9.35 | (7.25) | 352 | 1.04 | 1.04 | 2.58 |
| 12/31/2017 | 9.45 | .27 | .92 | 1.19 | (.26) | – | (.26) | 10.38 | 12.65 | 338 | 1.04 | 1.04 | 2.72 |
| 12/31/2016 | 9.38 | .27 | .08 | .35 | (.28) | – | (.28) | 9.45 | 3.78 | 256 | 1.04 | 1.04 | 2.88 |
| 12/31/2015 | 9.80 | .25 | (.42) | (.17) | (.25) | – | (.25) | 9.38 | (1.79) | 157 | 1.05 | 1.05 | 2.55 |

| Period ended | Income (loss) from investment operations ¹ | | | | Dividends and distributions | | | Net asset value, end of period | Total return | Net assets, end of period (in millions) | Ratio of expenses to average net assets ² | Ratio of net income (loss) to average net assets |
|------------------------------|---|------------------------------|---|----------------------------------|--|------------------------------------|-----------------------------------|--------------------------------|----------------------|---|--|--|
| | Net asset value, beginning of period | Net investment income (loss) | Net gains (losses) on securities (both realized and unrealized) | Total from investment operations | Dividends (from net investment income) | Distributions (from capital gains) | Total dividends and distributions | | | | | |
| Asset Allocation Fund | | | | | | | | | | | | |
| Class 1: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | \$24.05 | \$.22 | \$ (.57) | \$ (.35) | \$ (.11) | \$ (.11) | \$ (.22) | \$23.48 | (1.47)% ⁵ | \$17,061 | .30% ⁶ | 1.89% ⁶ |
| 12/31/2019 | 21.29 | .51 | 3.94 | 4.45 | (.50) | (1.19) | (1.69) | 24.05 | 21.54 | 17,730 | .29 | 2.21 |
| 12/31/2018 | 23.71 | .48 | (1.43) | (.95) | (.44) | (1.03) | (1.47) | 21.29 | (4.35) | 14,627 | .28 | 2.04 |
| 12/31/2017 | 21.68 | .44 | 3.06 | 3.50 | (.41) | (1.06) | (1.47) | 23.71 | 16.51 | 16,556 | .29 | 1.90 |
| 12/31/2016 | 20.62 | .42 | 1.54 | 1.96 | (.39) | (.51) | (.90) | 21.68 | 9.69 | 13,008 | .29 | 1.97 |
| 12/31/2015 | 22.23 | .40 | (.02) | .38 | (.40) | (1.59) | (1.99) | 20.62 | 1.64 | 10,913 | .29 | 1.85 |
| Class 1A: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 23.99 | .19 | (.56) | (.37) | (.10) | (.11) | (.21) | 23.41 | (1.55) ⁵ | 11 | .55 ⁶ | 1.64 ⁶ |
| 12/31/2019 | 21.26 | .45 | 3.92 | 4.37 | (.45) | (1.19) | (1.64) | 23.99 | 21.19 | 11 | .54 | 1.95 |
| 12/31/2018 | 23.69 | .42 | (1.42) | (1.00) | (.40) | (1.03) | (1.43) | 21.26 | (4.58) | 7 | .53 | 1.82 |
| 12/31/2017 ^{3,7} | 21.97 | .39 | 2.78 | 3.17 | (.39) | (1.06) | (1.45) | 23.69 | 14.78 ⁵ | 4 | .53 ⁶ | 1.69 ⁶ |
| Class 2: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 23.79 | .18 | (.55) | (.37) | (.10) | (.11) | (.21) | 23.21 | (1.57) ⁵ | 4,808 | .55 ⁶ | 1.63 ⁶ |
| 12/31/2019 | 21.08 | .45 | 3.89 | 4.34 | (.44) | (1.19) | (1.63) | 23.79 | 21.23 | 5,154 | .54 | 1.96 |
| 12/31/2018 | 23.49 | .41 | (1.41) | (1.00) | (.38) | (1.03) | (1.41) | 21.08 | (4.60) | 4,668 | .53 | 1.78 |
| 12/31/2017 | 21.49 | .37 | 3.04 | 3.41 | (.35) | (1.06) | (1.41) | 23.49 | 16.23 | 5,480 | .54 | 1.64 |
| 12/31/2016 | 20.45 | .36 | 1.53 | 1.89 | (.34) | (.51) | (.85) | 21.49 | 9.41 | 5,144 | .54 | 1.72 |
| 12/31/2015 | 22.06 | .34 | (.01) | .33 | (.35) | (1.59) | (1.94) | 20.45 | 1.40 | 5,008 | .54 | 1.60 |
| Class 3: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 24.08 | .19 | (.56) | (.37) | (.10) | (.11) | (.21) | 23.50 | (1.54) ⁵ | 31 | .48 ⁶ | 1.70 ⁶ |
| 12/31/2019 | 21.32 | .47 | 3.93 | 4.40 | (.45) | (1.19) | (1.64) | 24.08 | 21.30 | 32 | .47 | 2.02 |
| 12/31/2018 | 23.73 | .43 | (1.41) | (.98) | (.40) | (1.03) | (1.43) | 21.32 | (4.49) | 29 | .46 | 1.85 |
| 12/31/2017 | 21.70 | .39 | 3.07 | 3.46 | (.37) | (1.06) | (1.43) | 23.73 | 16.29 | 38 | .47 | 1.72 |
| 12/31/2016 | 20.64 | .38 | 1.54 | 1.92 | (.35) | (.51) | (.86) | 21.70 | 9.49 | 35 | .47 | 1.79 |
| 12/31/2015 | 22.25 | .36 | (.02) | .34 | (.36) | (1.59) | (1.95) | 20.64 | 1.46 | 36 | .47 | 1.67 |
| Class 4: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 23.67 | .16 | (.56) | (.40) | (.09) | (.11) | (.20) | 23.07 | (1.70) ⁵ | 4,488 | .80 ⁶ | 1.39 ⁶ |
| 12/31/2019 | 20.99 | .39 | 3.87 | 4.26 | (.39) | (1.19) | (1.58) | 23.67 | 20.92 | 4,493 | .79 | 1.71 |
| 12/31/2018 | 23.40 | .35 | (1.40) | (1.05) | (.33) | (1.03) | (1.36) | 20.99 | (4.83) | 3,594 | .78 | 1.54 |
| 12/31/2017 | 21.43 | .32 | 3.02 | 3.34 | (.31) | (1.06) | (1.37) | 23.40 | 15.91 | 3,582 | .79 | 1.40 |
| 12/31/2016 | 20.40 | .31 | 1.53 | 1.84 | (.30) | (.51) | (.81) | 21.43 | 9.16 | 2,861 | .79 | 1.47 |
| 12/31/2015 | 22.11 | .30 | (.02) | .28 | (.40) | (1.59) | (1.99) | 20.40 | 1.14 | 2,414 | .79 | 1.45 |

See end of tables for footnotes.

Financial highlights (continued)

| Period ended | Income (loss) from investment operations ¹ | | | | Dividends and distributions | | | Net asset value, end of period | Total return | Net assets, end of period (in millions) | Ratio of expenses to average net assets ² | Ratio of net income (loss) to average net assets |
|-----------------------------|---|------------------------------|---|----------------------------------|--|------------------------------------|-----------------------------------|--------------------------------|----------------------|---|--|--|
| | Net asset value, beginning of period | Net investment income (loss) | Net gains (losses) on securities (both realized and unrealized) | Total from investment operations | Dividends (from net investment income) | Distributions (from capital gains) | Total dividends and distributions | | | | | |
| Global Balanced Fund | | | | | | | | | | | | |
| Class 1: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | \$13.51 | \$.09 | \$ (.47) | \$ (.38) | \$ — ⁹ | \$ (.05) | \$ (.05) | \$13.08 | (2.85)% ⁵ | \$ 127 | .71% ⁶ | 1.49% ⁶ |
| 12/31/2019 | 11.67 | .24 | 2.17 | 2.41 | (.20) | (.37) | (.57) | 13.51 | 20.79 | 134 | .72 | 1.88 |
| 12/31/2018 | 12.75 | .23 | (.96) | (.73) | (.20) | (.15) | (.35) | 11.67 | (5.81) | 110 | .72 | 1.82 |
| 12/31/2017 | 11.08 | .21 | 1.99 | 2.20 | (.15) | (.38) | (.53) | 12.75 | 19.91 | 93 | .72 | 1.68 |
| 12/31/2016 | 10.74 | .19 | .32 | .51 | (.17) | — | (.17) | 11.08 | 4.73 | 64 | .72 | 1.73 |
| 12/31/2015 | 11.11 | .20 | (.28) | (.08) | (.14) | (.15) | (.29) | 10.74 | (.69) | 47 | .72 | 1.80 |
| Class 1A: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 13.49 | .08 | (.48) | (.40) | — ⁹ | (.05) | (.05) | 13.04 | (3.00)% ⁵ | 2 | .96 ⁶ | 1.23 ⁶ |
| 12/31/2019 | 11.65 | .21 | 2.17 | 2.38 | (.17) | (.37) | (.54) | 13.49 | 20.54 | 2 | .97 | 1.63 |
| 12/31/2018 | 12.74 | .18 | (.94) | (.76) | (.18) | (.15) | (.33) | 11.65 | (6.03) | 2 | .98 | 1.44 |
| 12/31/2017 ^{3,7} | 11.18 | .16 | 1.92 | 2.08 | (.14) | (.38) | (.52) | 12.74 | 18.71 ⁵ | — ⁸ | .94 ⁶ | 1.27 ⁶ |
| Class 2: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 13.48 | .08 | (.47) | (.39) | — ⁹ | (.05) | (.05) | 13.04 | (2.93)% ⁵ | 192 | .96 ⁶ | 1.23 ⁶ |
| 12/31/2019 | 11.65 | .21 | 2.16 | 2.37 | (.17) | (.37) | (.54) | 13.48 | 20.44 | 207 | .97 | 1.64 |
| 12/31/2018 | 12.72 | .20 | (.96) | (.76) | (.16) | (.15) | (.31) | 11.65 | (6.01) | 185 | .97 | 1.57 |
| 12/31/2017 | 11.06 | .18 | 1.98 | 2.16 | (.12) | (.38) | (.50) | 12.72 | 19.57 | 210 | .96 | 1.43 |
| 12/31/2016 | 10.72 | .16 | .32 | .48 | (.14) | — | (.14) | 11.06 | 4.48 | 178 | .97 | 1.48 |
| 12/31/2015 | 11.09 | .18 | (.28) | (.10) | (.12) | (.15) | (.27) | 10.72 | (.95) | 171 | .97 | 1.60 |
| Class 4: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 13.36 | .06 | (.47) | (.41) | — ⁹ | (.05) | (.05) | 12.90 | (3.11)% ⁵ | 92 | 1.21 ⁶ | .98 ⁶ |
| 12/31/2019 | 11.55 | .18 | 2.14 | 2.32 | (.14) | (.37) | (.51) | 13.36 | 20.21 | 94 | 1.22 | 1.37 |
| 12/31/2018 | 12.63 | .17 | (.96) | (.79) | (.14) | (.15) | (.29) | 11.55 | (6.31) | 69 | 1.22 | 1.34 |
| 12/31/2017 | 11.00 | .13 | 1.99 | 2.12 | (.11) | (.38) | (.49) | 12.63 | 19.38 | 51 | 1.22 | 1.07 |
| 12/31/2016 | 10.69 | .12 | .33 | .45 | (.14) | — | (.14) | 11.00 | 4.21 | 10 | 1.24 | 1.12 |
| 12/31/2015 | 11.09 | .06 | (.17) | (.11) | (.14) | (.15) | (.29) | 10.69 | (1.00) | 1 | 1.34 | .58 |
| Bond Fund | | | | | | | | | | | | |
| Class 1: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | \$11.17 | \$.12 | \$.61 | \$.73 | \$ (.05) | \$ (.11) | \$ (.16) | \$11.74 | 6.61% ⁵ | \$ 6,193 | .40% ⁶ | 2.17% ⁶ |
| 12/31/2019 | 10.47 | .30 | .71 | 1.01 | (.31) | — | (.31) | 11.17 | 9.70 | 6,481 | .39 | 2.76 |
| 12/31/2018 | 10.82 | .29 | (.35) | (.06) | (.28) | (.01) | (.29) | 10.47 | (.45) | 5,962 | .38 | 2.70 |
| 12/31/2017 | 10.80 | .24 | .18 | .42 | (.24) | (.16) | (.40) | 10.82 | 3.88 | 6,434 | .38 | 2.19 |
| 12/31/2016 | 10.70 | .21 | .14 | .35 | (.21) | (.04) | (.25) | 10.80 | 3.27 | 6,829 | .38 | 1.91 |
| 12/31/2015 | 11.08 | .22 | (.17) | .05 | (.21) | (.22) | (.43) | 10.70 | .45 | 5,731 | .38 | 1.95 |
| Class 1A: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 11.13 | .11 | .61 | .72 | (.05) | (.11) | (.16) | 11.69 | 6.51 ⁵ | 8 | .65 ⁶ | 1.91 ⁶ |
| 12/31/2019 | 10.45 | .27 | .71 | .98 | (.30) | — | (.30) | 11.13 | 9.36 | 7 | .64 | 2.48 |
| 12/31/2018 | 10.80 | .26 | (.33) | (.07) | (.27) | (.01) | (.28) | 10.45 | (.60) | 3 | .63 | 2.50 |
| 12/31/2017 ^{3,7} | 10.82 | .22 | .15 | .37 | (.23) | (.16) | (.39) | 10.80 | 3.46 ⁵ | 1 | .62 ⁶ | 2.01 ⁶ |
| Class 2: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 11.02 | .11 | .61 | .72 | (.05) | (.11) | (.16) | 11.58 | 6.56 ⁵ | 3,589 | .65 ⁶ | 1.92 ⁶ |
| 12/31/2019 | 10.34 | .27 | .70 | .97 | (.29) | — | (.29) | 11.02 | 9.36 | 3,561 | .64 | 2.51 |
| 12/31/2018 | 10.69 | .26 | (.34) | (.08) | (.26) | (.01) | (.27) | 10.34 | (.71) | 3,524 | .63 | 2.45 |
| 12/31/2017 | 10.67 | .21 | .18 | .39 | (.21) | (.16) | (.37) | 10.69 | 3.67 | 3,966 | .63 | 1.94 |
| 12/31/2016 | 10.58 | .18 | .13 | .31 | (.18) | (.04) | (.22) | 10.67 | 2.95 | 3,959 | .63 | 1.65 |
| 12/31/2015 | 10.95 | .18 | (.15) | .03 | (.18) | (.22) | (.40) | 10.58 | .28 | 4,135 | .63 | 1.69 |
| Class 4: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 11.00 | .09 | .61 | .70 | (.05) | (.11) | (.16) | 11.54 | 6.36 ⁵ | 580 | .90 ⁶ | 1.66 ⁶ |
| 12/31/2019 | 10.33 | .24 | .70 | .94 | (.27) | — | (.27) | 11.00 | 9.08 | 502 | .89 | 2.25 |
| 12/31/2018 | 10.68 | .23 | (.33) | (.10) | (.24) | (.01) | (.25) | 10.33 | (.89) | 366 | .88 | 2.22 |
| 12/31/2017 | 10.70 | .19 | .16 | .35 | (.21) | (.16) | (.37) | 10.68 | 3.29 | 297 | .88 | 1.72 |
| 12/31/2016 | 10.61 | .15 | .15 | .30 | (.17) | (.04) | (.21) | 10.70 | 2.80 | 102 | .88 | 1.41 |
| 12/31/2015 | 11.01 | .16 | (.16) | — | (.18) | (.22) | (.40) | 10.61 | (.08) | 59 | .88 | 1.47 |

