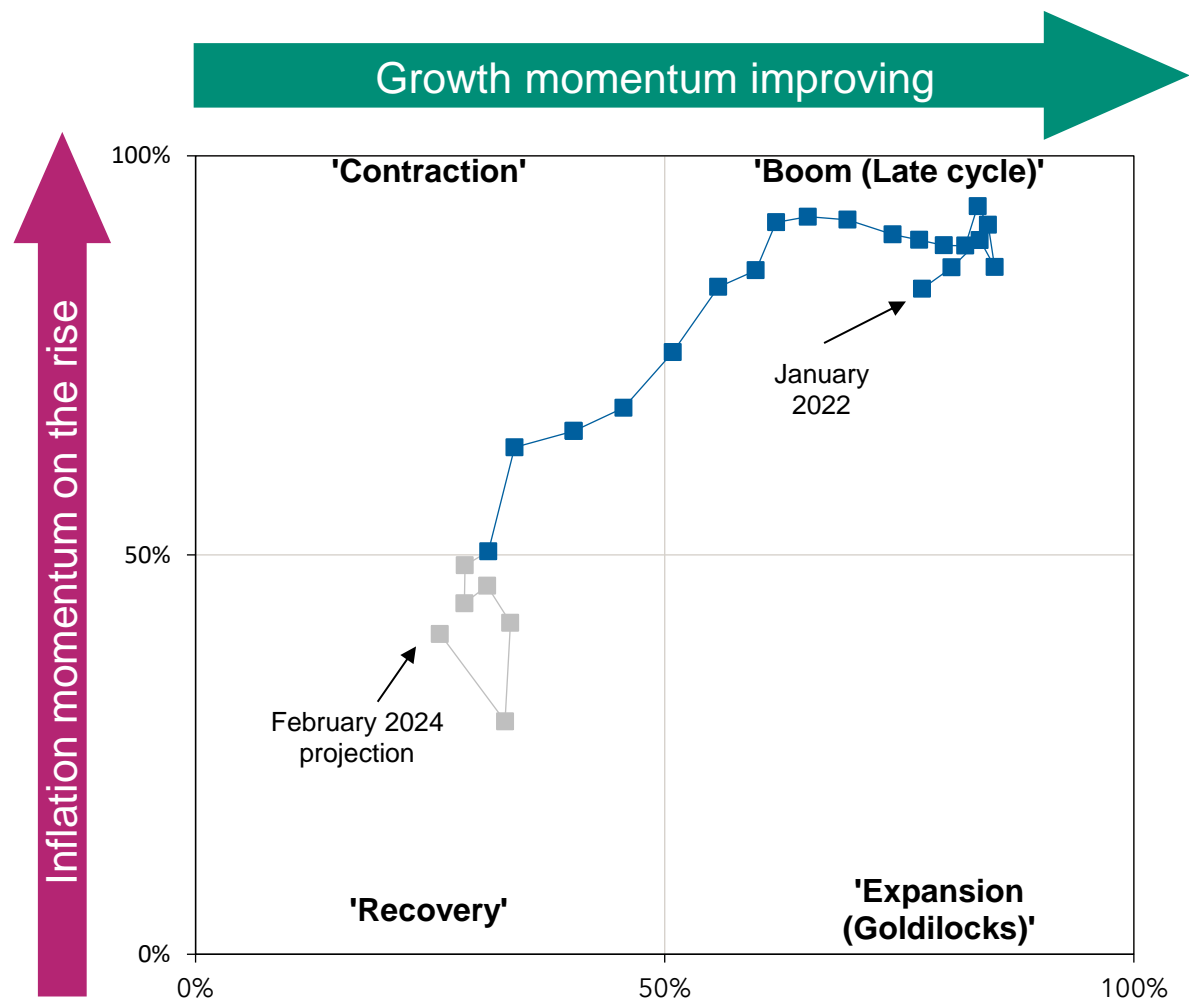




Emerging Market Debt

G7 macro cycle indicator signals soft landing on track

We may not be getting a broad-based recession, but are likely in a "rolling recession" instead



Forecasts shown for illustrative purposes only

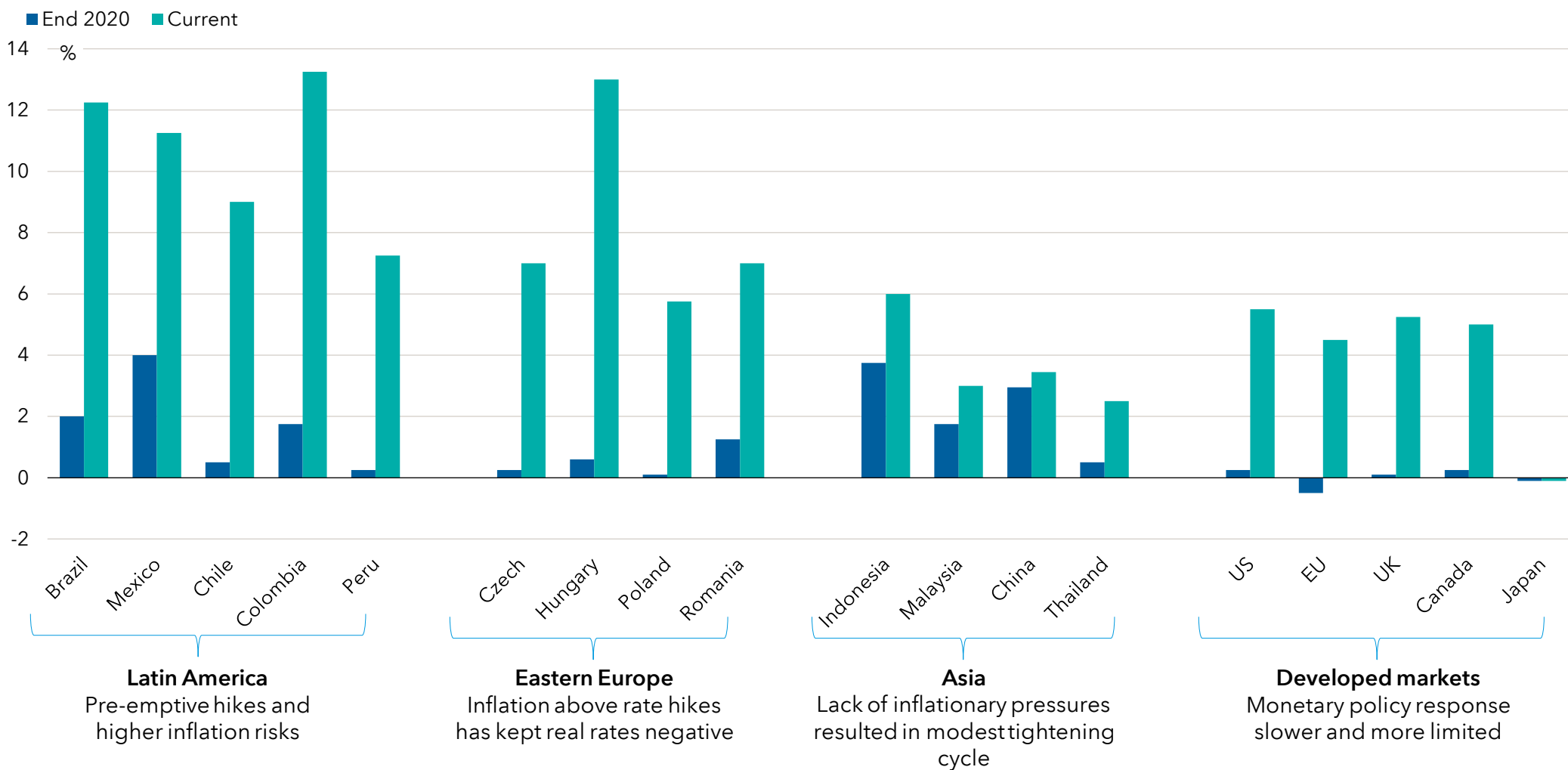
Data as at 18 August 2023. G7 macro cycle indicator (MCI) growth and inflation indicators. Sources: Datastream, Capital Strategy Research

