



AMERICAN
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From Capital Group

City of Rexburg Salary Reduction Plan

Participant fee disclosure

August, 2015

Plan-Related Information

Your employer offers the City of Rexburg Salary Reduction Plan to help you prepare for retirement.

This document is designed to help you understand certain plan provisions, investment information and the costs associated with your plan. If you come across a term that isn't familiar to you, please take a moment to review the glossary available at myretirement.americanfunds.com.

General plan information

Your investment options

You can choose a target date fund using one of the American Funds Target Date Funds, or you can build your own portfolio by choosing from among the other investment options in the plan.

Investment instructions

To begin participating in your employer's retirement plan, you must first meet the plan's eligibility requirements and enroll. Once enrolled, you can provide investment instructions (i.e., make investment exchanges or change future contribution elections) in any of the following ways:

- **By phone:** Call (800) 204-3731.
- **On the Internet:** Go to myretirement.americanfunds.com.

Please note: Trading activity is monitored to ensure that trading guidelines, which are described in the prospectuses, are observed.

If you exchange or reallocate \$5,000 or more from one of the American Funds (except a money market investment or a target date investment), you must wait 30 days before you can exchange back into that same investment. Non-American Funds may have their own trading restrictions. Please see the prospectuses for details.

Voting and other rights

The trustee or another plan fiduciary may vote or exercise any other rights associated with ownership of the investments held in your account.

Designated investment alternatives

The "Investment-Related Information" table(s) identify and provide information about the plan's investment options.

Administrative expenses

Plan-level expenses/credits

The day-to-day operation of a retirement plan involves expenses for ongoing administrative services – such as plan recordkeeping, compliance and plan document services, investment services and trustee/custodial services – that are necessary for administering the plan as a whole. A retirement plan also offers a host of other services, such as a telephone voice response system, access to customer service representatives, retirement planning tools, electronic access to plan information, account statements and online transactions.

A portion of these services are paid from the plan's investments. This is reflected in each investment's expense ratio and reduces the investment returns. If an additional amount is required to cover your plan's administrative expenses, your employer expects that it will be assessed to participant accounts as a percentage of the account balance. This fee will be deducted from your account quarterly and will appear on your quarterly statement. Your employer expects that the total amount of plan-level expenses will not exceed up to .05% of your account balance per year.

The plan may also incur unexpected expenses that may be deducted from participant accounts.

If your plan's investments generate more revenue than is necessary to cover the costs of administrative services for your plan, the excess amount will be used to pay other plan expenses or allocated to participants and will appear on your quarterly statement.

Individual expenses

In addition to overall plan administrative expenses, there are individual service fees associated with optional features offered under your plan. Individual service fees will be charged separately if you choose to take advantage of a particular plan feature. These fees are described below.

Loan fees

A loan initiation fee of \$160.00 will be deducted from your loan amount. Therefore, if you'd like to receive \$1,000, you'll need to request a loan for \$1,160.00. You'll have the opportunity to repay this fee because it's included in the amortization schedule. This fee is charged for setting up the loan and providing the amortization schedule. An ongoing maintenance fee of \$50.00 per year will be deducted from your account via quarterly payments for maintaining the loan on the recordkeeping system and for monitoring the loan payments received.

Plan-Related Information

Periodic distribution fees

Certain fees will be charged to your account for selecting periodic disbursements rather than taking a one-time distribution. Periodic distributions include an initial setup fee of \$50 and an annual maintenance fee. For monthly or quarterly disbursements, the maintenance fee is \$25 annually. For semi-annual or annual disbursements, the maintenance fee is \$10 annually.

One-time distribution/transaction fees

You will be charged a fee for a one-time distribution or certain other requested account transactions. The amount of the fee may vary based on the type of distribution or transaction, if applicable.

One-time distribution fee: \$75.00 per request

Rollover investments from your retirement plan into an American Funds IRA, with Capital Bank and Trust as custodian, will automatically be invested in Class A shares at no sales charge regardless of the share class available in your retirement plan. Any future contributions to the IRA will be assessed the appropriate sales charge based on the applicable break points. See the specific fund's prospectus for additional information.

Have questions?