| Period ended | Income (loss) from investment operations ¹ | | | | Dividends and distributions | | | Net asset value, end of period | Total return | Net assets, end of period (in millions) | Ratio of expenses to average net assets before waivers ² | Ratio of expenses to average net assets after waivers ² | Ratio of net income (loss) to average net assets |
|--------------------------------|---|------------------------------|---|----------------------------------|--|------------------------------------|-----------------------------------|--------------------------------|--------------------|---|---|--|--|
| | Net asset value, beginning of period | Net investment income (loss) | Net gains (losses) on securities (both realized and unrealized) | Total from investment operations | Dividends (from net investment income) | Distributions (from capital gains) | Total dividends and distributions | | | | | | |
| Capital World Bond Fund | | | | | | | | | | | | | |
| Class 1: | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | \$12.12 | \$.12 | \$.14 | \$.26 | \$(.03) | \$(.21) | \$(.24) | \$12.14 | 2.14% ⁵ | \$1,063 | .59% ⁶ | .55% ⁶ | 2.09% ⁶ |
| 12/31/2019 | 11.42 | .31 | .61 | .92 | (.22) | – | (.22) | 12.12 | 8.08 | 1,077 | .58 | .58 | 2.60 |
| 12/31/2018 | 11.88 | .30 | (.44) | (.14) | (.28) | (.04) | (.32) | 11.42 | (1.14) | 1,015 | .57 | .57 | 2.56 |
| 12/31/2017 | 11.22 | .28 | .52 | .80 | (.07) | (.07) | (.14) | 11.88 | 7.11 | 1,273 | .56 | .56 | 2.37 |
| 12/31/2016 | 11.01 | .26 | .06 | .32 | (.09) | (.02) | (.11) | 11.22 | 2.92 | 1,115 | .57 | .57 | 2.26 |
| 12/31/2015 | 11.77 | .27 | (.71) | (.44) | (.01) | (.31) | (.32) | 11.01 | (3.75) | 1,032 | .57 | .57 | 2.34 |
| Class 1A: | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 12.10 | .11 | .13 | .24 | (.02) | (.21) | (.23) | 12.11 | 2.03 ⁵ | 1 | .83 ⁶ | .80 ⁶ | 1.84 ⁶ |
| 12/31/2019 | 11.41 | .28 | .60 | .88 | (.19) | – | (.19) | 12.10 | 7.75 | 1 | .83 | .83 | 2.35 |
| 12/31/2018 | 11.87 | .27 | (.43) | (.16) | (.26) | (.04) | (.30) | 11.41 | (1.29) | 1 | .82 | .82 | 2.36 |
| 12/31/2017 ^{3,7} | 11.22 | .26 | .52 | .78 | (.06) | (.07) | (.13) | 11.87 | 7.00 ⁵ | – ⁸ | .72 ⁶ | .72 ⁶ | 2.27 ⁶ |
| Class 2: | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 12.03 | .11 | .13 | .24 | (.02) | (.21) | (.23) | 12.04 | 2.03 ⁵ | 968 | .84 ⁶ | .80 ⁶ | 1.84 ⁶ |
| 12/31/2019 | 11.34 | .28 | .60 | .88 | (.19) | – | (.19) | 12.03 | 7.77 | 1,002 | .83 | .83 | 2.35 |
| 12/31/2018 | 11.79 | .27 | (.43) | (.16) | (.25) | (.04) | (.29) | 11.34 | (1.33) | 1,032 | .82 | .82 | 2.32 |
| 12/31/2017 | 11.14 | .25 | .51 | .76 | (.04) | (.07) | (.11) | 11.79 | 6.86 | 1,164 | .81 | .81 | 2.12 |
| 12/31/2016 | 10.93 | .23 | .07 | .30 | (.07) | (.02) | (.09) | 11.14 | 2.71 | 1,121 | .82 | .82 | 2.01 |
| 12/31/2015 | 11.72 | .24 | (.71) | (.47) | (.01) | (.31) | (.32) | 10.93 | (4.07) | 1,208 | .82 | .82 | 2.09 |
| Class 4: | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 11.92 | .09 | .14 | .23 | (.02) | (.21) | (.23) | 11.92 | 1.93 ⁵ | 49 | 1.09 ⁶ | 1.05 ⁶ | 1.59 ⁶ |
| 12/31/2019 | 11.24 | .24 | .60 | .84 | (.16) | – | (.16) | 11.92 | 7.54 | 49 | 1.08 | 1.08 | 2.09 |
| 12/31/2018 | 11.70 | .24 | (.43) | (.19) | (.23) | (.04) | (.27) | 11.24 | (1.61) | 40 | 1.07 | 1.07 | 2.09 |
| 12/31/2017 | 11.08 | .22 | .51 | .73 | (.04) | (.07) | (.11) | 11.70 | 6.63 | 31 | 1.06 | 1.06 | 1.89 |
| 12/31/2016 | 10.89 | .20 | .06 | .26 | (.05) | (.02) | (.07) | 11.08 | 2.42 | 12 | 1.07 | 1.07 | 1.76 |
| 12/31/2015 | 11.70 | .21 | (.71) | (.50) | – ⁹ | (.31) | (.31) | 10.89 | (4.27) | 6 | 1.07 | 1.07 | 1.86 |

See end of tables for footnotes.

Financial highlights (continued)

| Period ended | Income (loss) from investment operations ¹ | | | | Dividends and distributions | | | Net asset value, end of period | Total return | Net assets, end of period (in millions) | Ratio of expenses to average net assets ² | Ratio of net income (loss) to average net assets |
|------------------------------|---|------------------------------|---|----------------------------------|--|------------------------------------|-----------------------------------|--------------------------------|----------------------|---|--|--|
| | Net asset value, beginning of period | Net investment income (loss) | Net gains (losses) on securities (both realized and unrealized) | Total from investment operations | Dividends (from net investment income) | Distributions (from capital gains) | Total dividends and distributions | | | | | |
| High-Income Bond Fund | | | | | | | | | | | | |
| Class 1: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | \$ 9.87 | \$.31 | \$ (.77) | \$(.46) | \$(.16) | \$— | \$(.16) | \$ 9.25 | (4.74)% ⁵ | \$ 115 | .52% ⁶ | 6.73% ⁶ |
| 12/31/2019 | 9.34 | .67 | .52 | 1.19 | (.66) | — | (.66) | 9.87 | 12.85 | 525 | .51 | 6.71 |
| 12/31/2018 | 10.19 | .64 | (.84) | (.20) | (.65) | — | (.65) | 9.34 | (2.15) | 501 | .50 | 6.32 |
| 12/31/2017 | 10.18 | .63 | .10 | .73 | (.72) | — | (.72) | 10.19 | 7.25 | 632 | .49 | 5.98 |
| 12/31/2016 | 9.19 | .61 | 1.02 | 1.63 | (.64) | — | (.64) | 10.18 | 17.83 | 949 | .49 | 6.18 |
| 12/31/2015 | 10.54 | .64 | (1.36) | (.72) | (.63) | — | (.63) | 9.19 | (6.94) | 1,017 | .48 | 6.12 |
| Class 1A: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 9.86 | .30 | (.78) | (.48) | (.15) | — | (.15) | 9.23 | (4.86) ⁵ | 1 | .77 ⁶ | 6.39 ⁶ |
| 12/31/2019 | 9.33 | .65 | .51 | 1.16 | (.63) | — | (.63) | 9.86 | 12.61 | 1 | .75 | 6.47 |
| 12/31/2018 | 10.18 | .62 | (.84) | (.22) | (.63) | — | (.63) | 9.33 | (2.35) | 1 | .75 | 6.11 |
| 12/31/2017 ^{3,7} | 10.28 | .60 | .02 | .62 | (.72) | — | (.72) | 10.18 | 6.02 ⁵ | — ⁸ | .72 ⁶ | 5.74 ⁶ |
| Class 2: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 9.70 | .29 | (.76) | (.47) | (.15) | — | (.15) | 9.08 | (4.85) ⁵ | 609 | .77 ⁶ | 6.39 ⁶ |
| 12/31/2019 | 9.19 | .64 | .50 | 1.14 | (.63) | — | (.63) | 9.70 | 12.55 | 667 | .76 | 6.45 |
| 12/31/2018 | 10.03 | .61 | (.83) | (.22) | (.62) | — | (.62) | 9.19 | (2.34) | 661 | .75 | 6.07 |
| 12/31/2017 | 10.04 | .59 | .10 | .69 | (.70) | — | (.70) | 10.03 | 6.89 | 776 | .74 | 5.72 |
| 12/31/2016 | 9.06 | .58 | 1.01 | 1.59 | (.61) | — | (.61) | 10.04 | 17.69 | 799 | .74 | 5.92 |
| 12/31/2015 | 10.41 | .60 | (1.35) | (.75) | (.60) | — | (.60) | 9.06 | (7.30) | 765 | .73 | 5.85 |
| Class 3: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 9.92 | .30 | (.78) | (.48) | (.15) | — | (.15) | 9.29 | (4.83) ⁵ | 9 | .70 ⁶ | 6.46 ⁶ |
| 12/31/2019 | 9.38 | .66 | .52 | 1.18 | (.64) | — | (.64) | 9.92 | 12.70 | 10 | .69 | 6.52 |
| 12/31/2018 | 10.23 | .63 | (.85) | (.22) | (.63) | — | (.63) | 9.38 | (2.33) | 10 | .68 | 6.14 |
| 12/31/2017 | 10.22 | .61 | .10 | .71 | (.70) | — | (.70) | 10.23 | 7.02 | 12 | .67 | 5.79 |
| 12/31/2016 | 9.22 | .59 | 1.03 | 1.62 | (.62) | — | (.62) | 10.22 | 17.68 | 13 | .67 | 5.99 |
| 12/31/2015 | 10.57 | .62 | (1.37) | (.75) | (.60) | — | (.60) | 9.22 | (7.13) | 12 | .66 | 5.91 |
| Class 4: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 10.56 | .30 | (.81) | (.51) | (.15) | — | (.15) | 9.90 | (4.89) ⁵ | 50 | 1.02 ⁶ | 6.12 ⁶ |
| 12/31/2019 | 9.96 | .67 | .54 | 1.21 | (.61) | — | (.61) | 10.56 | 12.27 | 63 | 1.01 | 6.21 |
| 12/31/2018 | 10.82 | .63 | (.90) | (.27) | (.59) | — | (.59) | 9.96 | (2.64) | 31 | 1.00 | 5.83 |
| 12/31/2017 | 10.79 | .61 | .10 | .71 | (.68) | — | (.68) | 10.82 | 6.63 | 34 | .99 | 5.46 |
| 12/31/2016 | 9.73 | .60 | 1.07 | 1.67 | (.61) | — | (.61) | 10.79 | 17.29 | 21 | .99 | 5.55 |
| 12/31/2015 | 11.05 | .62 | (1.43) | (.81) | (.51) | — | (.51) | 9.73 | (7.42) | 1 | .98 | 5.51 |