Capital Group defines "Goldilocks" as an ideal state for an economic system. In this state, there is full employment, economic stability, and stable growth. The economy is not expanding or contracting by a large margin. A Goldilocks economy is warm enough with steady economic growth to prevent a recession. However, growth is not so hot as to push it into inflationary territory.

EM monetary policy ahead of those in developed markets

Monetary policy in EM has been more orthodox than DM

Policy interest rates (%)



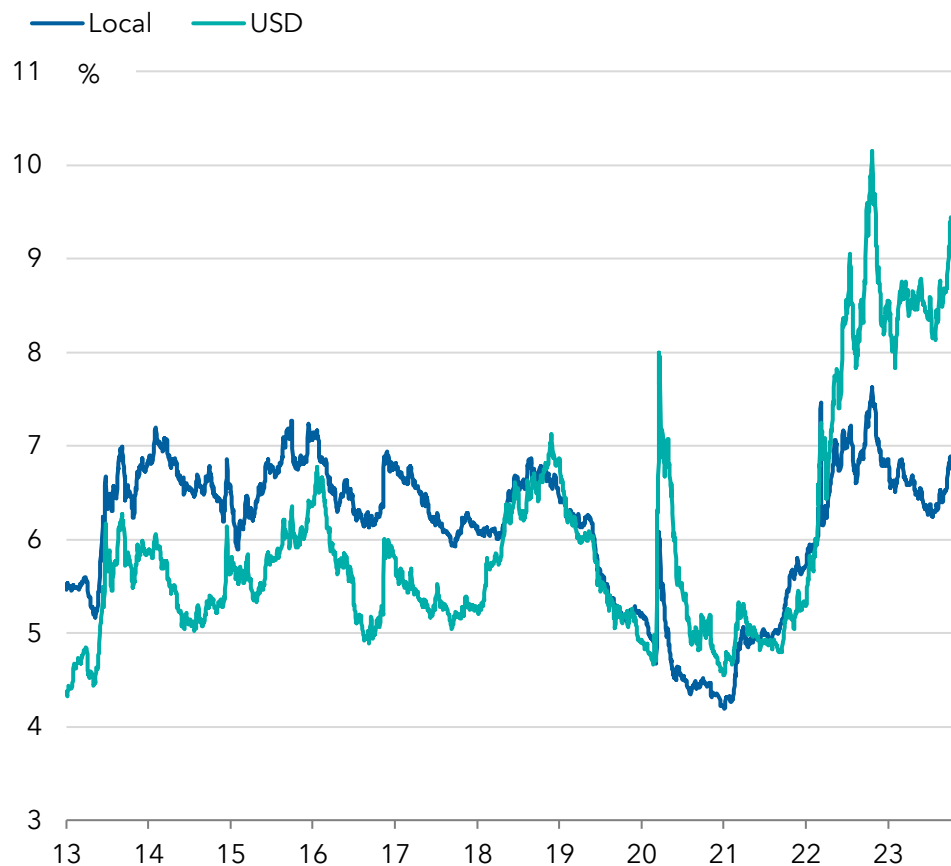
Data as at 2 November 2023. EM: emerging markets. DM: developed markets. Source: Bloomberg