Your plan contact

Matt Nielson
(208) 372-2343
mattn@rexburg.org

Your financial professional

Brent Esplin
(208) 356-0772
brent.esplin@edwardjones.com

Additional plan contacts

Plan Sponsor
Valeea Quigg
(208) 372-2338
valeeaq@rexburg.org

The investment options in your plan

Investment-Related Information

One way to assess an investment's results is to compare its results with those of a comparable benchmark or index. The benchmarks and their returns are shown in the table. Check your investment's annual and semi-annual reports to shareholders for more information.

You should carefully consider fees and expenses when making investment decisions. The cumulative effect of fees and expenses can substantially reduce the growth of your retirement account over time. For an example of the long-term effect of fees and expenses, visit the Employee Benefits Security Administration (EBSA) website at www.dol.gov/ebsa/publications/401k_employee.html. However, fees and expenses are only one of many factors to consider when you evaluate your plan investment options.

Generally, there are two types of fees and expenses associated with saving and investing through a retirement plan: (1) recordkeeping and administrative fees and (2) investment expenses. The expenses related to each investment in your plan are known as the expense ratios. Expense ratios tend to vary with the investment category; for example, a money market investment will generally have a lower expense ratio than a global equity investment, which has higher costs.

The gross expense ratio reflects the investment's total annual operating expenses. It does not include any fee waivers or expense reimbursements. The net expense ratio reflects any applicable fee waivers or expense reimbursements. This is the actual expense ratio that you paid. Expense ratios are as of each investment's prospectus available at the time of publication.

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

Figures shown are past results and are not predictive of future results. Current and future results may be lower or higher than those shown here. Share prices and returns will vary, so you may lose money. Investing for short periods makes losses more likely.

Prospectuses, SAs and annual reports, if applicable, are available free of charge by calling (800) 204-3731 or on the Web at myretirement.americanfunds.com.

Portfolio turnover information is included in your investments' summary prospectuses.

For additional details, go to myretirement.americanfunds.com and click on the link under "View Investment Results." When prompted, enter your plan number, 1352938-01. If you have an established log-in, you can also access investment information by logging in and clicking on the

"Investments" button.

To understand the risks associated with the investments you're considering, read the numbered notes on the "Investment-related disclosure" page(s). There you'll also find share class and other important disclosure information.

The investment options in your plan

Investment-Related Information

Investment options for Class R-4 as of 06/30/15

Investment name Benchmark Investment manager	Asset class	Inception date	Average annual total returns (%)				Expense ratios (%)		Gross expenses per \$1,000
			Lifetime	10 years	5 years	1 year	gross	net	
Growth investments									
American Funds AMCAP	Growth	05/01/67	11.55	8.61	17.91	7.48	0.71	0.71	\$7.10
Standard & Poor's 500 Composite Index			9.93	7.89	17.33	7.41			
American Funds. Shareholder type fees - None. Investment footnote(s): ^{1,2,3,4,5,6,7,8}									
American Funds EuroPacific Growth	Growth	04/16/84	11.17	7.33	9.74	0.63	0.84	0.84	\$8.40
MSCI All Country World Index (ACWI) ex USA			N/A	5.54	7.76	-5.26			
American Funds. Shareholder type fees - None. Investment footnote(s): ^{1,2,3,4,5,6,7,8,9,10}									
American Funds Growth Fund of America	Growth	12/01/73	13.65	8.37	16.49	8.09	0.68	0.68	\$6.80
Standard & Poor's 500 Composite Index			10.96	7.89	17.33	7.41			
American Funds. Shareholder type fees - None. Investment footnote(s): ^{1,2,3,4,5,6,7,8}									
American Funds New Perspective Fund	Growth	03/13/73	12.32	8.87	13.85	5.31	0.80	0.80	\$8.00
MSCI All Country World Index (ACWI)			N/A	6.41	11.93	0.71			
American Funds. Shareholder type fees - None. Investment footnote(s): ^{1,2,3,4,5,6,7,8,9}									
Franklin Natural Resources A	Growth	06/05/95	7.79	3.70	1.12	-31.91	1.07	1.07	\$10.70
MSCI All Country World Index (ACWI)			N/A	6.41	11.93	0.71			
Franklin Templeton Investments. Shareholder type fees - None. Investment footnote(s): ^{1,3,4,5,6,8,9,11,12,13}									
Oppenheimer International Small Co A	Growth	11/17/97	13.19	12.73	18.92	5.90	1.22	1.21	\$12.20
MSCI All Country World Index (ACWI) ex USA			N/A	5.54	7.76	-5.26			
OppenheimerFunds. Shareholder type fees - None. Investment footnote(s): ^{1,3,4,5,8,9,11,12,14,15,16}									
Oppenheimer Small & Mid Cap Value A	Growth	01/03/89	10.19	6.61	14.97	4.72	1.17	1.17	\$11.70
Standard & Poor's 500 Composite Index			10.28	7.89	17.33	7.41			
OppenheimerFunds. Shareholder type fees - None. Investment footnote(s): ^{1,3,4,8,11,12,14,15,16,17,18}									
Growth-and-income investments									
American Funds Investment Co of America	Growth-and-income	01/01/34	12.08	7.39	15.55	4.34	0.65	0.65	\$6.50
Standard & Poor's 500 Composite Index			10.85	7.89	17.33	7.41			
American Funds. Shareholder type fees - None. Investment footnote(s): ^{1,2,3,4,5,6,7,8,19}									