| Period ended | Income (loss) from investment operations ¹ | | | | Dividends and distributions | | | Net asset value, end of period | Total return | Net assets, end of period (in millions) | Ratio of expenses to average net assets before waivers ² | Ratio of expenses to average net assets after waivers ² | Ratio of net income (loss) to average net assets |
|-------------------------------------|---|------------------------------|---|----------------------------------|--|------------------------------------|-----------------------------------|--------------------------------|--------------------|---|---|--|--|
| | Net asset value, beginning of period | Net investment income (loss) | Net gains (losses) on securities (both realized and unrealized) | Total from investment operations | Dividends (from net investment income) | Distributions (from capital gains) | Total dividends and distributions | | | | | | |
| American Funds Mortgage Fund | | | | | | | | | | | | | |
| Class 1: | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | \$10.56 | \$.07 | \$.54 | \$.61 | \$(.04) | \$(.02) | \$(.06) | \$11.11 | 5.81% ⁵ | \$192 | .46% ⁶ | .40% ⁶ | 1.25% ⁶ |
| 12/31/2019 | 10.30 | .24 | .30 | .54 | (.28) | – | (.28) | 10.56 | 5.30 | 210 | .47 | .47 | 2.26 |
| 12/31/2018 | 10.47 | .20 | (.14) | .06 | (.23) | – | (.23) | 10.30 | .58 | 209 | .48 | .48 | 1.97 |
| 12/31/2017 | 10.56 | .16 | – ⁹ | .16 | (.18) | (.07) | (.25) | 10.47 | 1.47 | 265 | .47 | .47 | 1.52 |
| 12/31/2016 | 10.61 | .15 | .11 | .26 | (.20) | (.11) | (.31) | 10.56 | 2.50 | 269 | .46 | .46 | 1.39 |
| 12/31/2015 | 10.70 | .10 | .13 | .23 | (.18) | (.14) | (.32) | 10.61 | 2.09 | 272 | .45 | .45 | .89 |
| Class 1A: | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 10.55 | .05 | .54 | .59 | (.04) | (.02) | (.06) | 11.08 | 5.59 ⁵ | 1 | .71 ⁶ | .65 ⁶ | .99 ⁶ |
| 12/31/2019 | 10.28 | .22 | .30 | .52 | (.25) | – | (.25) | 10.55 | 5.09 | 1 | .71 | .71 | 2.04 |
| 12/31/2018 | 10.46 | .18 | (.14) | .04 | (.22) | – | (.22) | 10.28 | .36 | 1 | .73 | .73 | 1.77 |
| 12/31/2017 ^{3,7} | 10.55 | .14 | – ⁹ | .14 | (.16) | (.07) | (.23) | 10.46 | 1.31 ⁵ | – ⁸ | .70 ⁶ | .70 ⁶ | 1.38 ⁶ |
| Class 2: | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 10.54 | .05 | .55 | .60 | (.04) | (.02) | (.06) | 11.08 | 5.68 ⁵ | 56 | .71 ⁶ | .65 ⁶ | .99 ⁶ |
| 12/31/2019 | 10.28 | .21 | .31 | .52 | (.26) | – | (.26) | 10.54 | 5.04 | 56 | .72 | .72 | 2.01 |
| 12/31/2018 | 10.45 | .18 | (.15) | .03 | (.20) | – | (.20) | 10.28 | .32 | 57 | .73 | .73 | 1.72 |
| 12/31/2017 | 10.54 | .14 | (.01) | .13 | (.15) | (.07) | (.22) | 10.45 | 1.22 | 63 | .72 | .72 | 1.27 |
| 12/31/2016 | 10.59 | .12 | .12 | .24 | (.18) | (.11) | (.29) | 10.54 | 2.25 | 63 | .71 | .71 | 1.14 |
| 12/31/2015 | 10.68 | .07 | .13 | .20 | (.15) | (.14) | (.29) | 10.59 | 1.86 | 59 | .70 | .70 | .65 |
| Class 4: | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 10.44 | .04 | .54 | .58 | (.04) | (.02) | (.06) | 10.96 | 5.53 ⁵ | 38 | .96 ⁶ | .89 ⁶ | .70 ⁶ |
| 12/31/2019 | 10.19 | .18 | .31 | .49 | (.24) | – | (.24) | 10.44 | 4.80 | 28 | .97 | .97 | 1.71 |
| 12/31/2018 | 10.38 | .15 | (.15) | – ⁹ | (.19) | – | (.19) | 10.19 | .07 | 24 | .98 | .98 | 1.49 |
| 12/31/2017 | 10.48 | .11 | – ⁹ | .11 | (.14) | (.07) | (.21) | 10.38 | .97 | 12 | .97 | .97 | 1.03 |
| 12/31/2016 | 10.52 | .09 | .12 | .21 | (.14) | (.11) | (.25) | 10.48 | 2.01 | 8 | .96 | .96 | .86 |
| 12/31/2015 | 10.65 | .04 | .14 | .18 | (.17) | (.14) | (.31) | 10.52 | 1.62 | 11 | .97 | .97 | .37 |

See end of tables for footnotes.

Financial highlights (continued)

| Period ended | Income (loss) from investment operations ¹ | | | | Dividends and distributions | | | Net asset value, end of period | Total return | Net assets, end of period (in millions) | Ratio of expenses to average net assets | Ratio of net income (loss) to average net assets |
|------------------------------|---|------------------------------|---|----------------------------------|--|------------------------------------|-----------------------------------|--------------------------------|---------------------|---|---|--|
| | Net asset value, beginning of period | Net investment income (loss) | Net gains (losses) on securities (both realized and unrealized) | Total from investment operations | Dividends (from net investment income) | Distributions (from capital gains) | Total dividends and distributions | | | | | |
| Ultra-Short Bond Fund | | | | | | | | | | | | |
| Class 1: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | \$11.30 | \$.04 | \$.01 | \$.05 | \$(.03) | \$— | \$(.03) | \$11.32 | .43% ⁵ | \$ 42 | .36% ⁶ | .64% ⁶ |
| 12/31/2019 | 11.31 | .22 | — ⁹ | .22 | (.23) | — | (.23) | 11.30 | 1.92 | 30 | .36 | 1.92 |
| 12/31/2018 | 11.29 | .18 | — ⁹ | .18 | (.16) | — | (.16) | 11.31 | 1.58 | 37 | .35 | 1.60 |
| 12/31/2017 | 11.27 | .08 | (.01) | .07 | (.05) | — | (.05) | 11.29 | .66 | 37 | .35 | .68 |
| 12/31/2016 ¹² | 11.26 | .01 | — ⁹ | .01 | — | — | — | 11.27 | .09 | 37 | .35 | .11 |
| 12/31/2015 | 11.28 | (.03) | .01 | (.02) | — | — | — | 11.26 | (.18) | 39 | .34 | (.24) |
| Class 1A: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 11.30 | .04 | .01 | .05 | (.03) | — | (.03) | 11.32 | .41 ^{5,11} | — ⁸ | .33 ^{6,11} | .76 ^{6,11} |
| 12/31/2019 | 11.31 | .22 | — ⁹ | .22 | (.23) | — | (.23) | 11.30 | 1.92 ¹¹ | — ⁸ | .37 ¹¹ | 1.90 ¹¹ |
| 12/31/2018 | 11.29 | .18 | — ⁹ | .18 | (.16) | — | (.16) | 11.31 | 1.58 ¹¹ | — ⁸ | .35 ¹¹ | 1.60 ¹¹ |
| 12/31/2017 ^{3,7} | 11.27 | .08 | — ⁹ | .08 | (.06) | — | (.06) | 11.29 | .67 ^{5,11} | — ⁸ | .34 ^{6,11} | .69 ^{6,11} |
| Class 2: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 11.01 | .02 | .01 | .03 | (.02) | — | (.02) | 11.02 | .31 ⁵ | 265 | .61 ⁶ | .44 ⁶ |
| 12/31/2019 | 11.03 | .18 | — ⁹ | .18 | (.20) | — | (.20) | 11.01 | 1.62 | 230 | .61 | 1.66 |
| 12/31/2018 | 11.01 | .15 | — ⁹ | .15 | (.13) | — | (.13) | 11.03 | 1.36 | 247 | .60 | 1.34 |
| 12/31/2017 | 10.99 | .05 | — ⁹ | .05 | (.03) | — | (.03) | 11.01 | .46 | 249 | .60 | .42 |
| 12/31/2016 ¹² | 11.01 | (.02) | — ⁹ | (.02) | — | — | — | 10.99 | (.18) | 297 | .60 | (.14) |
| 12/31/2015 | 11.06 | (.05) | — ⁹ | (.05) | — | — | — | 11.01 | (.45) | 302 | .59 | (.49) |
| Class 3: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 11.13 | .03 | .01 | .04 | (.03) | — | (.03) | 11.14 | .31 ⁵ | 4 | .54 ⁶ | .53 ⁶ |
| 12/31/2019 | 11.14 | .20 | — ⁹ | .20 | (.21) | — | (.21) | 11.13 | 1.76 | 3 | .54 | 1.74 |
| 12/31/2018 | 11.12 | .16 | (.01) | .15 | (.13) | — | (.13) | 11.14 | 1.38 | 4 | .53 | 1.42 |
| 12/31/2017 | 11.10 | .06 | — ⁹ | .06 | (.04) | — | (.04) | 11.12 | .54 | 4 | .53 | .50 |
| 12/31/2016 ¹² | 11.11 | (.01) | — ⁹ | (.01) | — | — | — | 11.10 | (.09) | 4 | .53 | (.08) |
| 12/31/2015 | 11.16 | (.05) | — ⁹ | (.05) | — | — | — | 11.11 | (.45) | 6 | .52 | (.42) |
| Class 4: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 11.13 | .01 | — ⁹ | .01 | (.02) | — | (.02) | 11.12 | .11 ⁵ | 33 | .86 ⁶ | .14 ⁶ |
| 12/31/2019 | 11.15 | .16 | — ⁹ | .16 | (.18) | — | (.18) | 11.13 | 1.40 | 22 | .86 | 1.40 |
| 12/31/2018 | 11.13 | .12 | .01 | .13 | (.11) | — | (.11) | 11.15 | 1.14 | 18 | .86 | 1.11 |
| 12/31/2017 | 11.12 | .02 | — ⁹ | .02 | (.01) | — | (.01) | 11.13 | .16 | 15 | .85 | .19 |
| 12/31/2016 ¹² | 11.17 | (.04) | (.01) | (.05) | — | — | — | 11.12 | (.45) | 13 | .85 | (.40) |
| 12/31/2015 | 11.25 | (.08) | — ⁹ | (.08) | — | — | — | 11.17 | (.71) | 16 | .85 | (.74) |