EM debt valuations: US dollar yields have crept ahead

Like-for-like, local spread over USD debt is now back at pre-COVID levels

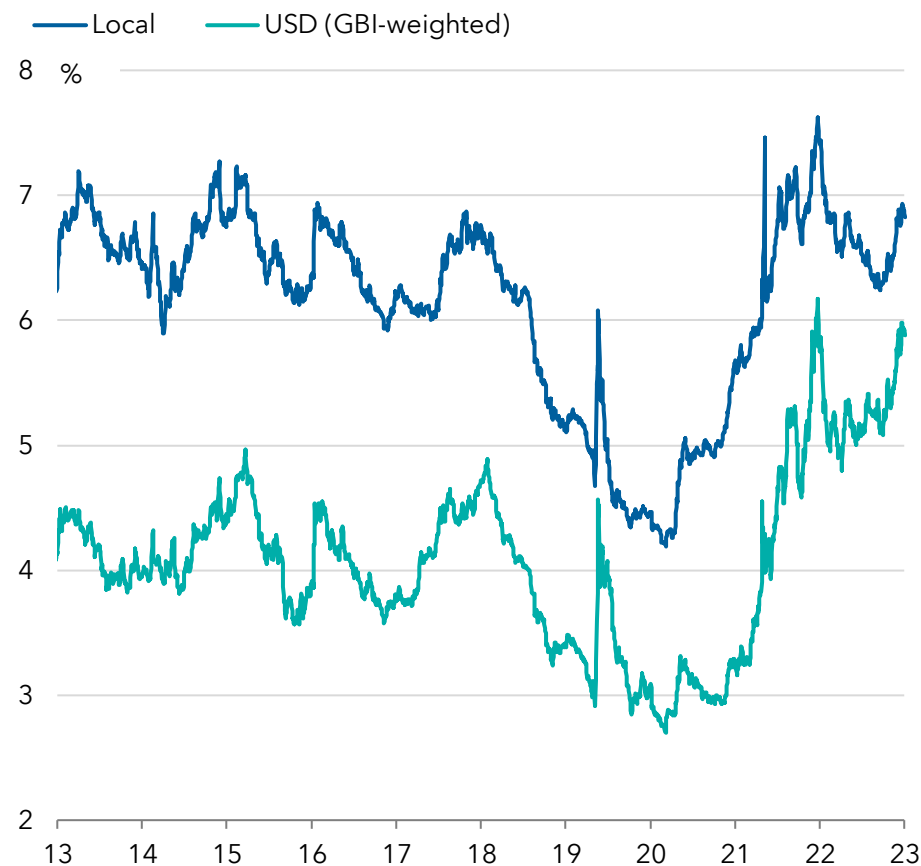
Yields appear higher for hard currency debt¹...

EM benchmark yields



...But not after adjusting for local index country composition²

EM benchmark yields



Past results are not a guarantee of future results. Emerging markets are volatile and may suffer from liquidity problems

Data from 1 January 2013 to 31 October 2023. Source: Bloomberg. EM: emerging markets

1. USD EM debt: JP Morgan EMBI Global Diversified Index, Local EM debt: JP Morgan GBI EM Global Diversified Index

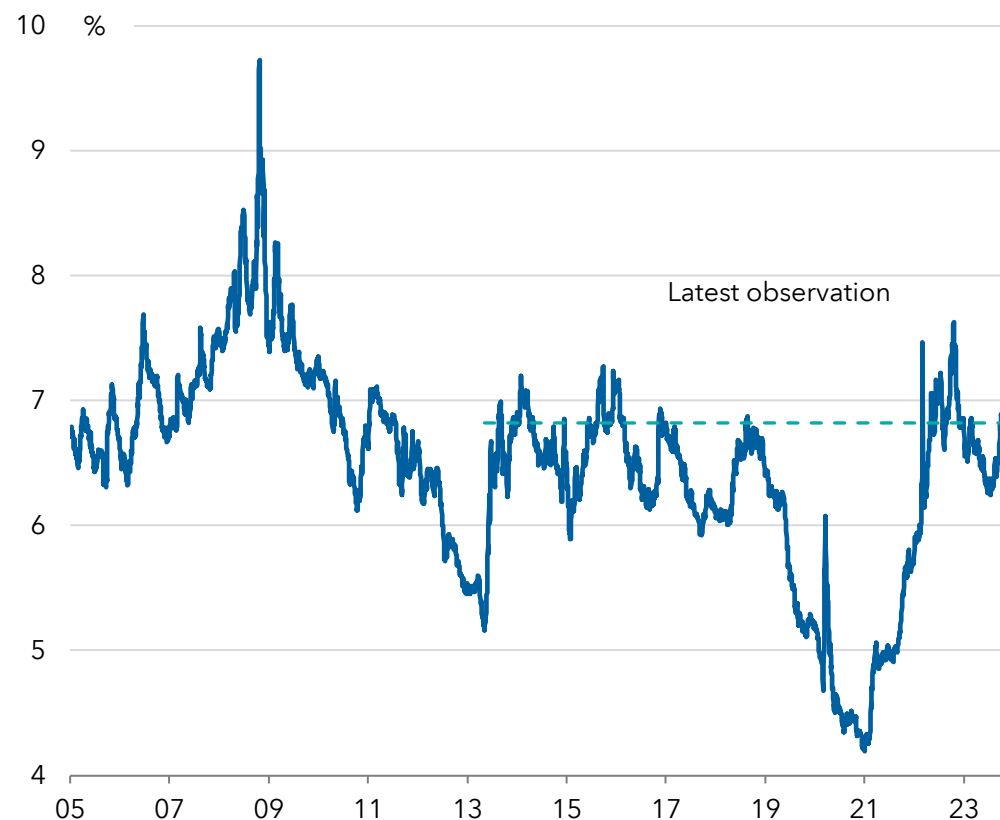
2. USD (GBI-weighted) - EMBI Global Diversified adjusted for GBI EM country weightings

EM yields have returned to levels seen post-taper tantrum

High yield to investment grade ratio remains wide

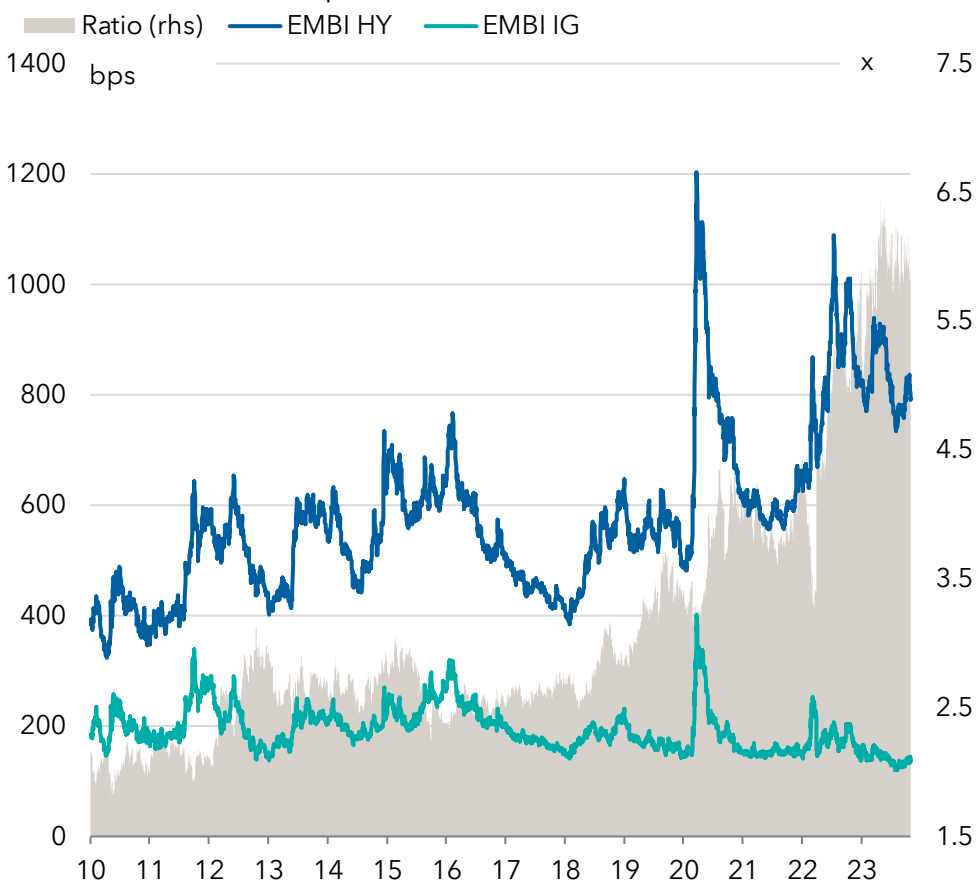
Local yields have returned to post-taper tantrum range