The investment options in your plan

Investment-Related Information

Investment options for Class R-4 as of 06/30/15

Investment name Benchmark Investment manager	Asset class	Inception date	Average annual total returns (%)				Expense ratios (%)		Gross expenses per \$1,000
			Lifetime	10 years	5 years	1 year	gross	net	
Growth-and-income investments									
American Funds Washington Mut Inv Fund	Growth-and-income	07/31/52	11.80	7.17	16.25	3.35	0.64	0.64	\$6.40
Standard & Poor's 500 Composite Index			10.75	7.89	17.33	7.41			
American Funds. Shareholder type fees - None. Investment footnote(s): 2,3,4,5,6,7,8,19									
Invesco Global Real Estate A	Growth-and-income	04/29/05	5.89	5.55	11.07	0.17	1.44	1.44	\$14.40
MSCI All Country World Index (ACWI)			6.6	6.41	11.93	0.71			
Invesco. Shareholder type fees - None. Investment footnote(s): 1,3,4,8,10,11,12,15,17,20,21,22,23,24,25,26,27,28,29									
Equity-income investments									
American Funds Capital Income Builder	Equity-income	07/30/87	9.45	6.11	10.26	-0.30	0.64	0.64	\$6.40
Standard & Poor's 500 Composite Index			9.36	7.89	17.33	7.41			
American Funds. Shareholder type fees - None. Investment footnote(s): 1,2,3,4,6,7,8,19,30									
American Funds Income Fund of America	Equity-income	12/01/73	11.10	6.65	11.78	0.95	0.64	0.64	\$6.40
Standard & Poor's 500 Composite Index			10.96	7.89	17.33	7.41			
American Funds. Shareholder type fees - None. Investment footnote(s): 1,2,3,4,6,7,8,19,27,30									
Bond investments									
American Funds Bond Fund of America	Bond	05/28/74	7.82	3.32	3.50	1.14	0.61	0.61	\$6.10
Barclays U.S. Aggregate Index			N/A	4.44	3.35	1.86			
American Funds. Shareholder type fees - None. Investment footnote(s): 1,3,4,6,7,8,9,28,30,31,32,33,34									
Cash-equivalent investments									
American Funds Money Market Fund	Cash-equivalent	05/01/09	0.00	N/A	0.00	0.00	0.44	0.07	\$4.40
USTREAS T-Bill Auction Ave 3 Mon			0.08	1.36	0.06	0.02			
American Funds. Shareholder type fees - None. The annualized seven-day SEC yield for American Funds Money Market Fund, calculated in accordance with the SEC formula, was 0.00% as of 06/30/15. The yield takes into account the reimbursements of certain expenses where applicable. Without these, the yield would have been -0.38%. The yield more accurately reflects the investment's current earnings than do the investments total returns.									
Target date investments									
American Funds Target Date 2010	Target date	02/01/07	4.34	N/A	8.70	1.18	0.81	0.71	\$8.10
S&P Target Date Through 2010 Index			4.85	5.58	8.91	1.98			
American Funds. Shareholder type fees - None. Investment footnote(s): 1,2,3,4,6,7,8,10,12,15,16,27,28,30,31,32,34,35,36									