| Period ended | Income (loss) from investment operations ¹ | | | | Dividends and distributions | | | Net asset value, end of period | Total return | Net assets, end of period (in millions) | Ratio of expenses to average net assets | Ratio of net income (loss) to average net assets |
|--|---|------------------------------|---|----------------------------------|--|------------------------------------|-----------------------------------|--------------------------------|--------------------|---|---|--|
| | Net asset value, beginning of period | Net investment income (loss) | Net gains (losses) on securities (both realized and unrealized) | Total from investment operations | Dividends (from net investment income) | Distributions (from capital gains) | Total dividends and distributions | | | | | |
| U.S. Government/AAA-Rated Securities Fund | | | | | | | | | | | | |
| Class 1: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | \$12.34 | \$.09 | \$.99 | \$1.08 | \$(.07) | \$(.27) | \$(.34) | \$13.08 | 8.80% ⁵ | \$ 375 | .38% ⁶ | 1.40% ⁶ |
| 12/31/2019 | 11.94 | .25 | .43 | .68 | (.28) | – | (.28) | 12.34 | 5.69 | 1,418 | .37 | 2.07 |
| 12/31/2018 | 12.08 | .24 | (.13) | .11 | (.25) | – | (.25) | 11.94 | .91 | 1,445 | .36 | 2.02 |
| 12/31/2017 | 12.05 | .21 | .01 | .22 | (.19) | – | (.19) | 12.08 | 1.83 | 1,558 | .36 | 1.68 |
| 12/31/2016 | 12.31 | .16 | .03 | .19 | (.20) | (.25) | (.45) | 12.05 | 1.44 | 1,467 | .36 | 1.31 |
| 12/31/2015 | 12.40 | .13 | .09 | .22 | (.21) | (.10) | (.31) | 12.31 | 1.93 | 1,426 | .35 | 1.02 |
| Class 1A: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 12.32 | .06 | 1.00 | 1.06 | (.07) | (.27) | (.34) | 13.04 | 8.64 ⁵ | 3 | .64 ⁶ | .96 ⁶ |
| 12/31/2019 | 11.93 | .22 | .43 | .65 | (.26) | – | (.26) | 12.32 | 5.42 | 2 | .62 | 1.82 |
| 12/31/2018 | 12.08 | .22 | (.14) | .08 | (.23) | – | (.23) | 11.93 | .70 | 1 | .61 | 1.82 |
| 12/31/2017 ^{3,7} | 12.05 | .18 | .03 | .21 | (.18) | – | (.18) | 12.08 | 1.73 ⁵ | – ⁸ | .58 ⁶ | 1.53 ⁶ |
| Class 2: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 12.21 | .06 | 1.00 | 1.06 | (.07) | (.27) | (.34) | 12.93 | 8.70 ⁵ | 1,328 | .63 ⁶ | 1.01 ⁶ |
| 12/31/2019 | 11.82 | .22 | .42 | .64 | (.25) | – | (.25) | 12.21 | 5.31 | 1,343 | .62 | 1.82 |
| 12/31/2018 | 11.96 | .21 | (.14) | .07 | (.21) | – | (.21) | 11.82 | .73 | 1,323 | .61 | 1.77 |
| 12/31/2017 | 11.93 | .17 | .02 | .19 | (.16) | – | (.16) | 11.96 | 1.59 | 1,473 | .61 | 1.43 |
| 12/31/2016 | 12.20 | .13 | .02 | .15 | (.17) | (.25) | (.42) | 11.93 | 1.19 | 1,503 | .61 | 1.05 |
| 12/31/2015 | 12.29 | .10 | .09 | .19 | (.18) | (.10) | (.28) | 12.20 | 1.59 | 1,579 | .60 | .79 |
| Class 3: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 12.37 | .07 | 1.00 | 1.07 | (.07) | (.27) | (.34) | 13.10 | 8.77 ⁵ | 11 | .57 ⁶ | 1.05 ⁶ |
| 12/31/2019 | 11.97 | .23 | .43 | .66 | (.26) | – | (.26) | 12.37 | 5.49 | 9 | .55 | 1.88 |
| 12/31/2018 | 12.11 | .22 | (.14) | .08 | (.22) | – | (.22) | 11.97 | .71 | 9 | .54 | 1.84 |
| 12/31/2017 | 12.07 | .18 | .03 | .21 | (.17) | – | (.17) | 12.11 | 1.72 | 10 | .54 | 1.50 |
| 12/31/2016 | 12.34 | .14 | .02 | .16 | (.18) | (.25) | (.43) | 12.07 | 1.24 | 11 | .54 | 1.12 |
| 12/31/2015 | 12.43 | .11 | .09 | .20 | (.19) | (.10) | (.29) | 12.34 | 1.64 | 11 | .53 | .85 |
| Class 4: | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 12.22 | .04 | 1.00 | 1.04 | (.07) | (.27) | (.34) | 12.92 | 8.53 ⁵ | 247 | .89 ⁶ | .69 ⁶ |
| 12/31/2019 | 11.84 | .19 | .42 | .61 | (.23) | – | (.23) | 12.22 | 5.14 | 124 | .87 | 1.56 |
| 12/31/2018 | 11.98 | .18 | (.12) | .06 | (.20) | – | (.20) | 11.84 | .50 | 91 | .86 | 1.53 |
| 12/31/2017 | 11.96 | .14 | .01 | .15 | (.13) | – | (.13) | 11.98 | 1.28 | 62 | .86 | 1.18 |
| 12/31/2016 | 12.22 | .10 | .03 | .13 | (.14) | (.25) | (.39) | 11.96 | .99 | 57 | .86 | .82 |
| 12/31/2015 | 12.34 | .07 | .08 | .15 | (.17) | (.10) | (.27) | 12.22 | 1.29 | 46 | .85 | .56 |

See end of tables for footnotes.

Financial highlights (continued)

| Period ended | Income (loss) from investment operations ¹ | | | | Dividends and distributions | | | | Total return ¹³ | Net assets, end of period (in millions) | Ratio of expenses to average net assets before | Ratio of expenses to average net assets after | Net effective expense ratio ^{13,15} | Ratio of net income (loss) to average net assets ¹³ |
|--|---|------------------------------|---|----------------------------------|--|------------------------------------|-----------------------------------|---|----------------------------|---|--|---|--|--|
| | Net asset value, beginning of period | Net investment income (loss) | Net gains (losses) on securities (both realized and unrealized) | Total from investment operations | Dividends (from net investment income) | Distributions (from capital gains) | Total dividends and distributions | Net assets, end of period (in millions) | | | waivers/reimbursements ¹⁴ | waivers/reimbursements ^{13,14} | | |
| Managed Risk Growth Fund | | | | | | | | | | | | | | |
| Class P1: | | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | \$13.78 | \$.02 | \$ 1.14 | \$ 1.16 | \$(.12) | \$ (.68) | \$ (.80) | \$14.14 | 8.57% ⁵ | \$ 9 | .42% ⁶ | .37% ⁶ | .73% ⁶ | .30% ⁶ |
| 12/31/2019 | 12.30 | .15 | 2.44 | 2.59 | (.19) | (.92) | (1.11) | 13.78 | 22.01 | 6 | .42 | .37 | .73 | 1.19 |
| 12/31/2018 | 13.22 | .11 | (.04) | .07 | (.10) | (.89) | (.99) | 12.30 | (.04) ¹¹ | 3 | .42 ¹¹ | .37 ¹¹ | .71 ¹¹ | .82 ¹¹ |
| 12/31/2017 | 10.71 | .08 | 2.70 | 2.78 | (.07) | (.20) | (.27) | 13.22 | 26.23 ¹¹ | 2 | .42 ¹¹ | .36 ¹¹ | .70 ¹¹ | .69 ¹¹ |
| 12/31/2016 | 11.49 | .08 | .20 | .28 | (.05) | (1.01) | (1.06) | 10.71 | 2.89 ¹¹ | 1 | .50 ¹¹ | .34 ¹¹ | .68 ¹¹ | .79 ¹¹ |
| 12/31/2015 | 11.37 | .09 | .03 | .12 | — | — | — | 11.49 | 1.06 ¹¹ | — ⁸ | .53 ¹¹ | .29 ¹¹ | .63 ¹¹ | .80 ¹¹ |
| Class P2: | | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 13.71 | — ⁹ | 1.13 | 1.13 | (.11) | (.68) | (.79) | 14.05 | 8.42 ⁵ | 467 | .68 ⁶ | .63 ⁶ | .99 ⁶ | (.01) ⁶ |
| 12/31/2019 | 12.21 | .09 | 2.45 | 2.54 | (.12) | (.92) | (1.04) | 13.71 | 21.74 | 434 | .68 | .63 | .99 | .73 |
| 12/31/2018 | 13.14 | .06 | (.04) | .02 | (.06) | (.89) | (.95) | 12.21 | (.37) | 340 | .68 | .63 | .97 | .46 |
| 12/31/2017 | 10.64 | .04 | 2.70 | 2.74 | (.04) | (.20) | (.24) | 13.14 | 25.99 | 286 | .69 | .63 | .97 | .34 |
| 12/31/2016 | 11.43 | .05 | .19 | .24 | (.02) | (1.01) | (1.03) | 10.64 | 2.52 | 200 | .79 | .63 | .97 | .43 |
| 12/31/2015 | 11.35 | .04 | .04 | .08 | — | — | — | 11.43 | .71 | 146 | .89 | .66 | 1.00 | .31 |
| Managed Risk International Fund | | | | | | | | | | | | | | |
| Class P1: | | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | \$11.01 | \$.01 | \$(1.37) | \$(1.36) | \$(.16) | \$ (.08) | \$ (.24) | \$ 9.41 | (12.33)% ^{5,11} | \$ 1 | .44% ^{6,11} | .39% ^{6,11} | .90% ^{6,11} | .21% ^{6,11} |
| 12/31/2019 | 9.82 | .17 | 1.54 | 1.71 | (.20) | (.32) | (.52) | 11.01 | 17.91 ¹¹ | 1 | .41 ¹¹ | .33 ¹¹ | .84 ¹¹ | 1.64 ¹¹ |
| 12/31/2018 | 11.25 | .32 | (1.44) | (1.12) | (.26) | (.05) | (.31) | 9.82 | (10.11) ¹¹ | — ⁸ | .33 ¹¹ | .28 ¹¹ | .77 ¹¹ | 3.02 ¹¹ |
| 12/31/2017 | 8.89 | .11 | 2.47 | 2.58 | (.10) | (.12) | (.22) | 11.25 | 29.28 ¹¹ | — ⁸ | .28 ¹¹ | .20 ¹¹ | .69 ¹¹ | 1.13 ¹¹ |
| 12/31/2016 | 9.48 | .10 | (.35) | (.25) | (.12) | (.22) | (.34) | 8.89 | (2.59) ¹¹ | — ⁸ | .39 ¹¹ | .23 ¹¹ | .74 ¹¹ | 1.15 ¹¹ |
| 12/31/2015 | 10.10 | .18 | (.80) | (.62) | — ⁹ | — | — ⁹ | 9.48 | (6.12) ¹¹ | — ⁸ | .45 ¹¹ | .21 ¹¹ | .72 ¹¹ | 1.75 ¹¹ |
| Class P2: | | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 10.92 | (.01) | (1.35) | (1.36) | (.12) | (.08) | (.20) | 9.36 | (12.45) ⁵ | 154 | .71 ⁶ | .66 ⁶ | 1.17 ⁶ | (.15) ⁶ |
| 12/31/2019 | 9.76 | .13 | 1.55 | 1.68 | (.20) | (.32) | (.52) | 10.92 | 17.64 | 165 | .71 | .63 | 1.14 | 1.21 |
| 12/31/2018 | 11.15 | .16 | (1.32) | (1.16) | (.18) | (.05) | (.23) | 9.76 | (10.50) | 151 | .69 | .64 | 1.13 | 1.49 |
| 12/31/2017 | 8.83 | .11 | 2.41 | 2.52 | (.08) | (.12) | (.20) | 11.15 | 28.69 | 148 | .71 | .63 | 1.12 | 1.03 |
| 12/31/2016 | 9.43 | .09 | (.38) | (.29) | (.09) | (.22) | (.31) | 8.83 | (3.05) | 97 | .79 | .63 | 1.14 | .97 |
| 12/31/2015 | 10.09 | .13 | (.79) | (.66) | — ⁹ | — | — ⁹ | 9.43 | (6.52) | 83 | .90 | .66 | 1.17 | 1.30 |
| Managed Risk Blue Chip Income and Growth Fund | | | | | | | | | | | | | | |
| Class P1: | | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | \$12.01 | \$.03 | \$(1.04) | \$(1.01) | \$(.22) | \$ (.34) | \$ (.56) | \$10.44 | (8.30)% ^{5,11} | \$ 1 | .40% ^{6,11} | .35% ^{6,11} | .76% ^{6,11} | .63% ^{6,11} |
| 12/31/2019 | 11.28 | .25 | 1.28 | 1.53 | (.20) | (.60) | (.80) | 12.01 | 14.14 ¹¹ | 1 | .38 ¹¹ | .33 ¹¹ | .74 ¹¹ | 2.14 ¹¹ |
| 12/31/2018 | 13.04 | .40 | (1.27) | (.87) | (.45) | (.44) | (.89) | 11.28 | (6.99) ¹¹ | — ⁸ | .33 ¹¹ | .28 ¹¹ | .67 ¹¹ | 3.21 ¹¹ |
| 12/31/2017 | 11.67 | .19 | 1.59 | 1.78 | (.22) | (.19) | (.41) | 13.04 | 15.48 ¹¹ | — ⁸ | .30 ¹¹ | .25 ¹¹ | .64 ¹¹ | 1.59 ¹¹ |
| 12/31/2016 | 10.80 | .20 | 1.25 | 1.45 | (.21) | (.37) | (.58) | 11.67 | 13.77 ¹¹ | — ⁸ | .43 ¹¹ | .27 ¹¹ | .67 ¹¹ | 1.83 ¹¹ |
| 12/31/2015 | 11.70 | .19 | (1.02) | (.83) | (.07) | — | (.07) | 10.80 | (7.07) ¹¹ | — ⁸ | .50 ¹¹ | .27 ¹¹ | .66 ¹¹ | 1.64 ¹¹ |
| Class P2: | | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 11.91 | .02 | (1.04) | (1.02) | (.18) | (.34) | (.52) | 10.37 | (8.48) ⁵ | 343 | .68 ⁶ | .63 ⁶ | 1.04 ⁶ | .28 ⁶ |
| 12/31/2019 | 11.21 | .18 | 1.31 | 1.49 | (.19) | (.60) | (.79) | 11.91 | 13.88 | 365 | .68 | .63 | 1.04 | 1.62 |
| 12/31/2018 | 12.96 | .19 | (1.10) | (.91) | (.40) | (.44) | (.84) | 11.21 | (7.38) | 336 | .68 | .63 | 1.02 | 1.49 |
| 12/31/2017 | 11.61 | .17 | 1.55 | 1.72 | (.18) | (.19) | (.37) | 12.96 | 15.03 | 367 | .68 | .63 | 1.02 | 1.43 |
| 12/31/2016 | 10.76 | .23 | 1.18 | 1.41 | (.19) | (.37) | (.56) | 11.61 | 13.39 | 291 | .79 | .63 | 1.03 | 2.04 |
| 12/31/2015 | 11.67 | .18 | (1.05) | (.87) | (.04) | — | (.04) | 10.76 | (7.43) | 137 | .89 | .66 | 1.05 | 1.57 |