Local currency sovereign bond yield¹



High yield to investment grade spread ratio remains wide

USD EM debt index spreads²



Past results are not a guarantee of future results. Emerging markets are volatile and may suffer from liquidity problems

Data as at 31 October 2023. EM: emerging markets. Bps: basis points. Source: Bloomberg. EM: emerging markets

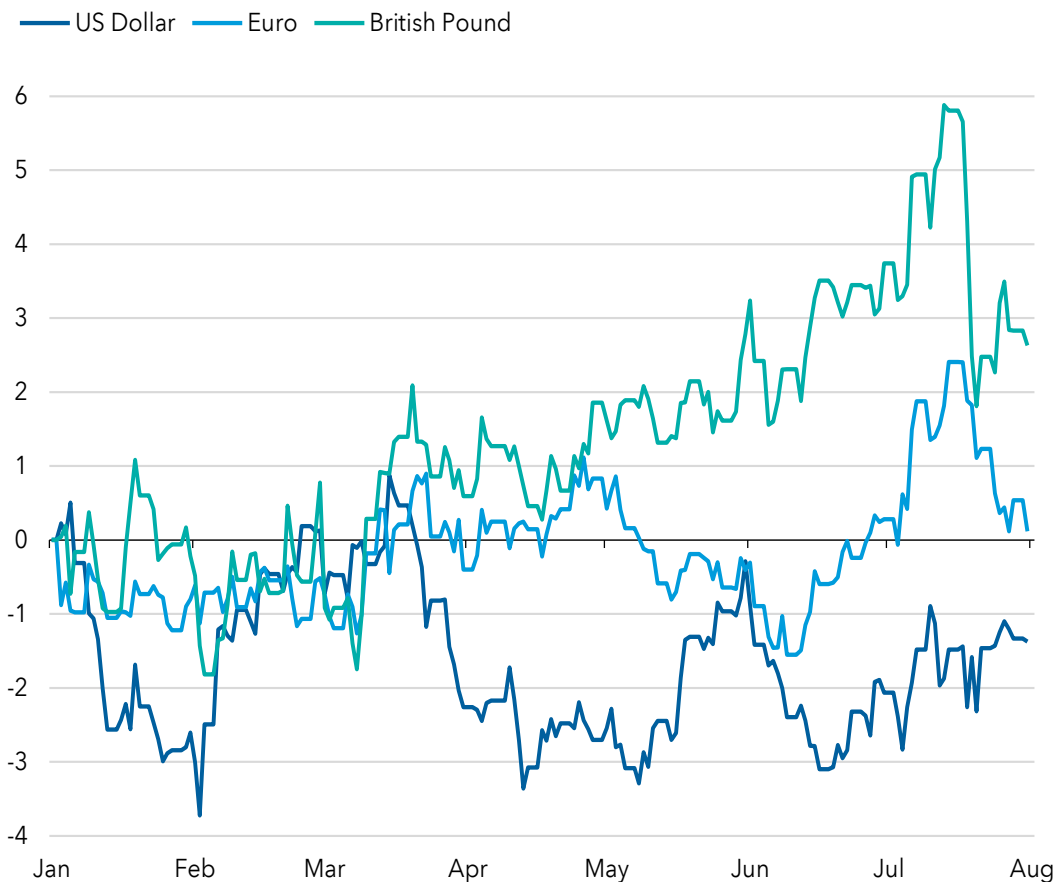
1. Index is JP Morgan GBI EM Global Diversified

2. Index is JP Morgan EMBI Global Diversified

In 2023 many EM currencies have gained against the USD

EM currencies still appear undervalued relative to the USD

DM vs EM currency (%)¹



FX valuations are at their cheapest levels in the past decade²

EM FX (GBI-EM) vs. USD (01 January 2012 = 100)



Past results are not a guarantee of future results. Emerging markets are volatile and may suffer from liquidity problems