The investment options in your plan

Investment-Related Information

Investment options for Class R-4 as of 06/30/15

Investment name Benchmark Investment manager	Asset class	Inception date	Average annual total returns (%)				Expense ratios (%)		Gross expenses per \$1,000
			Lifetime	10 years	5 years	1 year	gross	net	
Target date investments									
American Funds Target Date 2015	Target date	02/01/07	4.61	N/A	9.64	1.53	0.81	0.71	\$8.10
S&P Target Date Through 2015 Index			4.95	5.89	10.14	2.26			
American Funds. Shareholder type fees - None.									
Investment footnote(s): 1,2,3,4,6,7,8,10,12,15,16,27,28,30,31,32,34,35,36									
American Funds Target Date 2020	Target date	02/01/07	4.82	N/A	10.81	2.00	0.83	0.73	\$8.30
S&P Target Date Through 2020 Index			4.92	6.05	11.19	2.49			
American Funds. Shareholder type fees - None.									
Investment footnote(s): 1,2,3,4,6,7,8,10,12,15,16,27,28,30,31,32,34,35,36									
American Funds Target Date 2025	Target date	02/01/07	5.41	N/A	12.48	2.19	0.85	0.75	\$8.50
S&P Target Date Through 2025 Index			5.11	6.4	12.1	2.77			
American Funds. Shareholder type fees - None.									
Investment footnote(s): 1,2,3,4,6,7,8,10,12,15,16,27,28,30,31,32,34,35,36									
American Funds Target Date 2030	Target date	02/01/07	5.89	N/A	13.34	3.44	0.87	0.77	\$8.70
S&P Target Date Through 2030 Index			5.24	6.67	12.73	2.86			
American Funds. Shareholder type fees - None.									
Investment footnote(s): 1,2,3,4,6,7,8,10,12,15,16,27,28,30,31,32,34,35,36									
American Funds Target Date 2035	Target date	02/01/07	5.94	N/A	13.51	3.72	0.88	0.78	\$8.80
S&P Target Date Through 2035 Index			5.25	6.78	13.17	3.0			
American Funds. Shareholder type fees - None.									
Investment footnote(s): 1,2,3,4,6,7,8,10,12,15,16,27,28,30,31,32,34,35,36									
American Funds Target Date 2040	Target date	02/01/07	6.01	N/A	13.65	3.71	0.88	0.78	\$8.80
S&P Target Date Through 2040 Index			5.28	6.87	13.5	3.04			
American Funds. Shareholder type fees - None.									
Investment footnote(s): 1,2,3,4,6,7,8,10,12,15,16,27,28,30,31,32,34,35,36									
American Funds Target Date 2045	Target date	02/01/07	6.03	N/A	13.70	3.90	0.89	0.79	\$8.90
S&P Target Date Through 2045 Index			5.19	6.86	13.56	3.04			
American Funds. Shareholder type fees - None.									
Investment footnote(s): 1,2,3,4,6,7,8,10,12,15,16,27,28,30,31,32,34,35,36									
American Funds Target Date 2050	Target date	02/01/07	6.02	N/A	13.70	3.86	0.89	0.79	\$8.90
S&P Target Date Through 2050 Index			5.27	6.93	13.7	3.01			
American Funds. Shareholder type fees - None.									
Investment footnote(s): 1,2,3,4,6,7,8,10,12,15,16,27,28,30,31,32,34,35,37									

The investment options in your plan

Investment-Related Information

Investment options for Class R-4 as of 06/30/15

Investment name Benchmark Investment manager	Asset class	Inception date	Average annual total returns (%)				Expense ratios (%)		Gross expenses per \$1,000
			Lifetime	10 years	5 years	1 year	gross	net	
Target date investments									
American Funds Target Date 2055	Target date	02/01/10	11.64	N/A	13.66	3.78	0.94	0.84	\$9.40
S&P Target Date Through 2055+ Index			11.7	N/A	13.76	2.94			
American Funds. Shareholder type fees - None.									
Investment footnote(s): 1,2,3,4,6,7,8,10,12,15,16,27,28,30,31,32,34,35									
American Funds Target Date 2060	Target date	03/27/15	0.80	N/A	N/A	N/A	1.17	0.83	\$11.70
S&P Target Date Through 2055+ Index			0.0	N/A	13.76	2.94			
American Funds. Shareholder type fees - None.									