| Period ended | Income (loss) from investment operations ¹ | | | | Dividends and distributions | | | | Net asset value, end of period | Total return ¹³ | Net assets, end of period (in millions) | Ratio of expenses to average net assets before waivers/reimburse-ments ¹⁴ | Ratio of expenses to average net assets after waivers/reimburse-ments ^{13,14} | Net effective expense ratio ^{13,15} | Ratio of net income (loss) to average net assets ¹³ |
|---|---|------------------------------|---|----------------------------------|--|-------------------------------------|------------------------------------|--|--------------------------------|----------------------------|---|--|--|--|--|
| | Net asset value, beginning of period | Net investment income (loss) | Net gains (losses) on securities (both realized and unrealized) | Total from investment operations | Dividends (from net investment income) | Distribu-tions (from capital gains) | Total dividends and distribu-tions | Ratio of expenses to average net assets before waivers/reimburse-ments ¹⁴ | | | | | | | |
| Managed Risk Growth-Income Fund | | | | | | | | | | | | | | | |
| Class P1: | | | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | \$13.76 | \$.03 | \$.05 | \$.08 | \$(.21) | \$(.74) | \$(.95) | \$12.89 | .66% ⁵ | \$1,938 | .41% ⁶ | .36% ⁶ | .67% ⁶ | .52% ⁶ | |
| 12/31/2019 | 11.73 | .22 | 2.01 | 2.23 | (.10) | (.10) | (.20) | 13.76 | 19.14 | 1,987 | .42 | .37 | .67 | 1.71 | |
| 12/31/2018 | 12.66 | (.02) | (.15) | (.17) | (.19) | (.57) | (.76) | 11.73 | (1.66) | 1,662 | .40 | .35 | .64 | (.20) | |
| 12/31/2017 | 11.07 | .19 | 2.03 | 2.22 | (.13) | (.50) | (.63) | 12.66 | 20.64 ¹¹ | 2 | .44 ¹¹ | .37 ¹¹ | .66 ¹¹ | 1.61 ¹¹ | |
| 12/31/2016 | 11.25 | .16 | .52 | .68 | (.16) | (.70) | (.86) | 11.07 | 6.49 ¹¹ | 1 | .52 ¹¹ | .36 ¹¹ | .64 ¹¹ | 1.46 ¹¹ | |
| 12/31/2015 | 11.67 | .25 | (.63) | (.38) | (.04) | - | (.04) | 11.25 | (3.27) ¹¹ | 1 | .56 ¹¹ | .31 ¹¹ | .59 ¹¹ | 2.17 ¹¹ | |
| Class P2: | | | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 13.69 | .02 | .05 | .07 | (.20) | (.74) | (.94) | 12.82 | .62 ⁵ | 285 | .66 ⁶ | .61 ⁶ | .92 ⁶ | .28 ⁶ | |
| 12/31/2019 | 11.67 | .19 | 2.00 | 2.19 | (.07) | (.10) | (.17) | 13.69 | 18.84 | 283 | .67 | .62 | .92 | 1.47 | |
| 12/31/2018 | 12.58 | .16 | (.36) | (.20) | (.14) | (.57) | (.71) | 11.67 | (1.97) | 230 | .69 | .64 | .93 | 1.25 | |
| 12/31/2017 | 11.02 | .13 | 2.05 | 2.18 | (.12) | (.50) | (.62) | 12.58 | 20.40 | 206 | .70 | .63 | .92 | 1.08 | |
| 12/31/2016 | 11.22 | .12 | .52 | .64 | (.14) | (.70) | (.84) | 11.02 | 6.08 | 160 | .79 | .63 | .91 | 1.13 | |
| 12/31/2015 | 11.65 | .12 | (.54) | (.42) | (.01) | - | (.01) | 11.22 | (3.64) | 122 | .89 | .66 | .94 | 1.04 | |
| Managed Risk Asset Allocation Fund | | | | | | | | | | | | | | | |
| Class P1: | | | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | \$13.81 | \$.06 | \$ (.58) | \$ (.52) | \$(.21) | \$(.52) | \$(.73) | \$12.56 | (3.71)% ⁵ | \$ 4 | .41% ⁶ | .36% ⁶ | .66% ⁶ | .93% ⁶ | |
| 12/31/2019 | 12.23 | .26 | 1.92 | 2.18 | (.03) | (.57) | (.60) | 13.81 | 18.25 | 2 | .41 | .36 | .65 | 2.01 | |
| 12/31/2018 | 13.59 | .22 | (.80) | (.58) | (.25) | (.53) | (.78) | 12.23 | (4.63) | 2 | .37 | .32 | .59 | 1.67 | |
| 12/31/2017 | 12.02 | .19 | 1.60 | 1.79 | (.10) | (.12) | (.22) | 13.59 | 15.06 | 1,656 | .43 | .38 | .66 | 1.45 | |
| 12/31/2016 | 11.72 | .19 | .67 | .86 | (.19) | (.37) | (.56) | 12.02 | 7.57 | 1,217 | .43 | .38 | .66 | 1.65 | |
| 12/31/2015 | 12.29 | .25 | (.34) | (.09) | (.22) | (.26) | (.48) | 11.72 | (.83) | 712 | .54 | .40 | .68 | 2.06 | |
| Class P2: | | | | | | | | | | | | | | | |
| 6/30/2020 ^{3,4} | 13.46 | .02 | (.54) | (.52) | (.20) | (.52) | (.72) | 12.22 | (3.80) ⁵ | 2,631 | .66 ⁶ | .61 ⁶ | .91 ⁶ | .30 ⁶ | |
| 12/31/2019 | 12.22 | .19 | 1.93 | 2.12 | (.31) | (.57) | (.88) | 13.46 | 17.98 | 2,830 | .66 | .61 | .90 | 1.51 | |
| 12/31/2018 | 13.55 | .17 | (.79) | (.62) | (.18) | (.53) | (.71) | 12.22 | (4.89) | 2,541 | .62 | .57 | .84 | 1.27 | |
| 12/31/2017 | 12.01 | .15 | 1.61 | 1.76 | (.10) | (.12) | (.22) | 13.55 | 14.80 | 2,798 | .68 | .63 | .91 | 1.13 | |
| 12/31/2016 | 11.71 | .14 | .69 | .83 | (.16) | (.37) | (.53) | 12.01 | 7.27 | 2,342 | .68 | .63 | .91 | 1.20 | |
| 12/31/2015 | 12.27 | .14 | (.26) | (.12) | (.18) | (.26) | (.44) | 11.71 | (1.07) | 1,953 | .79 | .66 | .94 | 1.16 | |

See end of tables for footnotes.

Financial highlights (continued)

| Portfolio turnover rate for all share classes excluding mortgage dollar roll transactions ^{16,17} | Six months ended June 30, 2020 ^{3,4,5} | Period ended December 31, | | | | |
|---|--|---------------------------|------|------|------|------|
| | | 2019 | 2018 | 2017 | 2016 | 2015 |
| Capital Income Builder | 84% | 44% | 42% | 59% | 41% | 38% |
| Asset Allocation Fund | 31 | 47 | 34 | 39 | 43 | 28 |
| Global Balanced Fund | 28 | 60 | 30 | 28 | 43 | 36 |
| Bond Fund | 47 | 146 | 98 | 153 | 108 | 141 |
| Capital World Bond Fund | 59 | 110 | 78 | 74 | 70 | 88 |
| American Funds Mortgage Fund | 85 | 84 | 60 | 98 | 113 | 138 |
| U.S. Government/AAA-Rated Securities Fund | 65 | 103 | 76 | 120 | 273 | 352 |

| Portfolio turnover rate for all share classes including mortgage dollar roll transactions, if applicable ^{16,17} | Six months ended June 30, 2020 ^{3,4,5} | Period ended December 31, | | | | |
|--|--|---------------------------|----------------|----------------|-------------------|------|
| | | 2019 | 2018 | 2017 | 2016 | 2015 |
| Global Growth Fund | 9 | 14% | 25% | 31% | 27% | 29% |
| Global Small Capitalization Fund | 24 | 50 | 43 | 33 | 40 | 36 |
| Growth Fund | 12 | 21 | 35 | 24 | 26 | 20 |
| International Fund | 21 | 32 | 29 | 29 | 31 | 37 |
| New World Fund | 60 | 38 | 58 | 56 | 32 | 39 |
| Blue Chip Income and Growth Fund | 29 | 37 | 49 | 34 | 30 | 26 |
| Global Growth and Income Fund | 24 | 29 | 49 | 41 | 57 | 37 |
| Growth-Income Fund | 20 | 27 | 39 | 27 | 27 | 25 |
| International Growth and Income Fund | 31 | 28 | 38 | 51 | 32 | 35 |
| Capital Income Builder Fund | 118 | 72 | 98 | 88 | 53 | 128 |
| Asset Allocation Fund | 63 | 79 | 86 | 85 | 83 | 76 |
| Global Balanced Fund | 35 | 74 | 51 | 41 | 65 | 76 |
| Bond Fund | 205 | 373 | 514 | 502 | 375 | 434 |
| Capital World Bond Fund | 84 | 159 | 125 | 105 | 154 | 159 |
| High-Income Bond Fund | 41 | 58 | 67 | 78 | 89 | 66 |
| American Funds Mortgage Fund | 466 | 350 | 811 | 680 | 713 | 1103 |
| U.S. Government/AAA-Rated Securities Fund | 403 | 277 | 446 | 551 | 539 | 901 |
| Ultra-Short Bond Fund | ⁻¹⁸ | ⁻¹⁸ | ⁻¹⁸ | ⁻¹⁸ | ^{-12,18} | N/A |
| Managed Risk Growth Fund | 63 | 10 | 7 | 25 | 15 | 16 |
| Managed Risk International Fund | 56 | 8 | 8 | 25 | 26 | 15 |
| Managed Risk Blue Chip Income and Growth Fund | 79 | 13 | 11 | 32 | 9 | 20 |
| Managed Risk Growth-Income Fund | 26 | 6 | 14 | 26 | 14 | 11 |
| Managed Risk Asset Allocation Fund | 26 | 8 | 12 | 1 | 3 | 3 |

¹Based on average shares outstanding.

²Ratios do not include expenses of any Central Funds. The fund indirectly bears its proportionate share of the expenses of any Central Funds, if applicable.

³Based on operations for a period that is less than a full year.

⁴Unaudited.

⁵Not annualized.

⁶Annualized.

⁷Class 1A shares began investment operations on January 6, 2017.

⁸Amount less than \$1 million.

⁹Amount less than \$.01.

¹⁰Amount less than .01%.

¹¹All or a significant portion of assets in this class consisted of seed capital invested by CRMC and/or its affiliates. Certain fees (including, where applicable, fees for distribution services) are not charged or accrued on these seed capital assets. If such fees were paid by the fund on seed capital assets, fund expenses would have been higher and net income and total return would have been lower.

¹²On May 1, 2016, the fund converted from a cash fund to an ultra-short-term bond fund and changed its name from Cash Management Fund to Ultra-Short Bond Fund.

¹³This column reflects the impact of certain waivers/reimbursements from CRMC. During some of the periods shown, CRMC waived a portion of investment advisory services fees on some of the funds, including each of the managed risk funds. In addition, CRMC reimbursed a portion of miscellaneous fees and expenses for some of the managed risk funds.

¹⁴This column does not include expenses of the underlying funds in which each fund invests.

¹⁵This column reflects the net effective expense ratios for each fund and class, which are unaudited. These ratios include each class's expense ratio combined with the weighted average net expense ratio of the underlying funds for the periods presented. See expense example for further information regarding fees and expenses.

¹⁶Refer to Note 5 for further information on mortgage dollar rolls.

¹⁷Rates do not include the fund's portfolio activity with respect to any Central Funds, if applicable.

¹⁸Amount is either less than 1% or there is no turnover.

See notes to financial statements.

The funds in American Funds Insurance Series serve as the underlying investment vehicle for various insurance products. As an owner of an insurance contract that invests in one of the funds in the series, you incur two types of costs: (1) transaction costs, such as initial sales charges on purchase payments and contingent deferred sales charges on redemptions (loads), and (2) ongoing costs, including management fees, distribution and service (12b-1) fees, and other expenses. Additional fees are charged by the insurance companies related to the various benefits they provide. This example is intended to help you understand your ongoing costs (in dollars) of investing in the underlying funds so you can compare these costs with the ongoing costs of investing in other mutual funds that serve a similar function in other annuity products. The example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire six-month period (January 1, 2020, through June 30, 2020).

Actual expenses:

The first line of each share class in the tables on the following pages provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading titled "Expenses paid during period" to estimate the expenses you paid on your account during this period.

