

## Capital Group Japan Equity Fund (LUX)

### Important note:

- The Fund's investment in equity securities may incur significant losses due to fluctuation in equity values and exchange rates of currencies in which these investments are denominated.
- While the Fund uses derivative instruments in a prudent manner and only for hedging and/or efficient portfolio management purposes, in an adverse situation, derivative instruments may expose the Fund to a risk of significant loss.
- The Fund may at its discretion pay dividends out of and/or effectively out of capital. This amounts to a return of part of an investor's original investment or distribution of capital gains. This may result in an immediate reduction in the net asset value per share.
- The currency hedging process used for currency hedged share classes may not give a precise hedge; there is no guarantee that hedging will be totally successful.
- Investors should not make any investment decision solely based on this document.

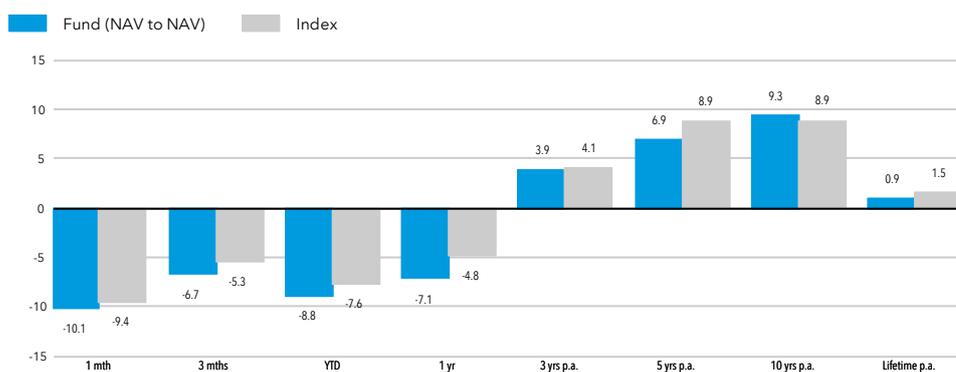
### Objective

The fund seeks to achieve long-term growth of capital by investing normally in companies domiciled and/or having their principal place of business in Japan.

### The Capital advantage

Since 1931 our firm, Capital Group, has been singularly focused on delivering superior, consistent results for long-term investors using high-conviction portfolios, rigorous research and individual accountability. We have over 50 years' experience of investing in Japan.

### Fund results in JPY (B shares) as at 31 October 2018, %



p.a. refers to per annum.

Results of more than 1 year are annualised.

Calendar year, %	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Fund	-47.4	10.7	7.2	-19.8	25.4	63.1	5.5	8.4	-1.7	24.1
Index	-40.6	7.6	1.0	-17.0	20.9	54.4	10.3	12.1	0.3	22.2
1 year to 31 Oct, %	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Fund	7.9	-4.6	-3.3	-0.2	75.4	9.6	13.7	-7.9	31.1	-7.1
Index	5.3	-7.7	-3.5	-0.5	64.0	13.9	19.1	-8.6	29.4	-4.8

**Fund results** are shown after fees and expenses and are calculated as the increase or decrease in net asset value of the fund over the relevant period. The net asset value is calculated based on close-of-business prices for performance and fee calculation purposes only. No dealing activity can be based on such net asset value. Please refer to [capitalgroup.com/hk/en](http://capitalgroup.com/hk/en) for further information on net asset value applicable to any dealing activity in the fund, and for other share classes; these have different fees and expenses, and returns will differ. Results data does not take account of costs incurred on the issue of shares. Past results are not a guarantee of future results. The investment returns are denominated in JPY. US/HK dollar-based investors are therefore exposed to fluctuations in the US/HK dollar / JPY exchange rate. Source: Capital Group.

**Index** is the TOPIX Total Return which is provided for indicative purposes only.

### Fund essentials

<b>Launch date</b>	20 April 2006
<b>Fund size</b>	¥21,271 million
<b>Number of holdings</b>	101
<b>Turnover</b>	35.7%
<b>Gross income yield</b>	1.6%
<b>Net income yield</b>	1.4%

**Turnover** is calculated over the last 12 months as the lesser of monthly purchases and sales divided by average net assets.

**Yield** is calculated over the same period as income earned by the fund, on both a before (gross) as well as an after (net) withholding taxes basis (in each case before fees), divided by average total net assets. This differs from the yield of each share class.

Please note that a positive distribution yield does not necessarily imply a positive return.

### Portfolio

managers	Based in	Years at Capital
Akira Horiguchi	Tokyo	17
Andrew Johnsen	Los Angeles	11
Seung Kwak	Tokyo	15