Investment-Related Disclosure

Investment Related Disclosure

- ¹ Investments in foreign securities may be subject to increased volatility as the value of these securities can change more rapidly and extremely than can the value of U.S. securities. Foreign securities are subject to increased issuer risk because foreign issuers may not experience the same degree of regulation as U.S. issuers do and are held to different reporting, accounting, and auditing standards. In addition, foreign securities are subject to increased costs because there are generally higher commission rates on transactions, transfer taxes, higher custodial costs, and the potential for foreign tax charges on dividend and interest payments. Many foreign markets are relatively small, and securities issued in less-developed countries face the risks of nationalization, expropriation or confiscatory taxation, and adverse changes in investment or exchange control regulations, including suspension of the ability to transfer currency from a country. Economic, political, social, or diplomatic developments can also negatively impact performance.
- ² The investment is intended to be held for a substantial period of time, and investors should tolerate fluctuations in their investment's value.
- ³ Because the investment's market value may fluctuate up and down, an investor may lose money, including part of the principal, when he or she buys or sells the investment.
- ⁴ The investment is not a deposit or obligation of, or guaranteed or endorsed by, any bank and is not insured by the Federal Deposit Insurance Corporation, the Federal Reserve Board, or any other U.S. governmental agency.
- ⁵ Growth securities may be subject to increased volatility as the value of these securities is highly sensitive to market fluctuations and future earnings expectations. These securities typically trade at higher multiples of current earnings than do other securities and may lose value if it appears their earnings expectations may not be met.
- ⁶ The investment is actively managed and subject to the risk that the advisor's usage of investment techniques and risk analyses to make investment decisions fails to perform as expected, which may cause the portfolio to lose value or underperform investments with similar objectives and strategies or the market in general.
- ⁷ A stake in any individual security is subject to the risk that the issuer of that security performs poorly, resulting in a decline in the security's value. Issuer-related declines may be caused by poor management decisions, competitive pressures, technological breakthroughs, reliance on suppliers, labor problems or shortages, corporate restructurings, fraudulent disclosures, or other factors. Additionally, certain issuers may be more sensitive to adverse issuer, political, regulatory, market, or economic developments.
- ⁸ The market value of the portfolio's securities may fall rapidly or unpredictably because of changing economic, political, or market conditions, which may reduce the value of the portfolio.
- ⁹ This fund's inception predates the inception of its primary benchmark; therefore, there is no calculation for the benchmark's lifetime result.
- ¹⁰ Investments in emerging- and frontier-markets securities may be subject to greater market, credit, currency, liquidity, legal, political, and other risks compared with assets invested in developed foreign countries.
- ¹¹ This is not one of the American Funds and is not managed by Capital Group, the investment manager for the American Funds. See the prospectus, if applicable, or your plan's financial professional for more information.
- ¹² Concentrating assets in small-capitalization stocks may subject the portfolio to the risk that those stocks underperform other capitalizations or the market as a whole. Smaller, less-seasoned companies may be subject to increased liquidity risk compared with mid- and large-cap companies and may experience greater price volatility than do those securities because of limited product lines, management experience, market share, or financial resources, among other factors.
- ¹³ Concentrating assets in a particular industry, sector of the economy, or markets may increase volatility because the investment will be more susceptible to the impact of market, economic, regulatory, and other factors affecting that industry or sector compared with a more broadly diversified asset allocation.
- ¹⁴ Investors are expected to select investments whose investment strategies are consistent with their financial goals and risk tolerance.
- ¹⁵ Performance is subject to the risk

Investment-Related Disclosure

that the advisor's asset allocation and investment strategies do not perform as expected, which may cause the portfolio to underperform its benchmark, other investments with similar objectives, or the market in general. The investment is subject to the risk of loss of income and capital invested, and the advisor does not guarantee its value, performance, or any particular rate of return.

