



Media Release

Capital Group launches Multi-Sector Income Fund

Designed to generate reliable income, powered by four fixed income drivers in a single portfolio.

5 July 2023: Capital Group, one of the largest and most experienced investment companies in the world, with assets under management of more than US\$2.3 trillion, has launched Capital Group Multi-Sector Income Fund (AU) (“MSI”) to the Australian market.

MSI combines four key fixed income sectors with distinctive income characteristics – investment-grade corporate bonds, high-yield corporate bonds, emerging market bonds and securitised credit¹ – in a single portfolio, offering the potential for an attractive but reliable income. Other potential benefits of the fund include diversification with four income drivers, flexibility to tilt exposure in changing markets and a balanced risk profile. The fund is designed to provide a high level of current income and capital appreciation.

This fund is based on, and managed by, the same investment team as the Multi-Sector Fixed Income strategy from the US, which was seeded in 2019. The strategy has made a strong start and delivered a reliable yield.²

Consistent with Capital Group’s investment approach, the strategy is managed by multiple portfolio managers, rather than a single manager.

Capital Group Managing Director Financial Intermediaries (Australia & New Zealand), Jordan Brown said: “We are pleased to be introducing the Capital Group MSI Fund to Australian investors as the investment case for an exposure to fixed income assets continues to strengthen, particularly for long-term focused investors, and as Capital Group celebrates 50 years of fixed income investing.”

“Against a backdrop of economic uncertainty, the ability to find reliable sources of income has become increasingly important. Capital Group’s MSI strategy was originally created to help address this need in a meaningful and consistent way. We believe our new multi-sector income fund, offering a mix of high quality and higher yielding assets, is particularly compelling in the current market environment.”

“We look forward to continuing to work with advisors and investors in Australia on their long-term wealth creation plans, now with this flexible multi-sector income strategy being part of the mix.”



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As announced in June, Capital Group in 2023 is celebrating 50 years of fixed income investing. Capital Group has globally more than doubled the size of its fixed income assets under management to approximately US\$470 billion³ in the past 10 years, with a wide range of global fixed income strategies and portfolio solutions that pursue consistent, long-term superior outcomes to meet client needs.

Capital Group first entered fixed income investing in the US in 1973 and now has over 230 fixed income associates based in Los Angeles, New York, London and Singapore.

The company was founded in the US in 1931 and has followed the same active, fundamental investment philosophy throughout its history.

More information on Capital Group Multi-Sector Income Fund (AU) is available at <https://www.capitalgroup.com/intermediaries/au/en/investments/cgmsilu.html>

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About Capital Group

Capital Group is one of the oldest and largest asset management companies in the world, managing multi-asset, equity, and fixed income investment strategies for different types of investors. Since 1931, Capital Group has been singularly focused on delivering superior, consistent results for long-term investors using high-conviction portfolios, rigorous research, and individual accountability. Today Capital Group works with financial intermediaries and institutions to manage over US\$2.3 trillion in long-term assets for investors around the world. Capital Group has an integrated global research network of more than 400 investment professionals and its portfolio managers have an average of 26 years of investment experience.

Past results are not a guarantee of future results.

Data as at 31 March 2023 and attributed to Capital Group, unless otherwise specified.

1. The fund may also invest a small proportion outside these sectors as an opportunistic exposure.
2. 12-month distribution yield from 31 March 2019 to 31 March 2023 in US\$ terms. Based on a representative account of the Capital Group Multi-Sector Fixed Income strategy, which is not registered for sale outside of the United States and may have a lower total expense ratio than the fund share class.
3. Fixed income assets are managed by Capital Fixed Income Investors.

Capital Group manages equity assets through three investment groups. These groups make investment and proxy voting decisions independently. Fixed income investment professionals provide fixed income research and investment management across the Capital organization; however, for securities with equity characteristics, they act solely on behalf of one of the three equity investment groups.



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The value of investments and income from them can go down as well as up, and you may lose some or all of your initial investment. If the currency in which you invest strengthens against the currency in which the underlying investments of the fund are made, the value of your investment will decrease. Currency hedging seeks to limit this, but there is no guarantee that hedging will be totally successful. Risk factors that may influence the value of an investment in this Fund may include, but are not limited to, (i) increased risks of emerging markets, (ii) risk of decline in the price of equities and bonds in response to certain events directly affecting the companies whose securities are owned by the Fund as well as general economic conditions; overall market changes; political, social or economic instability; and currency fluctuations, (iii) interest rate risk as the market value of bonds generally vary inversely with the level of interest rates, (iv) credit risk as the creditworthiness of the Fund's investment can impact the investment's ability to meet its obligations, and (v) derivatives risks.

In Australia, this communication and Capital Group Multi-Sector Income Fund (AU) (ARSN: 667 087 256) are issued by Capital Group Investment Management Limited (ACN 164 174 501 AFSL No. 443 118), a member of Capital Group, located at Suite 4201, Level 42 Gateway, 1 Macquarie Place, Sydney, NSW, 2000 Australia. The said fund is offered only by Product Disclosure Statement (PDS), please read the PDS which is available upon request or at capitalgroup.com/au/en in its entirety before making an investment decision.



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