Hypothetical example for comparison purposes:

The second line of each share class in the tables on the following pages provides information about hypothetical account values and hypothetical expenses based on the actual expense ratio for the share class and an assumed rate of return of 5.00% per year before expenses, which is not the actual return of the share class. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the fund and other funds. To do so, compare this 5.00% hypothetical example with the 5.00% hypothetical examples that appear in the shareholder reports of the other funds.

Notes:

Additional fees are charged by the insurance companies related to the various benefits they provide. You can estimate the impact of these fees by adding the amount of the fees to the total estimated expenses you paid on your account during the period as calculated above. In addition, your ending account value would be lower by the amount of these fees.

Note that the expenses shown in the tables on the following pages are meant to highlight your ongoing costs only and do not reflect any transactional costs. Therefore, the second line of each share class in the tables is useful in comparing ongoing costs only and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

| | Beginning account value 1/1/2020 | Ending account value 6/30/2020 | Expenses paid during period ¹ | Annualized expense ratio |
|---|--|--------------------------------------|--|--------------------------------|
| Global Growth Fund | | | | |
| Class 1 - actual return | \$1,000.00 | \$1,042.23 | \$2.84 | .56% |
| Class 1 - assumed 5% return | 1,000.00 | 1,022.08 | 2.82 | .56 |
| Class 1A - actual return | 1,000.00 | 1,041.28 | 4.11 | .81 |
| Class 1A - assumed 5% return | 1,000.00 | 1,020.84 | 4.07 | .81 |
| Class 2 - actual return | 1,000.00 | 1,040.99 | 4.11 | .81 |
| Class 2 - assumed 5% return | 1,000.00 | 1,020.84 | 4.07 | .81 |
| Class 4 - actual return | 1,000.00 | 1,039.93 | 5.38 | 1.06 |
| Class 4 - assumed 5% return | 1,000.00 | 1,019.59 | 5.32 | 1.06 |
| Global Small Capitalization Fund | | | | |
| Class 1 - actual return | \$1,000.00 | \$ 968.16 | \$3.67 | .75% |
| Class 1 - assumed 5% return | 1,000.00 | 1,021.13 | 3.77 | .75 |
| Class 1A - actual return | 1,000.00 | 967.03 | 4.89 | 1.00 |
| Class 1A - assumed 5% return | 1,000.00 | 1,019.89 | 5.02 | 1.00 |
| Class 2 - actual return | 1,000.00 | 967.18 | 4.89 | 1.00 |
| Class 2 - assumed 5% return | 1,000.00 | 1,019.89 | 5.02 | 1.00 |
| Class 4 - actual return | 1,000.00 | 965.40 | 6.11 | 1.25 |
| Class 4 - assumed 5% return | 1,000.00 | 1,018.65 | 6.27 | 1.25 |
| Growth Fund | | | | |
| Class 1 - actual return | \$1,000.00 | \$1,120.97 | \$1.90 | .36% |
| Class 1 - assumed 5% return | 1,000.00 | 1,023.07 | 1.81 | .36 |
| Class 1A - actual return | 1,000.00 | 1,119.49 | 3.21 | .61 |
| Class 1A - assumed 5% return | 1,000.00 | 1,021.83 | 3.07 | .61 |
| Class 2 - actual return | 1,000.00 | 1,119.67 | 3.21 | .61 |
| Class 2 - assumed 5% return | 1,000.00 | 1,021.83 | 3.07 | .61 |
| Class 3 - actual return | 1,000.00 | 1,120.05 | 2.85 | .54 |
| Class 3 - assumed 5% return | 1,000.00 | 1,022.18 | 2.72 | .54 |
| Class 4 - actual return | 1,000.00 | 1,118.15 | 4.53 | .86 |
| Class 4 - assumed 5% return | 1,000.00 | 1,020.59 | 4.32 | .86 |
| International Fund | | | | |
| Class 1 - actual return | \$1,000.00 | \$ 887.96 | \$2.58 | .55% |
| Class 1 - assumed 5% return | 1,000.00 | 1,022.13 | 2.77 | .55 |
| Class 1A - actual return | 1,000.00 | 886.81 | 3.75 | .80 |
| Class 1A - assumed 5% return | 1,000.00 | 1,020.89 | 4.02 | .80 |
| Class 2 - actual return | 1,000.00 | 886.66 | 3.75 | .80 |
| Class 2 - assumed 5% return | 1,000.00 | 1,020.89 | 4.02 | .80 |
| Class 3 - actual return | 1,000.00 | 887.02 | 3.42 | .73 |
| Class 3 - assumed 5% return | 1,000.00 | 1,021.23 | 3.67 | .73 |
| Class 4 - actual return | 1,000.00 | 885.43 | 4.92 | 1.05 |
| Class 4 - assumed 5% return | 1,000.00 | 1,019.64 | 5.27 | 1.05 |
| New World Fund | | | | |
| Class 1 - actual return | \$1,000.00 | \$ 959.42 | \$3.46 | .71% |
| Class 1 - assumed 5% return | 1,000.00 | 1,021.33 | 3.57 | .71 |
| Class 1A - actual return | 1,000.00 | 958.20 | 4.63 | .95 |
| Class 1A - assumed 5% return | 1,000.00 | 1,020.14 | 4.77 | .95 |
| Class 2 - actual return | 1,000.00 | 958.22 | 4.67 | .96 |
| Class 2 - assumed 5% return | 1,000.00 | 1,020.09 | 4.82 | .96 |
| Class 4 - actual return | 1,000.00 | 956.88 | 5.89 | 1.21 |
| Class 4 - assumed 5% return | 1,000.00 | 1,018.85 | 6.07 | 1.21 |

| | Beginning account value 1/1/2020 | Ending account value 6/30/2020 | Expenses paid during period ¹ | Annualized expense ratio |
|---|--|--------------------------------------|--|--------------------------------|
| Blue Chip Income and Growth Fund | | | | |
| Class 1 - actual return | \$1,000.00 | \$ 917.33 | \$2.05 | .43% |
| Class 1 - assumed 5% return | 1,000.00 | 1,022.73 | 2.16 | .43 |
| Class 1A - actual return | 1,000.00 | 916.02 | 3.24 | .68 |
| Class 1A - assumed 5% return | 1,000.00 | 1,021.48 | 3.42 | .68 |
| Class 2 - actual return | 1,000.00 | 915.91 | 3.24 | .68 |
| Class 2 - assumed 5% return | 1,000.00 | 1,021.48 | 3.42 | .68 |
| Class 4 - actual return | 1,000.00 | 915.12 | 4.43 | .93 |
| Class 4 - assumed 5% return | 1,000.00 | 1,020.24 | 4.67 | .93 |
| Global Growth and Income Fund | | | | |
| Class 1 - actual return | \$1,000.00 | \$ 889.23 | \$3.05 | .65% |
| Class 1 - assumed 5% return | 1,000.00 | 1,021.63 | 3.27 | .65 |
| Class 1A - actual return | 1,000.00 | 887.99 | 4.22 | .90 |
| Class 1A - assumed 5% return | 1,000.00 | 1,020.39 | 4.52 | .90 |
| Class 2 - actual return | 1,000.00 | 887.98 | 4.22 | .90 |
| Class 2 - assumed 5% return | 1,000.00 | 1,020.39 | 4.52 | .90 |
| Class 4 - actual return | 1,000.00 | 887.05 | 5.40 | 1.15 |
| Class 4 - assumed 5% return | 1,000.00 | 1,019.14 | 5.77 | 1.15 |
| Growth-Income Fund | | | | |
| Class 1 - actual return | \$1,000.00 | \$ 963.83 | \$1.42 | .29% |
| Class 1 - assumed 5% return | 1,000.00 | 1,023.42 | 1.46 | .29 |
| Class 1A - actual return | 1,000.00 | 962.74 | 2.64 | .54 |
| Class 1A - assumed 5% return | 1,000.00 | 1,022.18 | 2.72 | .54 |
| Class 2 - actual return | 1,000.00 | 962.74 | 2.64 | .54 |
| Class 2 - assumed 5% return | 1,000.00 | 1,022.18 | 2.72 | .54 |
| Class 3 - actual return | 1,000.00 | 962.98 | 2.29 | .47 |
| Class 3 - assumed 5% return | 1,000.00 | 1,022.53 | 2.36 | .47 |
| Class 4 - actual return | 1,000.00 | 961.40 | 3.85 | .79 |
| Class 4 - assumed 5% return | 1,000.00 | 1,020.93 | 3.97 | .79 |
| International Growth and Income Fund | | | | |
| Class 1 - actual return | \$1,000.00 | \$ 849.25 | \$3.13 | .68% |
| Class 1 - assumed 5% return | 1,000.00 | 1,021.48 | 3.42 | .68 |
| Class 1A - actual return | 1,000.00 | 848.07 | 4.27 | .93 |
| Class 1A - assumed 5% return | 1,000.00 | 1,020.24 | 4.67 | .93 |
| Class 2 - actual return | 1,000.00 | 848.30 | 4.27 | .93 |
| Class 2 - assumed 5% return | 1,000.00 | 1,020.24 | 4.67 | .93 |
| Class 4 - actual return | 1,000.00 | 847.09 | 5.42 | 1.18 |
| Class 4 - assumed 5% return | 1,000.00 | 1,019.00 | 5.92 | 1.18 |
| Capital Income Builder | | | | |
| Class 1 - actual return | \$1,000.00 | \$ 937.71 | \$2.12 | .44% |
| Class 1 - assumed 5% return | 1,000.00 | 1,022.68 | 2.21 | .44 |
| Class 1A - actual return | 1,000.00 | 936.40 | 3.32 | .69 |
| Class 1A - assumed 5% return | 1,000.00 | 1,021.43 | 3.47 | .69 |
| Class 2 - actual return | 1,000.00 | 936.41 | 3.32 | .69 |
| Class 2 - assumed 5% return | 1,000.00 | 1,021.43 | 3.47 | .69 |
| Class 4 - actual return | 1,000.00 | 935.07 | 4.52 | .94 |
| Class 4 - assumed 5% return | 1,000.00 | 1,020.19 | 4.72 | .94 |

See end of tables for footnotes.

| | Beginning account value 1/1/2020 | Ending account value 6/30/2020 | Expenses paid during period ¹ | Annualized expense ratio |
|--------------------------------|--|--------------------------------------|--|--------------------------------|
| Asset Allocation Fund | | | | |
| Class 1 - actual return | \$1,000.00 | \$ 985.29 | \$1.48 | .30% |
| Class 1 - assumed 5% return | 1,000.00 | 1,023.37 | 1.51 | .30 |
| Class 1A - actual return | 1,000.00 | 984.46 | 2.71 | .55 |
| Class 1A - assumed 5% return | 1,000.00 | 1,022.13 | 2.77 | .55 |
| Class 2 - actual return | 1,000.00 | 984.31 | 2.71 | .55 |
| Class 2 - assumed 5% return | 1,000.00 | 1,022.13 | 2.77 | .55 |
| Class 3 - actual return | 1,000.00 | 984.60 | 2.37 | .48 |
| Class 3 - assumed 5% return | 1,000.00 | 1,022.48 | 2.41 | .48 |
| Class 4 - actual return | 1,000.00 | 983.04 | 3.94 | .80 |
| Class 4 - assumed 5% return | 1,000.00 | 1,020.89 | 4.02 | .80 |
| Global Balanced Fund | | | | |
| Class 1 - actual return | \$1,000.00 | \$ 971.52 | \$3.48 | .71% |
| Class 1 - assumed 5% return | 1,000.00 | 1,021.33 | 3.57 | .71 |
| Class 1A - actual return | 1,000.00 | 969.99 | 4.70 | .96 |
| Class 1A - assumed 5% return | 1,000.00 | 1,020.09 | 4.82 | .96 |
| Class 2 - actual return | 1,000.00 | 970.71 | 4.70 | .96 |
| Class 2 - assumed 5% return | 1,000.00 | 1,020.09 | 4.82 | .96 |
| Class 4 - actual return | 1,000.00 | 968.94 | 5.92 | 1.21 |
| Class 4 - assumed 5% return | 1,000.00 | 1,018.85 | 6.07 | 1.21 |
| Bond Fund | | | | |
| Class 1 - actual return | \$1,000.00 | \$1,066.05 | \$2.05 | .40% |
| Class 1 - assumed 5% return | 1,000.00 | 1,022.87 | 2.01 | .40 |
| Class 1A - actual return | 1,000.00 | 1,065.05 | 3.34 | .65 |
| Class 1A - assumed 5% return | 1,000.00 | 1,021.63 | 3.27 | .65 |
| Class 2 - actual return | 1,000.00 | 1,065.58 | 3.34 | .65 |
| Class 2 - assumed 5% return | 1,000.00 | 1,021.63 | 3.27 | .65 |
| Class 4 - actual return | 1,000.00 | 1,063.57 | 4.62 | .90 |
| Class 4 - assumed 5% return | 1,000.00 | 1,020.39 | 4.52 | .90 |
| Capital World Bond Fund | | | | |
| Class 1 - actual return | \$1,000.00 | \$1,021.40 | \$2.76 | .55% |
| Class 1 - assumed 5% return | 1,000.00 | 1,022.13 | 2.77 | .55 |
| Class 1A - actual return | 1,000.00 | 1,020.30 | 4.02 | .80 |
| Class 1A - assumed 5% return | 1,000.00 | 1,020.89 | 4.02 | .80 |
| Class 2 - actual return | 1,000.00 | 1,020.29 | 4.02 | .80 |
| Class 2 - assumed 5% return | 1,000.00 | 1,020.89 | 4.02 | .80 |
| Class 4 - actual return | 1,000.00 | 1,019.27 | 5.27 | 1.05 |
| Class 4 - assumed 5% return | 1,000.00 | 1,019.64 | 5.27 | 1.05 |
| High-Income Bond Fund | | | | |
| Class 1 - actual return | \$1,000.00 | \$ 952.57 | \$2.52 | .52% |
| Class 1 - assumed 5% return | 1,000.00 | 1,022.28 | 2.61 | .52 |
| Class 1A - actual return | 1,000.00 | 951.37 | 3.74 | .77 |
| Class 1A - assumed 5% return | 1,000.00 | 1,021.03 | 3.87 | .77 |
| Class 2 - actual return | 1,000.00 | 951.48 | 3.74 | .77 |
| Class 2 - assumed 5% return | 1,000.00 | 1,021.03 | 3.87 | .77 |
| Class 3 - actual return | 1,000.00 | 951.66 | 3.40 | .70 |
| Class 3 - assumed 5% return | 1,000.00 | 1,021.38 | 3.52 | .70 |
| Class 4 - actual return | 1,000.00 | 951.12 | 4.95 | 1.02 |
| Class 4 - assumed 5% return | 1,000.00 | 1,019.79 | 5.12 | 1.02 |