- ¹⁶ The value of equity securities, which include common, preferred, and convertible preferred stocks, will fluctuate based on changes in their issuers' financial conditions, as well as overall market and economic conditions, and can decline in the event of deteriorating issuer, market, or economic conditions.
- ¹⁷ Concentrating assets in mid-capitalization stocks may subject the portfolio to the risk that those stocks underperform other capitalizations or the market as a whole. Mid-cap companies may be subject to increased liquidity risk compared with large-cap companies and may experience greater price volatility than do those securities because of more-limited product lines or financial resources, among other factors.
- ¹⁸ Value securities may be subject to the risk that these securities cannot overcome the adverse factors the advisor believes are responsible for their low price or that the market may not recognize their fundamental value as the advisor predicted. Value securities are not expected to experience significant earnings growth and may underperform growth stocks in certain markets.
- ¹⁹ The investment's income payments

may decline depending on fluctuations in interest rates and the dividend payments of its underlying securities. In this event, some investments may attempt to pay the same dividend amount by returning capital.

- ²⁰ Investments in derivatives may be subject to the risk that the advisor does not correctly predict the movement of the underlying security, interest rate, market index, or other financial asset, or that the value of the derivative does not correlate perfectly with either the overall market or the underlying asset from which the derivative's value is derived. Because derivatives usually involve a small investment relative to the magnitude of liquidity and other risks assumed, the resulting gain or loss from the transaction will be disproportionately magnified. These investments may result in a loss if the counterparty to the transaction does not perform as promised.
- ²¹ Concentrating assets in the real estate sector or REITs may disproportionately subject the portfolio to the risks of that industry, including loss of value because of changes in real estate values, interest rates, and taxes, as well as changes in zoning, building, environmental, and other laws, among other factors. Investments in REITs may be subject to increased price volatility and liquidity risk, and shareholders indirectly bear their proportionate share of expenses because of their management fees.
- ²² Selling securities short may be subject to the risk that an advisor does not correctly predict the movement of the security, resulting

in a loss if a security must be purchased on the market above its initial borrowing price to return to the lender, in addition to interest paid to the lender for borrowing the security.

- ²³ The issuer or guarantor of a fixed-income security, counterparty to an OTC derivatives contract, or other borrower may not be able to make timely principal, interest, or settlement payments on an obligation. In this event, the issuer of a fixed-income security may have its credit rating downgraded or defaulted, which may reduce the potential for income and value of the portfolio.
- ²⁴ Investments in securities from a particular country or region may be subject to the risk of adverse social, political, regulatory, or economic events occurring in that country or region. Country- or region-specific risks also include the risk that adverse securities markets or exchange rates may impact the value of securities from those areas.
- ²⁵ Most securities are subject to the risk that changes in interest rates will reduce their market value.
- ²⁶ Investments in convertible securities may be subject to increased interest-rate risks, rising in value as interest rates decline and falling in value when interest rates rise, in addition to their market value depending on the performance of the common stock of the issuer. Convertible securities, which are typically unrated or rated lower than other debt obligations, are secondary to debt obligations in order of priority during a liquidation in the event the issuer defaults.
- ²⁷ Investments in below-investment-