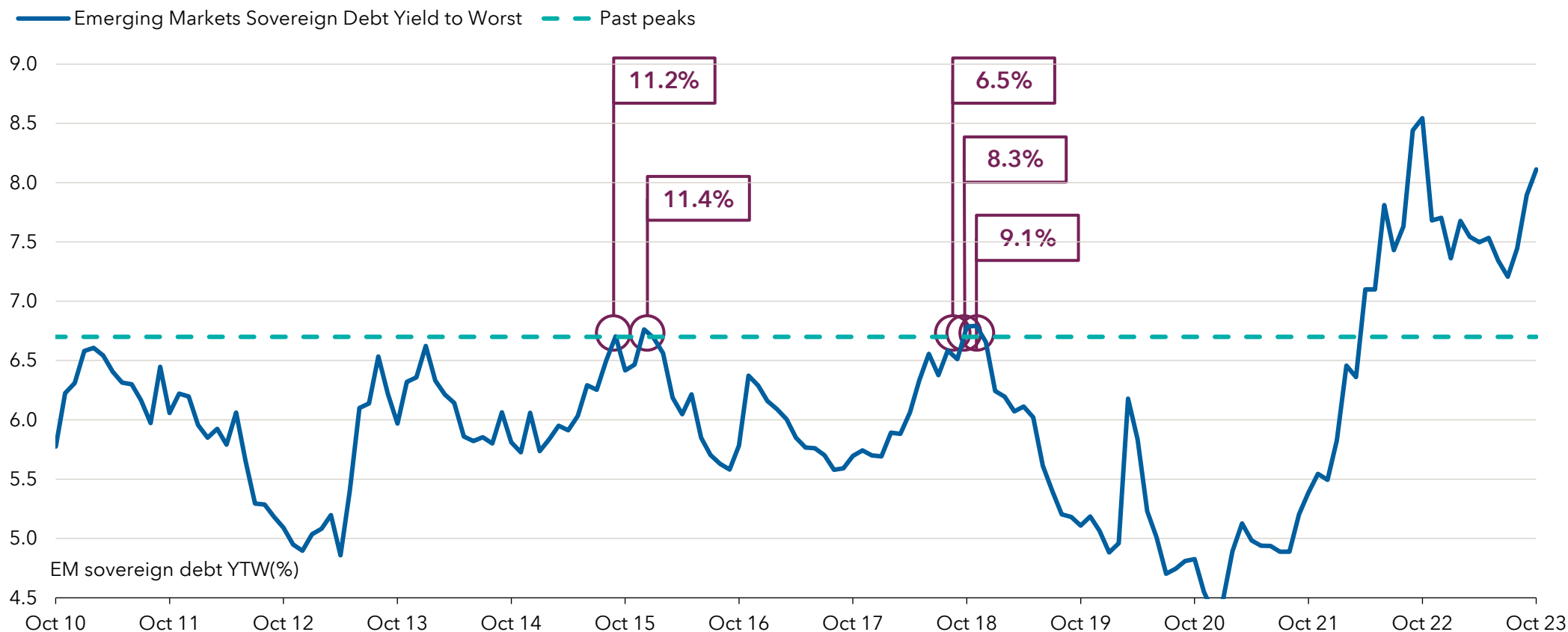
1.Data as at 31 July 2023. US dollar, Euro and British pound reflects the difference in return between the JPMorgan GBIEM Global Diversified Index in local currency and the JPMorgan GBI-EM Global Diversified index unhedged in either USD, EUR or GBP. Sources: JPMorgan, Morningstar Direct. DM: developed markets. EM: emerging markets

2.Data as at 31 October 2023. Source: Bloomberg. EM (emerging markets) represented by JP Morgan GBIEM Global Diversified

EM yields have risen and fundamentals appear stable

Current yield may indicate an attractive entry point

Medium term (2-year) forward return when EM yields peaked above 6.7%

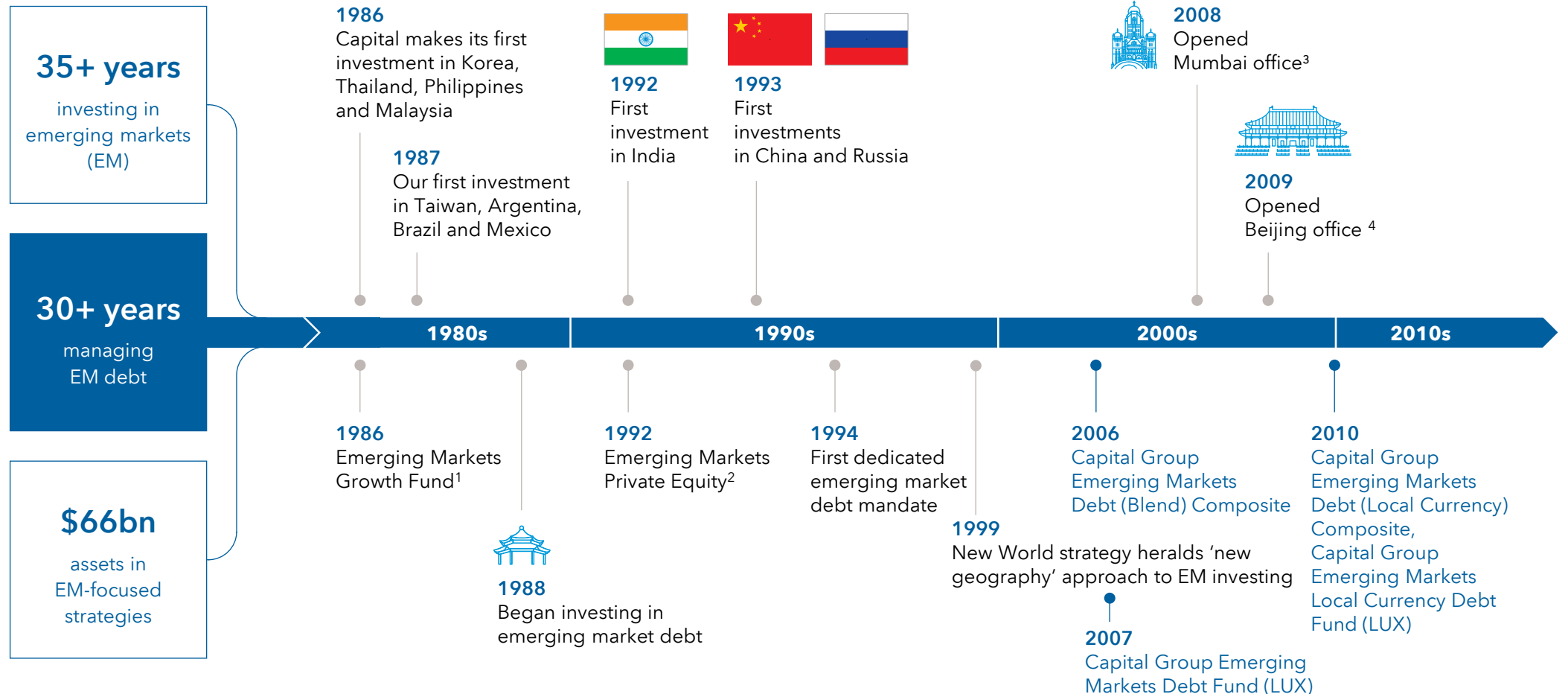


Past results are not a guarantee of future results. Emerging markets are volatile and may suffer from liquidity problems

Data as at 31 October 2023 in USD terms. Yield-to-worst and forward returns callouts shown are for 50% JP Morgan EMBI Global Diversified Index / 50% JP Morgan GBI-EM Global Diversified Index. Callout dates for >6.7% yield shown: 30/9/15, 31/12/15, 31/10/18, 30/11/18 and 31/12/18. Forward returns based on annualised returns. Sources: Bloomberg, JP Morgan, Morningstar
EM: emerging markets. YTW: yield-to-worst

A pioneer in emerging markets

Decades of experience leads to a deeper understanding of market complexities



All data as at 30 September 2023 and provided by Capital Group.