| | Beginning account value 1/1/2020 | Ending account value 6/30/2020 | Expenses paid during period ¹ | Annualized expense ratio |
|--|--|--------------------------------------|--|--------------------------------|
| American Funds Mortgage Fund | | | | |
| Class 1 - actual return | \$1,000.00 | \$1,058.13 | \$2.05 | .40% |
| Class 1 - assumed 5% return | 1,000.00 | 1,022.87 | 2.01 | .40 |
| Class 1A - actual return | 1,000.00 | 1,055.92 | 3.32 | .65 |
| Class 1A - assumed 5% return | 1,000.00 | 1,021.63 | 3.27 | .65 |
| Class 2 - actual return | 1,000.00 | 1,056.83 | 3.32 | .65 |
| Class 2 - assumed 5% return | 1,000.00 | 1,021.63 | 3.27 | .65 |
| Class 4 - actual return | 1,000.00 | 1,055.32 | 4.55 | .89 |
| Class 4 - assumed 5% return | 1,000.00 | 1,020.44 | 4.47 | .89 |
| Ultra-Short Bond Fund | | | | |
| Class 1 - actual return | \$1,000.00 | \$1,004.25 | \$1.79 | .36% |
| Class 1 - assumed 5% return | 1,000.00 | 1,023.07 | 1.81 | .36 |
| Class 1A - actual return | 1,000.00 | 1,004.11 | 1.64 | .33 |
| Class 1A - assumed 5% return | 1,000.00 | 1,023.22 | 1.66 | .33 |
| Class 2 - actual return | 1,000.00 | 1,003.06 | 3.04 | .61 |
| Class 2 - assumed 5% return | 1,000.00 | 1,021.83 | 3.07 | .61 |
| Class 3 - actual return | 1,000.00 | 1,003.15 | 2.69 | .54 |
| Class 3 - assumed 5% return | 1,000.00 | 1,022.18 | 2.72 | .54 |
| Class 4 - actual return | 1,000.00 | 1,001.08 | 4.28 | .86 |
| Class 4 - assumed 5% return | 1,000.00 | 1,020.59 | 4.32 | .86 |
| U.S. Government/AAA-Rated Securities Fund | | | | |
| Class 1 - actual return | \$1,000.00 | \$1,088.03 | \$1.97 | .38% |
| Class 1 - assumed 5% return | 1,000.00 | 1,022.97 | 1.91 | .38 |
| Class 1A - actual return | 1,000.00 | 1,086.41 | 3.32 | .64 |
| Class 1A - assumed 5% return | 1,000.00 | 1,021.68 | 3.22 | .64 |
| Class 2 - actual return | 1,000.00 | 1,087.01 | 3.27 | .63 |
| Class 2 - assumed 5% return | 1,000.00 | 1,021.73 | 3.17 | .63 |
| Class 3 - actual return | 1,000.00 | 1,087.72 | 2.96 | .57 |
| Class 3 - assumed 5% return | 1,000.00 | 1,022.03 | 2.87 | .57 |
| Class 4 - actual return | 1,000.00 | 1,085.32 | 4.61 | .89 |
| Class 4 - assumed 5% return | 1,000.00 | 1,020.44 | 4.47 | .89 |

See end of tables for footnotes.

| | Beginning account value 1/1/2020 | Ending account value 6/30/2020 | Expenses paid during period ^{1,2} | Annualized expense ratio ² | Effective expenses paid during period ³ | Effective annualized expense ratio ⁴ |
|--|--|--------------------------------------|--|--|--|---|
| Managed Risk Growth Fund | | | | | | |
| Class P1 – actual return | \$1,000.00 | \$1,085.74 | \$1.92 | .37% | \$3.79 | .73% |
| Class P1 – assumed 5% return | 1,000.00 | 1,023.02 | 1.86 | .37 | 3.67 | .73 |
| Class P2 – actual return | 1,000.00 | 1,084.18 | 3.26 | .63 | 5.13 | .99 |
| Class P2 – assumed 5% return | 1,000.00 | 1,021.73 | 3.17 | .63 | 4.97 | .99 |
| Managed Risk International Fund | | | | | | |
| Class P1 – actual return | \$1,000.00 | \$ 876.65 | \$1.82 | .39% | \$4.20 | .90% |
| Class P1 – assumed 5% return | 1,000.00 | 1,022.92 | 1.96 | .39 | 4.52 | .90 |
| Class P2 – actual return | 1,000.00 | 875.51 | 3.08 | .66 | 5.46 | 1.17 |
| Class P2 – assumed 5% return | 1,000.00 | 1,021.58 | 3.32 | .66 | 5.87 | 1.17 |
| Managed Risk Blue Chip Income and Growth Fund | | | | | | |
| Class P1 – actual return | \$1,000.00 | \$ 917.01 | \$1.67 | .35% | \$3.62 | .76% |
| Class P1 – assumed 5% return | 1,000.00 | 1,023.12 | 1.76 | .35 | 3.82 | .76 |
| Class P2 – actual return | 1,000.00 | 915.15 | 3.00 | .63 | 4.95 | 1.04 |
| Class P2 – assumed 5% return | 1,000.00 | 1,021.73 | 3.17 | .63 | 5.22 | 1.04 |
| Managed Risk Growth-Income Fund | | | | | | |
| Class P1 – actual return | \$1,000.00 | \$1,006.57 | \$1.80 | .36% | \$3.34 | .67% |
| Class P1 – assumed 5% return | 1,000.00 | 1,023.07 | 1.81 | .36 | 3.37 | .67 |
| Class P2 – actual return | 1,000.00 | 1,006.22 | 3.04 | .61 | 4.59 | .92 |
| Class P2 – assumed 5% return | 1,000.00 | 1,021.83 | 3.07 | .61 | 4.62 | .92 |
| Managed Risk Asset Allocation Fund | | | | | | |
| Class P1 – actual return | \$1,000.00 | \$ 962.89 | \$1.76 | .36% | \$3.22 | .66% |
| Class P1 – assumed 5% return | 1,000.00 | 1,023.07 | 1.81 | .36 | 3.32 | .66 |
| Class P2 – actual return | 1,000.00 | 962.00 | 2.98 | .61 | 4.44 | .91 |
| Class P2 – assumed 5% return | 1,000.00 | 1,021.83 | 3.07 | .61 | 4.57 | .91 |

¹The “expenses paid during period” are equal to the “annualized expense ratio,” multiplied by the average account value over the period, multiplied by the number of days in the period, and divided by 366 (to reflect the one-half year period).

²The “expenses paid during period” and “annualized expense ratio” do not include the expenses of the underlying funds in which each fund invests.

³The “effective expenses paid during period” are equal to the “effective annualized expense ratio,” multiplied by the average account value over the period, multiplied by the number of days in the period, and divided by 366 (to reflect the period).

⁴The “effective annualized expense ratio” reflects the net annualized expense ratio of the class plus the class’s pro-rata share of the weighted average expense ratio of the underlying funds in which it invests.

Approval of Investment Advisory and Service Agreement – American Funds Insurance Series

The series' board has approved the continuation of the series' Investment Advisory and Service Agreement (the "agreement") with Capital Research and Management Company ("CRMC") for an additional one-year term through April 30, 2021. The board approved the agreement following the recommendation of the series' Contracts Committee (the "committee"), which is composed of all the series' independent board members. The board and the committee determined in the exercise of their business judgment that the advisory fee structure for each fund within the series was fair and reasonable in relation to the services provided, and that approving the agreement was in the best interests of each fund and its shareholders.

In reaching this decision, the board and the committee took into account their interaction with CRMC as well as information furnished to them throughout the year and otherwise provided to them, as well as information prepared specifically in connection with their review of the agreement, and were advised by their independent counsel with respect to the matters considered. They considered the following factors, among others, but did not identify any single issue or particular piece of information that, in isolation, was the controlling factor, and each board and committee member did not necessarily attribute the same weight to each factor.

1. Nature, extent and quality of services

The board and the committee considered the depth and quality of CRMC's investment management process, including its global research capabilities; the experience, capability and integrity of its senior management and other personnel; the low turnover rates of its key personnel; the overall financial strength and stability of CRMC and the Capital Group organization; the resources and systems CRMC devotes to investment management (the manner in which each fund's assets are managed, including liquidity management), financial, investment operations, compliance, trading, proxy voting, shareholder communications, and other services; and the ongoing evolution of CRMC's organizational structure designed to maintain and strengthen these qualities. The board and the committee also considered the nature, extent and quality of administrative and shareholder services provided by CRMC to the funds under the agreement and other agreements, as well as the benefits to each fund's shareholders from investing in a fund that is part of a large family of funds. The board considered the risks assumed by CRMC in providing services to the funds, including operational, business, financial, reputational, regulatory and litigation risks. The board and the committee concluded that the nature, extent and quality of the services provided by CRMC have benefited and should continue to benefit each fund and its shareholders.

2. Investment results

The board and the committee considered the investment results of each fund in light of its objectives. They compared each fund's investment results with those of other funds (including funds that currently form the basis of the Lipper index for the category in which the fund is included), and data such as relevant market and fund indexes over various periods (including each fund's lifetime) through September 30, 2019. They generally placed greater emphasis on longer term periods. On the basis of this evaluation and the board's and the committee's ongoing review of investment results, and considering the relative market conditions during certain of the reporting periods, the board and the committee concluded that each fund's investment results have been satisfactory for renewal of the agreement, and that CRMC's record in managing the funds indicated that its continued management should benefit each fund and its shareholders.

3. Advisory fees and total expenses

The board and the committee compared the advisory fees and total expense levels of each fund to those of other relevant funds. They observed that the advisory fees and total expenses of each fund are competitive with those of other similar funds included in the comparable Lipper category.

The board and the committee also considered the breakpoint discounts in each fund's advisory fee structure that reduce the level of fees charged by CRMC to the fund as fund assets increase. In addition, they reviewed information regarding the effective advisory fees charged to non-mutual fund clients by CRMC and its affiliates. They noted that, to the extent there were differences between the advisory fees paid by each fund and the advisory fees paid by those clients, the differences appropriately reflected the investment, operational, regulatory and market differences between advising the funds and the other clients. The board and the committee concluded that each fund's cost structure was fair and reasonable in relation to the services provided, as well as the risks assumed by the adviser, and that each fund's shareholders receive reasonable value in return for the advisory fees and other amounts paid to CRMC by the fund.

4. Ancillary benefits

The board and the committee considered a variety of other benefits that CRMC and its affiliates receive as a result of CRMC's relationship with the series and other American Funds, including fees for administrative services provided to certain share classes; fees paid to CRMC's affiliated transfer agent; sales charges and distribution fees received and retained by the series' principal underwriter, an affiliate of CRMC; and possible ancillary benefits to CRMC and its institutional management affiliates in managing other investment vehicles. The board and the committee reviewed CRMC's portfolio trading practices, noting that through December 31, 2018, CRMC benefited from research obtained with commissions from portfolio transactions made on behalf of the funds, and since that time has undertaken to bear the cost of obtaining such research. The board and the committee took these ancillary benefits into account in evaluating the reasonableness of the advisory fees and other amounts paid to CRMC by each fund.