Investment-Related Disclosure

- grade debt securities and unrated securities of similar credit quality, commonly known as "junk bonds" or "high-yield securities," may be subject to increased interest, credit, and liquidity risks.
- ²⁸ Investments in mortgage-backed and asset-backed securities may be subject to increased price volatility because of changes in interest rates, issuer information availability, credit quality of the underlying assets, market perception of the issuer, availability of credit enhancement, and prepayment of principal. The value of ABS and MBS may be adversely affected if the underlying borrower fails to pay the loan included in the security.
- ²⁹ Investments in preferred stocks may be subject to the risks of deferred distribution payments, involuntary redemptions, subordination to debt instruments, a lack of liquidity compared with common stocks, limited voting rights, and sensitivity to interest-rate changes.
- ³⁰ The value of fixed-income or debt securities may be susceptible to general movements in the bond market and are subject to interest-rate and credit risk.
- ³¹ Investments in U.S. government obligations are subject to varying levels of government support. In the event of default, some U.S. government securities, including U.S. Treasury obligations and Ginnie Mae securities, are issued and guaranteed as to principal and interest by the full faith and credit of the U.S. government. Other securities are obligations of U.S. government-sponsored entities but are neither issued nor guaranteed by the U.S. government.
- ³² Investments in forwards may increase volatility and be subject to additional market, active management, currency, and counterparty risks as well as liquidity risk if the contract cannot be closed when desired. Forwards purchased on a when-issued or delayed-delivery basis may be subject to risk of loss if they decline in value prior to delivery, or if the counterparty defaults on its obligation.
- ³³ Investments in swaps, such as interest-rate swaps, currency swaps and total return swaps, may increase volatility and be subject to increased liquidity, credit, and counterparty risks. Depending on their structure, swaps may increase or decrease the portfolio's exposure to long- or short-term interest rates, foreign currency values, corporate borrowing rates, security prices, index values, inflation rates, credit, or other factors.
- ³⁴ Restricted and illiquid securities may fall in price because of an inability to sell the securities when desired. Investing in restricted securities may subject the portfolio to higher costs and liquidity risk.
- ³⁵ A portfolio's risks are closely associated with the risks of the securities and other investments held by the underlying or subsidiary funds, and the ability of the portfolio to meet its investment objective likewise depends on the ability of the underlying funds to meet their objectives. Investment in other funds may subject the portfolio to higher costs than owning the underlying securities directly because of their management fees.
- ³⁶ The S&P Target Date Through series indexes (2010-2045) began on 5/31/2007. From 2/1/2007 through 5/30/2007, the S&P Target Date series was used.
- ³⁷ The S&P Target Date Through 2050 Index began on 5/30/2008. From 2/1/2007 through 5/29/2008, the S&P Target Date 2045 Index was used.

Please read the following important disclosure.

Investment results assume all distributions are reinvested and reflect applicable fees and expenses. Expense ratios are as of each fund's prospectus available at the time of publication. Net expense ratios reflect any current waivers and/or reimbursements to the funds; gross expense ratios do not. When applicable, investment results reflect fee waivers and/or expense reimbursements, without which results would have been lower. For more information, please see your plan's website.

For the American Funds target date series, the investment adviser is currently waiving its management fee of 0.10%. After December 31, 2014, the adviser may modify or terminate the waiver, but only with fund board approval. In addition, the investment adviser has in the past reimbursed certain expenses for all share classes. Investment results and net expense ratios reflect the waiver and reimbursements, without which the results would have been lower and the expenses would have been higher. The expense ratios are as of each fund's prospectus available at the time of publication and include the weighted average expenses of the underlying American Funds. For

Investment-Related Disclosure

the American Funds Target Date 2060 Fund, the net expense ratio reflects the waiver, without which the expenses would have been higher. The 2060 Fund's expense ratios are estimated as of its prospectus available at the time of publication and include the weighted average expenses of the underlying funds.

Although American Funds Money Market Fund has a 12b-1 plan for this share class, it's currently suspending certain 12b-1 payments in this low interest rate environment. Should payments commence, its investment results will be lower.

Lifetime returns for less than one year aren't annualized, but are calculated as cumulative total returns.

Some investment names may be abbreviated due to space limitations. For a list of the full names of the American Funds, including trademark information, visit americanfundsretirement.com.

The indexes are unmanaged and, therefore, have no expenses. There have been periods when the investments have lagged the indexes.

Share Class

American Funds Class R-4 shares were first offered on May 15, 2002. Class R-4 share results prior to the date of first sale are hypothetical based on Class A share results without a sales charge, adjusted for typical estimated additional expenses. Please see the prospectuses for more information on specific expenses.

Important Information About Outside Funds

Because your plan offers investments that aren't managed by Capital Group (the investment manager for the American Funds), the share classes may vary. If you're interested in

learning more about these share classes, please read the most recent prospectuses, if applicable. The prospectus also contains details about specific investment risks and key financial data, such as fees and expenses. You can obtain prospectuses from your employer.