1. Emerging Markets Growth Fund is a US-domiciled fund available only to qualified purchasers in the US. American Funds are not registered for sale outside of the United States.
2. Available only to qualified purchasers.
3. Mumbai office is a research office.
4. Beijing office relocated to Shanghai in 2020.

Capital Group Emerging Markets Local Currency Debt Fund (LUX)

Accessing the dynamism of local currency emerging market debt

✓ Capturing the full potential of an evolving market

A flexible approach to investing in corporates, inflation-linked bonds and non-index countries to help capture the most compelling opportunities.

✓ Experience from a pioneer

Our EM debt managers have been working together for over 20 years, benefiting from a deep understanding of market complexities.

✓ Research-driven philosophy

Combines on-the-ground, fundamental research and local insights with global macro analysis.

Investment objective

The fund seeks to provide a high level of long-term total return, of which current income is a significant component, by investing primarily in local currency denominated government and corporate bonds.

Key facts	Strategy ¹	Fund
Launch date	Aug 2010	Aug 2010
Size	€ 1.7 bn	€ 1.7 bn
Number of issuers		35
Fund income yield(%) ²		7.6



Analyst-driven %
100
Data Coverage %
100

Class Z in EUR. Overall rating among 880 Global Emerging Markets Bond - Local Currency funds as at 31 August 2023.

Morningstar Medalist Rating™ as at 29 December 2022.

Past results are not a guarantee of future results.

As at 30 September 2023.

1. Based on the composite of the strategy.

2. Income yield is total income earned by the fund, net of withholding taxes and before management fees and expenses, divided by average net assets over the past 12 months.

Experience and multiple perspectives

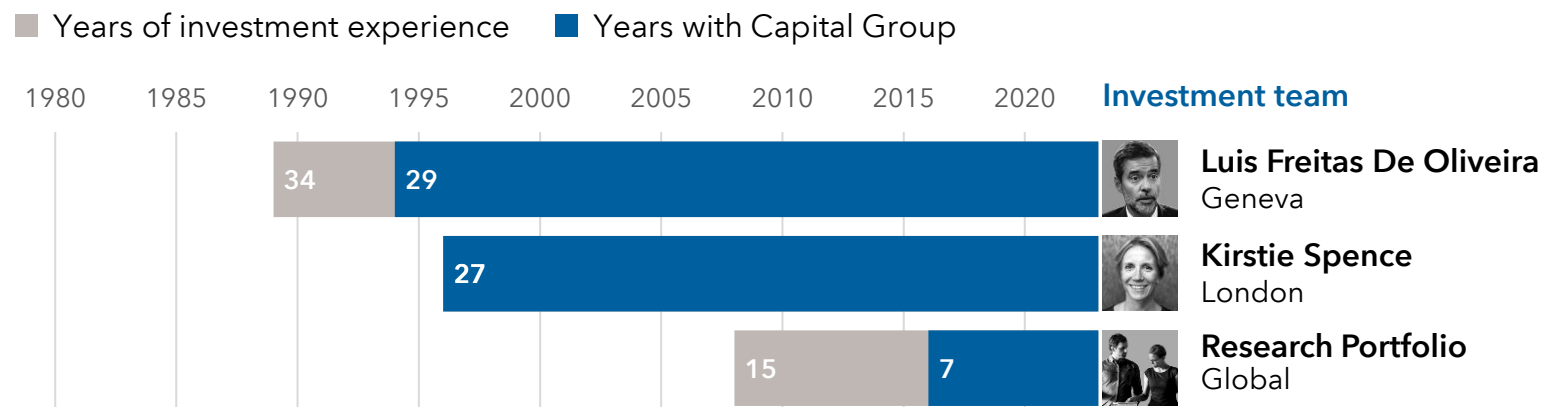
Capital Group Emerging Markets Local Currency Debt Fund (LUX)

Multiple managers

Portfolios are divided into segments, combining individual decision-making with the diversification of a team

31 years

Average investment experience of the portfolio managers



Reflects investment team as at 1 October 2023. Years of investment experience and with Capital Group as at 31 December 2022. Research portfolio experience is calculated using average years of experience.

Capital Group Emerging Markets Local Currency Debt Fund (LUX)

Investment results as at 30 September 2023 in EUR terms (after fees and expenses - Z share class)

Results summary, %

Year		Fund ¹	Index ²	Excess return ³
2010	From 10 August	2.7	2.3	0.4
2011		1.3	1.5	-0.3
2012		14.9	15.0	0.0
2013		-12.5	-12.9	0.4
2014		8.7	7.4	1.3
2015		-4.5	-5.2	0.7
2016		12.5	13.2	-0.7
2017		0.5	1.2	-0.7
2018		-1.5	-1.5	0.0
2019		15.5	15.6	-0.1
2020		-4.5	-5.8	1.3
2021		2.0	-1.8	3.8
2022		-4.5	-5.9	1.4
2023	9 months	7.1	5.1	2.0

Results summary, %

Year	Fund ¹	Index ²	Excess return ³
Annualised lifetime return	2.5	1.8	0.8
1 year	6.9	4.6	2.2
3 years p.a	3.4	0.7	2.7
5 years p.a	3.7	1.9	1.8
10 years p.a	2.6	1.6	1.0
Total value	€1,676 million		



Analyst-driven %
100
Data Coverage %
100

Class Z in EUR. Overall rating among 880 Global Emerging Markets Bond - Local Currency funds as at 31 August 2023. Morningstar Medalist Rating™ as at 29 December 2022.

The information in relation to the index is provided for context and illustration only. The fund is an actively managed UCITS. It is not managed in reference to a benchmark. Past results are not a guarantee of future results.

1. After management fees and expenses for the Z share class, as a representative share class. Fund results are based on close of market returns (T+1).
2. The index shown is the JPMorgan GBI-EM Global Diversified Total Return Index. Source: JPMorgan
3. The excess return is calculated arithmetically.