5. Adviser financial information

The board and the committee reviewed information regarding CRMC's costs of providing services to the American Funds, including personnel, systems and resources of investment, compliance, trading, accounting and other administrative operations. They considered CRMC's costs and related cost allocation methodology as well as its track record of investing in technology, infrastructure and staff to maintain and expand services and capabilities, respond to industry and regulatory developments, and attract and retain qualified personnel. They noted information regarding the compensation structure for CRMC's investment professionals. They reviewed information on the profitability of the investment adviser and its affiliates. The board and the committee also compared CRMC's profitability and compensation data to the reported results and data of several large, publicly held investment management companies. The board and the committee noted the competitiveness and cyclicity of both the mutual fund industry and the capital markets, and the importance in that environment of CRMC's long-term profitability for maintaining its independence, company culture and management continuity. They further considered the breakpoint discounts in the funds' advisory fee structure and CRMC's sharing of potential economies of scale, or efficiencies, through breakpoints and other fee reductions and costs voluntarily absorbed. The board and the committee concluded that each fund's advisory fee structure reflected a reasonable sharing of benefits between CRMC and each fund's shareholders.

Approval of Investment Advisory and Service Agreement and Subadvisory Agreement – American Funds Insurance Series Managed Risk Funds

The series' board has approved the continuation of the series' Investment Advisory and Service Agreement (the "advisory agreement") with Capital Research and Management Company ("CRMC") with respect to the Managed Risk Funds for an additional one-year term through April 30, 2021. The board has also approved the series' Subadvisory Agreement (the "subadvisory agreement") with CRMC and Milliman Financial Risk Management LLC ("Milliman FRM") with respect to these funds for the same term. The advisory and subadvisory agreements are jointly referred to below as the "agreements." The board approved the agreements following the recommendation of the series' Contracts Committee (the "committee"), which is composed of all the series' independent board members. The board and the committee determined in the exercise of their business judgment that the advisory fee structure for each fund in the series was fair and reasonable in relation to the services provided, and that approving the agreements was in the best interests of each fund and its shareholders.

In reaching this decision, the board and the committee took into account their interaction with CRMC and Milliman FRM as well as information furnished to them throughout the year and otherwise provided to them, as well as information prepared specifically in connection with their review of the agreements, and were advised by their independent counsel with respect to the matters considered. They considered the following factors, among others, but did not identify any single issue or particular piece of information that, in isolation, was the controlling factor, and each board and committee member did not necessarily attribute the same weight to each factor.

1. Nature, extent and quality of services

The board and the committee considered the depth and quality of CRMC's investment management process, including its global research capabilities; the experience, capability and integrity of its senior management and other personnel; the low turnover rates of its key personnel; the overall financial strength and stability of CRMC and the Capital Group organization; the resources and systems CRMC devotes to investment management (the manner in which each fund's assets are managed, including liquidity management), financial, investment operations, compliance, trading, proxy voting, shareholder communications, and other services; and the ongoing evolution of CRMC's organizational structure designed to maintain and strengthen these qualities. The board and the committee also considered the nature, extent and quality of the oversight of Milliman FRM's services provided by CRMC, administrative and shareholder services provided by CRMC to the funds under the advisory agreement and other agreements, as well as the benefits to each fund's shareholders from investing in a fund that is part of a large family of funds. The board considered the risks assumed by CRMC in providing services to the funds, including operational, business, financial, reputational, regulatory and litigation risks. The board and the committee concluded that the nature, extent and quality of the services provided by CRMC have benefited and should continue to benefit each fund and its shareholders.

The board and the committee also considered the depth and quality of Milliman FRM's investment management process, including its experience in applying the Milliman Managed Risk Strategy to other funds in the series and risk management services for other clients; the experience, capability and integrity of its senior management and other personnel; and the services provided to each fund under the subadvisory agreement. The board and the committee concluded that the nature, extent and quality of the services provided by Milliman FRM have benefited and should continue to benefit each fund and its shareholders.

2. Investment results

The board and the committee considered the investment results of each fund in light of its objectives. They compared each fund's investment results with those of other funds (including funds that currently form the basis of the Lipper index for the category in which each fund is included), and data such as relevant market and fund indexes over various periods (including each fund's lifetime) through September 30, 2019. They generally placed greater emphasis on longer term periods. The board and the committee also considered the volatility of the funds compared with the S&P 500 Managed Risk indexes and those of a group of funds with volatility management strategies identified by management over various periods (including each fund's lifetime) through September 30, 2019. On the basis of this evaluation and the board's and the committee's ongoing review of investment results, and considering the relative market conditions during certain of the reporting periods, the board and the committee concluded that each fund's investment results

and the results of the services provided by CRMC and Milliman FRM have been satisfactory for renewal of the agreement, and that CRMC's and Milliman FRM's record in managing the funds indicated that their continued management should benefit each fund and its shareholders.

3. Advisory fees and total expenses

The board and the committee compared the advisory fees and total expense levels of each fund to those of other relevant funds. The board and the committee noted CRMC's waiver of a portion of the advisory fee payable by each fund under the advisory agreement, CRMC's commitment not to remove the waiver without board approval and CRMC's agreement to pay the fees due to Milliman FRM under the subadvisory agreement. They observed that each fund's advisory fees and expenses are competitive with those of other similar funds included in the comparable Lipper category.

The board and the committee also considered the breakpoint discounts in each underlying fund's advisory fee structure that reduce the level of fees charged by CRMC to the underlying fund as its assets increase. In addition, they reviewed information regarding the effective advisory fees charged to non-mutual fund clients by CRMC and its affiliates. They noted that, to the extent there were differences between the advisory fees paid by the fund and the advisory fees paid by those clients, the differences appropriately reflected the investment, operational, regulatory and market differences between advising the funds and the other clients. They also reviewed the fees paid to Milliman FRM by other funds which it advised or subadvised. The board and the committee concluded that each fund's cost structure was fair and reasonable in relation to the services that CRMC provided, directly and through Milliman FRM, as well as the risks assumed by the adviser, and that each fund's shareholders receive reasonable value in return for the advisory fees and other amounts paid to CRMC (and indirectly to Milliman FRM) by the funds.

4. Ancillary benefits

The board and the committee considered a variety of other benefits that CRMC and its affiliates receive as a result of CRMC's relationship with the series and the other American Funds, including fees for administrative services provided to certain share classes; fees paid to CRMC's affiliated transfer agent; sales charges and distribution fees received and retained by the series' principal underwriter, an affiliate of CRMC; and possible ancillary benefits to CRMC and its institutional management affiliates in managing other investment vehicles. The board and the committee reviewed CRMC's portfolio trading practices, noting that through December 31, 2018, CRMC benefited from research obtained with commissions from portfolio transactions made on behalf of the funds, and since that time has undertaken to bear the cost of obtaining such research. The board and the committee also reviewed similar ancillary benefits received by Milliman FRM as a result of its relationship with the series. The board and the committee took these ancillary benefits into account in evaluating the reasonableness of the advisory fees and other amounts paid to CRMC (and indirectly to Milliman FRM) by each fund.

5. Adviser financial information

The board and the committee reviewed information regarding CRMC's costs of providing services to the American Funds, including personnel, systems and resources of investment, compliance, trading, accounting and other administrative operations. They considered CRMC's costs and related cost allocation methodology as well as its track record of investing in technology, infrastructure and staff to maintain and expand services and capabilities, respond to industry and regulatory developments, and attract and retain qualified personnel. They noted information regarding the compensation structure for CRMC's investment professionals. They reviewed information on the profitability of the investment adviser and its affiliates. The board and the committee also compared CRMC's profitability and compensation data to the reported results and data of several large, publicly held investment management companies. The board and the committee noted the competitiveness and cyclical nature of both the mutual fund industry and the capital markets, and the importance in that environment of CRMC's long-term profitability for maintaining its independence, company culture and management continuity. They further considered the breakpoint discounts in the funds' advisory fee structure and CRMC's sharing of potential economies of scale, or efficiencies, through breakpoints and other fee reductions and costs voluntarily absorbed. The board and the committee concluded that each fund's advisory fee structure reflected a reasonable sharing of benefits between CRMC and each fund's shareholders.

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Office of the series

333 South Hope Street
Los Angeles, CA 90071-1406

Investment adviser

Capital Research and Management Company
333 South Hope Street
Los Angeles, CA 90071-1406

Investment subadviser

Milliman Financial Risk Management LLC
(Managed Risk Funds only)
71 South Wacker Drive, 31st Floor
Chicago, IL 60606

Custodian of assets

State Street Bank and Trust Company
One Lincoln Street
Boston, MA 02111

Counsel

Morgan, Lewis & Bockius LLP
One Federal Street
Boston, MA 02110-1726

Independent registered public accounting firm

PricewaterhouseCoopers LLP
601 South Figueroa Street
Los Angeles, CA 90017-3874

Investors should carefully consider investment objectives, risks, charges and expenses. This and other important information is contained in the series prospectuses and summary prospectuses, which can be obtained from your financial professional and should be read carefully before investing. You may also call American Funds Service Company (AFS) at (800) 421-4225 or visit the Capital Group website at capitalgroup.com.

"American Funds Proxy Voting Procedures and Principles" – which describes how we vote proxies relating to portfolio securities – is available on the Capital Group website or upon request by calling AFS. The series files its proxy voting record with the U.S. Securities and Exchange Commission (SEC) for the 12 months ended June 30 by August 31. The proxy voting record is available free of charge on the SEC website at sec.gov and on the Capital Group website.

Complete June 30, 2020, portfolios of American Funds Insurance Series' investments are available free of charge by calling AFS or visiting the SEC website (where they are part of Form N-CSR).

American Funds Insurance Series files a complete list of its portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form NPORT-P. This filing is available free of charge on the SEC website. Additionally, the list of portfolio holdings is available by calling AFS.

This report is for the information of American Funds Insurance Series investors, but it also may be used as sales literature when preceded or accompanied by the current prospectuses or summary prospectuses for American Funds Insurance Series and the prospectus for the applicable insurance contract, which give details about charges, expenses, investment objectives and operating policies of the series. If used as sales material after September 30, 2020, this report must be accompanied by a statistical update for the most recently completed calendar quarter.

Fund attribution data was produced using FactSet, a third-party software system, based on daily portfolios. Securities in their initial period of acquisition may not be included in this analysis. The analysis includes equity investments only and excludes forward contracts and fixed income investments, if applicable. It does not account for buy-and-sell transactions that might have occurred intraday. As a result, average portfolio weight percentages are approximate, and the actual average portfolio weight percentages might be higher or lower. Data elements, such as pricing, income, market cap, etc., were provided by FactSet. The indexes provided for attribution are based on FactSet's methodology. The indexes are broad-based market benchmarks and may not be used by Capital Group® as the sole comparative index for the funds. Capital Group believes the software and information from FactSet to be reliable. However, Capital Group cannot be responsible for inaccuracies, incomplete information or updating of information by FactSet.

Futures may not provide an effective hedge of the underlying securities because changes in the prices of futures may not track those of the securities they are intended to hedge. In addition, the managed risk strategy may not effectively protect the fund from market declines and will limit the fund's participation in market gains. The use of the managed risk strategy could cause the fund's return to lag that of the underlying fund in certain market conditions.

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The Capital Advantage[®]

Since 1931, Capital Group, home of American Funds, has helped investors pursue long-term investment success. Our consistent approach – in combination with The Capital SystemSM – has resulted in superior outcomes.

Aligned with investor success

We base our decisions on a long-term perspective, which we believe aligns our goals with the interests of our clients. American Funds Insurance Series portfolio managers average 28 years of investment industry experience, including 23 years at our company, reflecting a career commitment to our long-term approach.¹

The Capital System

The Capital System combines individual accountability with teamwork. Funds using The Capital System are divided into portions that are managed independently by investment professionals with diverse backgrounds, ages and investment approaches. An extensive global research effort is the backbone of our system.

American Funds Insurance Series superior outcomes

American Funds Insurance Series equity funds have beaten their comparable Lipper indexes in 90% of 10-year periods and 100% of 20-year periods.² Our fixed income funds have helped investors achieve diversification through attention to correlation between bonds and equities.³ We strive to keep management fees competitive. Over the past 20 years, most funds' fees have been below industry averages.⁴

¹ Investment industry experience as of the American Funds Insurance Series prospectus dated May 1, 2020.

² Based on Class 1 share results for rolling periods through December 31, 2019. Periods covered are the shorter of the fund's lifetime or since the inception date of the comparable Lipper index or average. The comparable Lipper indexes are: Global Funds Index (Global Growth Fund, Global Growth and Income Fund), Growth Funds Index (Growth Fund), International Funds Index (International Fund), Emerging Markets Funds Index (New World Fund), Growth & Income Funds Index (Blue Chip Income and Growth Fund, Growth-Income Fund) and Balanced Funds Index (Asset Allocation Fund). The Lipper Global Small-/Mid-Cap Funds Average was used for Global Small Capitalization Fund. Lipper source: Refinitiv Lipper. There have been periods when the fund has lagged the index.

³ Based on Class 1 share results as of December 31, 2019. Four of our five fixed income funds showed a three-year correlation below 0.1. Standard & Poor's 500 Composite Index was used as an equity market proxy. Correlation based on monthly total returns. Correlation is a statistical measure of how two securities move in relation to each other. A correlation ranges from -1 to 1. A positive correlation close to 1 implies that as one security moves, either up or down, the other security will move in "lockstep," in the same direction. A negative correlation close to -1 indicates that the securities have moved in the opposite direction.

⁴ Based on management fees for the 20-year period ended December 31, 2019, versus comparable Lipper categories, excluding funds of funds.

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