Information about investments other than the American Funds is provided by Morningstar, Inc. Results displayed for some of these investments may represent hypothetical results for periods prior to the inception dates of the share classes and are based on Morningstar's calculations. Past results are not predictive of future results. If you have questions about the results, contact your employer or your plan's financial professional. The information shown on these pages may not be copied or distributed, and we cannot guarantee it to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.

Manager

The American Funds are managed by Capital Group, one of the largest investment management organizations in the world. Since 1931, the company has invested with a long-term focus based on thorough research and attention to risk – an investment style similar to that of most people saving for retirement.

The investment options in your plan

Investment Details

Please read the important "Investment Results Disclosure" that precedes these "Investment Details."

Target date investments

American Funds

American Funds Target Date Retirement Series®

Goal

Depending on the proximity to its target date, each fund will seek to achieve the following objectives to varying degrees: growth, income and conservation of capital.

Fast facts (updated annually as of 12/31/14)

- The series offers a number of target date fund portfolios in five-year increments for retirement dates through 2060.
- Each target date fund portfolio:
 - Is made up of at least **16** American Funds
 - Consists of the investment ideas of approximately **70** portfolio managers

What you should know about the target date series

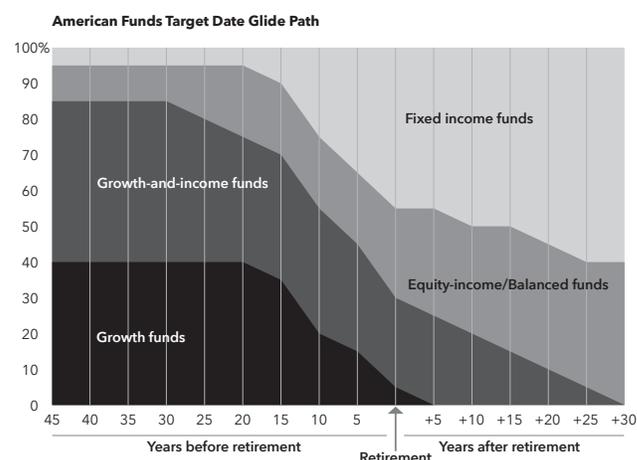
- Each fund is composed of a diverse mix of the American Funds and is subject to their risks and returns.
- You can choose a *single* investment option as your overall portfolio.
- You don't have to manage the portfolio. American Funds investment professionals manage the target date fund's portfolio, moving it from a more growth-oriented focus to a more income-oriented focus as the fund gets closer to its target date.
- Investment professionals continue to manage each fund for 30 years after its target date is reached.
- The target date is the year in which an investor is assumed to retire and begin taking withdrawals.
- Although the target date funds are managed for investors on a projected retirement date time frame, the funds' allocation approach does not guarantee that investors' retirement goals will be met. In addition, contributions to a target date fund may not be adequate to reach your retirement goals.

The funds are managed *through* retirement

The target date series is managed to take investors *through* retirement – and accordingly, it's managed well beyond a target retirement year. In a sense, the retirement date is seen as a starting point rather than an ending point.

The target date fund portfolios

The target date funds follow this current investment approach (see below), moving from a more growth-oriented focus when retirement is years away to a more income-oriented focus as the retirement date approaches. Each fund may include a mix of growth, growth-and-income, equity-income/balanced and fixed income funds (i.e., bond funds).



The target allocations shown are effective as of January 1, 2015, and are subject to the Portfolio Oversight Committee's discretion. The funds' investment adviser anticipates that the funds will invest their assets within a range that deviates no more than 10% above or below these allocations. Underlying funds may be added or removed during the year. For quarterly updates of fund allocations, visit americanfundsretirement.com.

How target date funds work

Target date funds are most appropriate for individuals who intend to retain assets in the fund past the designated target date and then gradually withdraw their assets over time. Keep in mind that while the funds are designed to serve investors throughout the retirement income phase, you don't have to retain assets in the fund past the designated target date. Instead, you can move your money out of the target date fund and into other investments of your choosing.

You'll find an explanation of each target date fund's investment approach in its summary prospectus. Please read the prospectus carefully before investing. You can also find key investment details about each fund on americanfundsretirement.com or your plan's website.

AMERICAN FUNDS