Capital Group Emerging Markets Local Currency Debt Fund (LUX)

Investment results as at 30 September 2023 in EUR terms (after fees and expenses – Z share class)

Results summary, %

Year	Fund ¹	Index ²	Excess return ³
1 year	6.9	4.6	2.2
3 years p.a	3.4	0.7	2.7
5 years p.a	3.7	1.9	1.8
10 years p.a	2.6	1.6	1.0
Annualised lifetime return	2.5	1.8	0.8
Total value	€1,676 million		

Rolling 1 year results to 30 September, %

Year	Fund ¹	Index ²	Excess return ³
2019	17.3	17.3	-0.1
2020	-7.5	-8.4	0.9
2021	6.9	3.8	3.1
2022	-3.3	-6.1	2.8
2023	6.9	4.6	2.2



Analyst-driven %
100
Data Coverage %
100

Class Z in EUR. Overall rating among 880 Global Emerging Markets Bond - Local Currency funds as at 31 August 2023. Morningstar Medalist Rating™ as at 29 December 2022.

The information in relation to the index is provided for context and illustration only. The fund is an actively managed UCITS. It is not managed in reference to a benchmark. Past results are not a guarantee of future results.

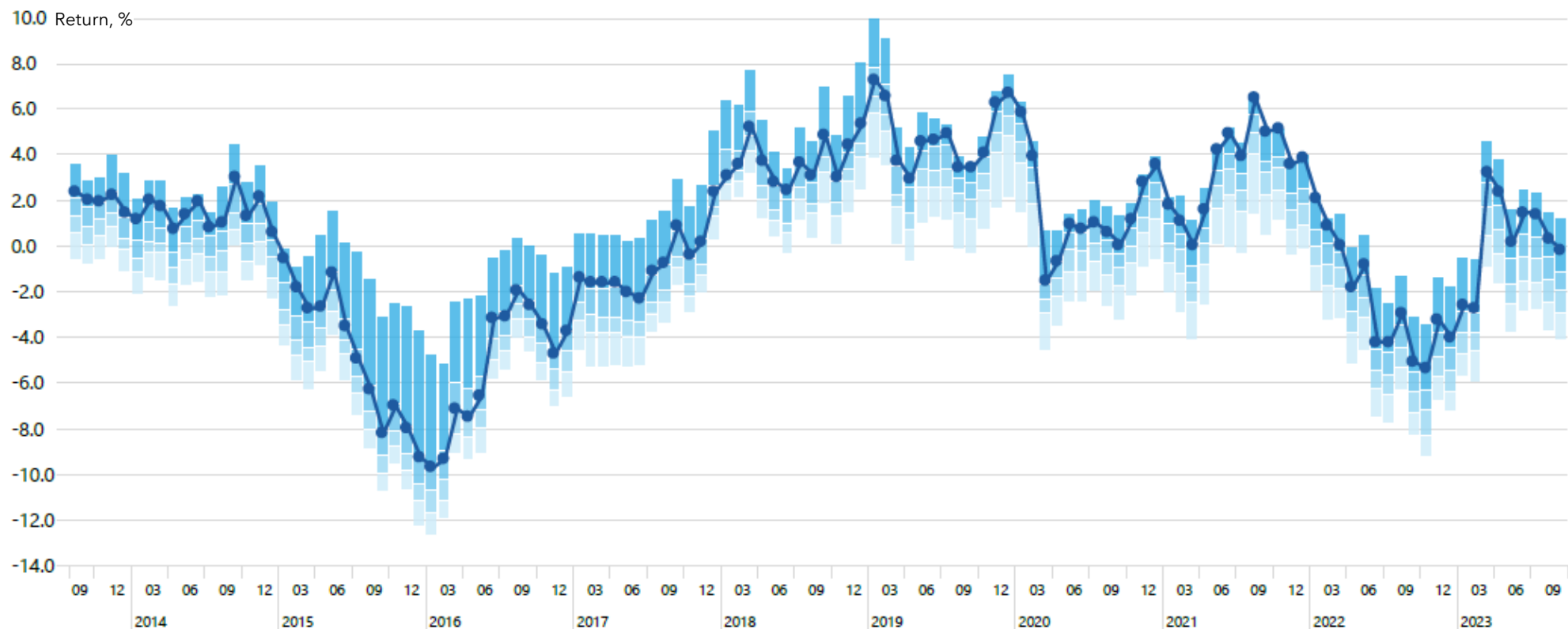
1. After management fees and expenses for the Z share class, as a representative share class. Fund results are based on close of market returns (T+1).
2. The index shown is the JPMorgan GBI-EM Global Diversified Total Return Index. Source: JPMorgan
3. The excess return is calculated arithmetically.

Rolling 3-year annualised returns versus peer group

Capital Group Emerging Markets Local Currency Debt Fund (LUX)

Returns in US\$ (after fees and expenses) over lifetime to 30 September 2023

■ Top quartile ■ 2nd quartile ■ 3rd quartile ■ Bottom quartile ● Capital Group Emerging Markets Local Currency Debt Fund (LUX)¹ --- JPMorgan GBI-EM Global Diversified Total Return Index



The information in relation to the index is provided for context and illustration only. The fund is an actively managed UCITS. It is not managed in reference to a benchmark. Past results are not a guarantee of future results.