### Research portfolio

Research analysts are allocated part of the fund assets to manage

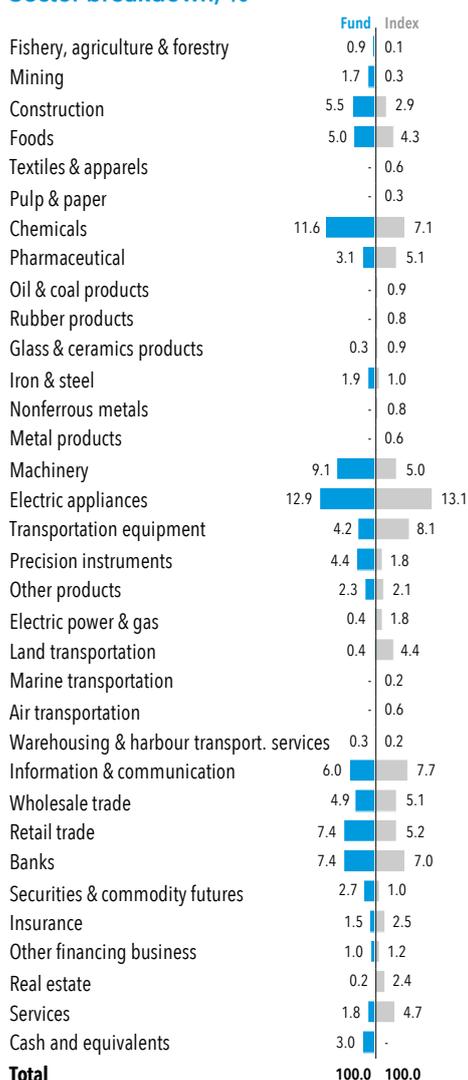
Reflects current portfolio manager team as at 31 October 2018. Years with Capital Group as at 31 December 2017. The latest information can be accessed online at [capitalgroup.com/hk/en](http://capitalgroup.com/hk/en).

### Ratings



Morningstar Rating™ as at 30 September 2018. Morningstar category: Japan Large-Cap Equity Source and copyright: Morningstar. For more information on the methodology of the Morningstar ratings please visit [www.morningstar.com](http://www.morningstar.com)

## Sector breakdown, %



Sector breakdown is data that is likely to change over time and does not constitute a commitment from the management company.

## Top 10 holdings

Company	Sector	% Fund
Shin-Etsu	Chemicals	3.6
Murata Manufacturing	Electric appliances	3.6
SoftBank	Information & communication	3.3
Daiwa House Industry	Construction	3.2
Shionogi	Pharmaceutical	3.1
Fast Retailing	Retail trade	2.9
SBI Holdings	Securities & commodity futures	2.7
Japan Tobacco	Foods	2.6
SMC	Machinery	2.6
SMFG	Banks	2.3
<b>Total</b>		<b>29.9</b>

Data is likely to change over time and does not constitute a commitment from the management company.

## Reference information

Fiscal year end	31 December
Dealing frequency	Daily
Domicile	Luxembourg
Index	TOPIX Total Return
Investment adviser	Capital Research and Management Company
Base currency	JPY

## Risk statistics (B shares)

## Lifetime risk statistics

Standard deviation	19.7
Tracking error	4.0
Information ratio	-0.1

Risk statistics are based on close of market returns (T+1).

**Standard deviation (absolute volatility)** is a measure of the absolute variability of returns and the larger the standard deviation, the greater the likelihood (and risk) that a fund's results will fluctuate from the average return. It is based on monthly observations using a population standard deviation calculation.

**Tracking error (volatility relative to benchmark)** measures the volatility of the difference between a portfolio's results and the benchmark.

**Information ratio (risk adjusted relative return)** represents the value added of the manager (excess return) divided by the tracking error.

**Share class information** (further share classes available at [capitalgroup.com/hk/en](http://capitalgroup.com/hk/en))

Class	NAV	Management fee p.a.	TER	Dividend yield	Min. investment	Bloomberg	ISIN	SEDOL
B (Acc)	¥1,626	1.500%	1.69%	n/a	US\$ 1,000	CIJEJP LX	LU1029763395	BJTCJ13
Bd (Inc)	¥1,617	1.500%	1.68%	n/a	US\$ 1,000	CIJEJD LX	LU1029762660	BJTCK54

**Class description**

d the dividend distributed will generally represent all of the net investment income (i.e. investment income net of withholding taxes less expenses) of such Classes.

**Dividend yield** is the income return on the share class and is shown for distributing share classes only. It is calculated over the last 12 months as income earned by the fund after withholding taxes, fees and expenses. Where hedged share classes are listed, for the purpose of currency hedging all assets attributable to them in this fund will be deemed to constitute exposure to JPY. The fund will aim to hedge 100% (with reasonable margin of tolerance) of this deemed currency exposure back into the currency referred to in the relevant Class's designation.

**Total Expense Ratio (TER)** is a charge that you pay which is made up of the total of the management fee and the costs of running the fund (both referred to as 'ongoing charges'). In addition to the TER, costs may apply with the subscription of shares, according to provisions described in the prospectus. Exit charges are only applied when there is excessive trading or market timing. Data is likely to change over time and does not constitute a commitment from the management company. TER is calculated over the last 12 months with a one month lag. TER data is therefore as at 31 October 2018.

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The Fund is a sub-fund of Capital International Fund (CIF), organised as an investment company with variable capital (SICAV) under the laws of the Grand Duchy of Luxembourg and authorised by the CSSF as a UCITS. CIInc is the Hong Kong Representative of the Fund.

Risk factors you should consider before investing:

- The value of shares 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 of the fund are made, the value of your investment will decrease.
- The Hong Kong Covering Document, Luxembourg Prospectus and Product Key Fact Statement ("KFS") set out risks, which, depending on the fund, may include risks associated with investing in emerging markets and/or high-yield securities; emerging markets are volatile and may suffer from liquidity problems.

Other important information:

The Fund is offered only by Hong Kong Covering Document, Prospectus, together with the KFS. These documents, together with the latest Annual and Semi-Annual Reports, contain more complete information about the Fund, including relevant risks, charges and expenses, and should be read carefully before investing. However, these documents and other information relating to the Fund will not be distributed to persons in any country where such distribution would be contrary to law or regulation. They can be accessed online at [www.thecapitalgroup.com/asia](http://www.thecapitalgroup.com/asia), where latest daily prices are also available, or from the Representative in Hong Kong: Capital International, Inc., 2601 One International Finance Centre, 1 Harbour View Street, Central, Hong Kong.

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