Data as at 30 September 2023. Sources: Capital Group, Morningstar, JPMorgan

Peer group data for the Morningstar peer group (5% - 95%): Europe/Asia/Africa Fund Global Emerging Markets Bond - Local Currency (oldest share class)

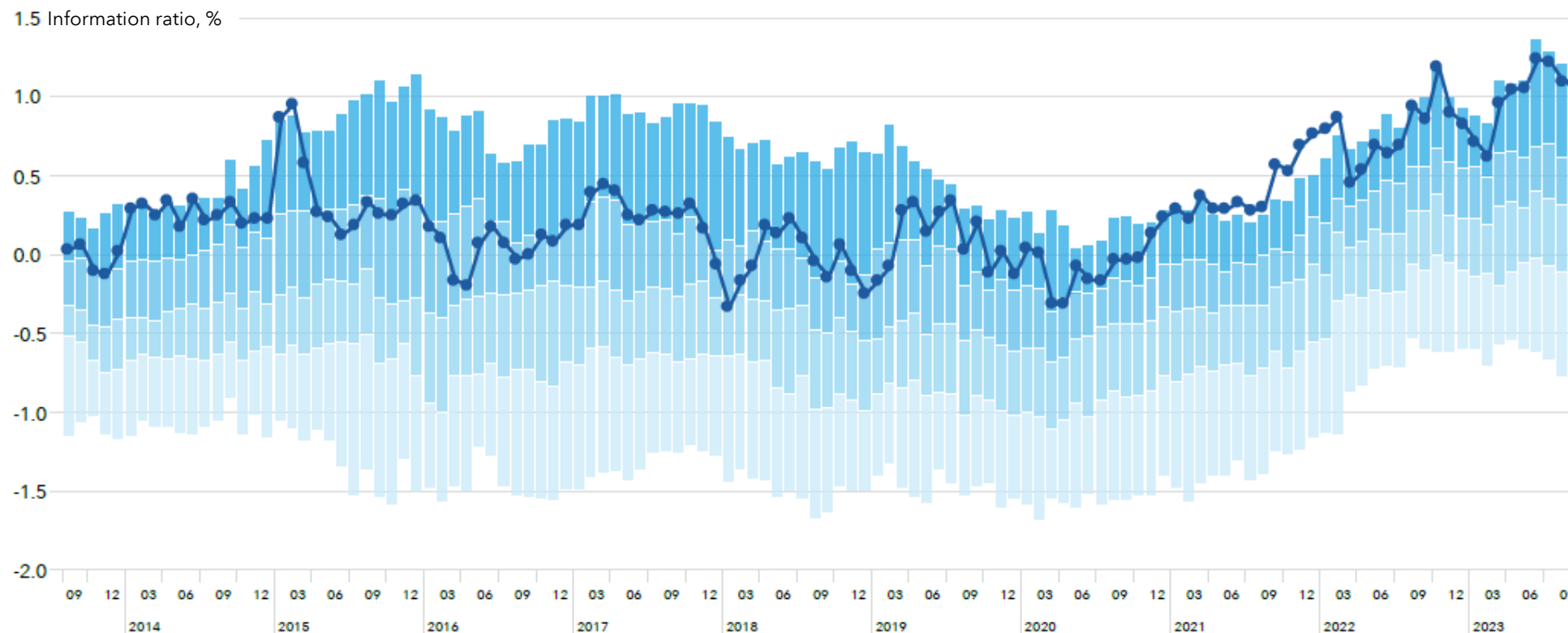
1. After management fees and expenses for the Z share class, as a representative share class. The impact of fees on returns may vary depending on the investor, share class and any arrangements with distributors or intermediaries. Fund results are based on close of market returns (T+1).

Rolling 3-year information ratio versus peer group

Capital Group Emerging Markets Local Currency Debt Fund (LUX)

Information ratio¹ in US\$ (after fees and expenses) over lifetime to 30 September 2023

■ Top quartile ■ 2nd quartile ■ 3rd quartile ■ Bottom quartile ● Capital Group Emerging Markets Local Currency Debt Fund (LUX)²



The information in relation to the index is provided for context and illustration only. The fund is an actively managed UCITS. It is not managed in reference to a benchmark. Past results are not a guarantee of future results.

Data as at 30 September 2023. Sources: Capital Group, Morningstar, JPMorgan

Peer group data for the Morningstar peer group (5% - 95%): Europe/Asia/Africa Fund Global Emerging Markets Bond - Local Currency (oldest share class)

1. Information ratio is the risk-adjusted excess return for the fund calculated against the JPMorgan GBI-EM Global Diversified Total Return Index.

2. After management fees and expenses for the Z share class, as a representative share class. The impact of fees on returns may vary depending on the investor, share class and any arrangements with distributors or intermediaries. Fund results are based on close of market returns (T+1).

Summary of Capital Group Emerging Markets Local Currency Debt Fund (LUX)

Our approach has delivered an attractive risk-adjusted return



Capturing opportunities
in an evolving market



Experience from
a pioneer in emerging
market investing



Research-driven
philosophy

Past results are not a guarantee of future results.

Available as a separate account and Luxembourg-domiciled fund

Regulatory information

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The fund(s) is (are) offered only by Prospectus, together with any locally-required offering documentation. In Europe, this is the UCITS Key Investor Information Document (KIID)/PRIIPs Key Information Document (KID). These documents are available free of charge and in English at capitalgroup.com, and should be read carefully before investing.

Investors acquire shares of the fund, not the underlying assets.

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- **This material is not intended to provide investment advice or be considered a personal recommendation.**
- **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.**
- **Past results are not a guarantee of future results.**
- **If the currency in which you invest strengthens against the currency in which the underlying investments 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.**
- **The Prospectus - together with any locally-required offering documentation - sets out risks, which, depending on the fund, may include risks associated with investing in fixed income, derivatives, emerging markets and/or high-yield securities; emerging markets are volatile and may suffer from liquidity problems.**

The information in relation to the index is provided for context and illustration only. The fund is an actively managed UCITS. It is not managed in reference to a benchmark.

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For Spain: A list of distributors is located at CNMV.es. CIF is registered with the Comisión Nacional del Mercado de Valores ('CNMV') under the number 983.

For Switzerland: The Representative in Switzerland: Capital International Sàrl, 3 place des Bergues, 1201 Genève. Paying agent in Switzerland for CIF: JPMorgan (Suisse) SA, 8 rue de la Confédération, 1204 Genève.

For UK: Compensation will not be available under the UK Financial Services Compensation Scheme.

The list of countries where the Fund is registered for distribution can be obtained at all times from CIMC or online at www.capitalgroup.com/europe

In Europe, facilities to investors (tasks according to Article 92 of the Directive 2019/1160, points b) to f)), are available at www.eifs.lu/CapitalGroup

A summary of Fund Shareholder Rights is available at www.capitalgroup.com/eacg/entry-page/shared/summary-of-investor-rights.html

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Capital International Management Company Sàrl (CIMC)

Registered office:
37A avenue J.F. Kennedy
L-1855 Luxembourg

Registered in Luxembourg, number:
R.C. B 41.479

+352 27 17 621 Telephone
+352 27 17 6290 Facsimile
capitalgroup.com

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