

# American Beacon

## Garcia Hamilton Quality Bond Fund

Quarterly Fact Sheet • Data as of March 31, 2025



### INVESTMENT OBJECTIVE

The Fund's investment objective is high current income consistent with the preservation of capital.

### AN ANCHOR FOR ASSET MANAGEMENT

Garcia Hamilton & Associates, based in Houston, Texas, is an investment management company that offers high-quality, fixed-income strategies for institutional investors. Founded in 1988, the firm's diversified client base includes public funds, jointly trustee plans, endowments and corporations.

### TOP DOWN, ACTIVE PORTFOLIO MANAGEMENT

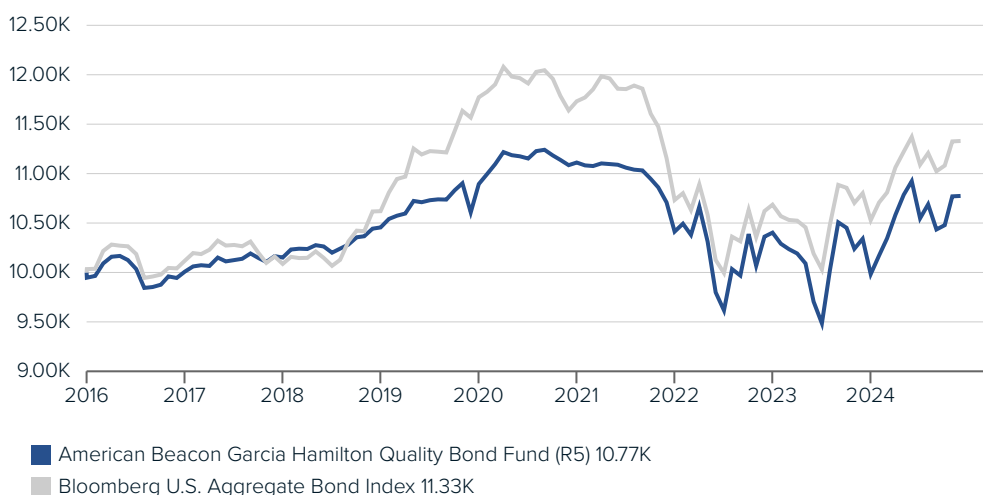
The Fund is actively managed against the Bloomberg U.S. Aggregate Bond Index and maintains a duration range of +/- 25% of that benchmark's duration. The Fund's goal is to outperform the benchmark, net of fees, over a full market cycle using a high-quality strategy with less risk, lower volatility and low turnover.

**Firm inception:** 1988

### Portfolio managers:

- Gilbert Andrew Garcia, CFA; industry since 1985
- Nancy Rodriguez; industry since 1987
- Jeffrey D. Detwiler, CFA; industry since 1996
- Karen H. Tass, CFA; industry since 2005

### GROWTH OF \$10,000 (April 4, 2016 — March 31, 2025)



This chart is for illustrative purposes only. Please note that the minimum contribution for the R5 Class is \$250,000.

### TOTAL RETURNS (%) (as of 3/31/2025)

| Share Class (Inception)             | NAV  | QTR  | YTD  | 1YR  | 3YR* | 5YR*  | Since Incept.* |
|-------------------------------------|------|------|------|------|------|-------|----------------|
| R5 (4/4/16)                         | 8.61 | 3.27 | 3.27 | 4.39 | 0.34 | 0.39  | 0.88           |
| Investor (4/4/16)                   | 8.62 | 3.17 | 3.17 | 3.88 | 0.04 | 0.07  | 0.52           |
| Y (4/4/16)                          | 8.59 | 3.26 | 3.26 | 4.21 | 0.22 | 0.29  | 0.77           |
| Bloomberg U.S. Aggregate Bond Index |      | 2.78 | 2.78 | 4.88 | 0.52 | -0.40 | 1.40           |

Performance shown is historical and is not indicative of future returns. Investment returns and principal value will vary, and shares may be worth more or less at redemption than at original purchase. Performance shown is as of date indicated, and current performance may be lower or higher than the performance data quoted. To obtain performance as of the most recent month end, please visit [americanbeaconfunds.com](http://americanbeaconfunds.com) or call 800.967.9009.

Net asset value (NAV) is the value of one share of the portfolio excluding any sales charges.

\*Annualized. See the performance notes on the next page for more information.

**TOTAL FUND ASSETS** **\$264.2 million**

### SUB-ADVISOR (%)

Garcia Hamilton & Associates, LP 100.0

### OVERALL MORNINGSTAR RATING™



R5 Class shares, as of 3/31/2025 among 422 Intermediate Core Bond funds.

Morningstar ratings may vary among share classes and are based on 3-, 5- and 10-year (when applicable) risk-adjusted total returns, which are not indicative of future results.

| CLASS    | SYMBOL |
|----------|--------|
| R5       | GHQIX  |
| Investor | GHQPX  |
| Y Shares | GHQYX  |
| R6       | GHQRX  |

| SEC 30-DAY YIELD (%) | Unsubsidized |      |
|----------------------|--------------|------|
| R5                   | 3.77         | 3.54 |
| Investor             | 3.39         | 3.15 |
| Y                    | 3.71         | 3.46 |

| Distribution Frequency  | Monthly |
|---|---------|
| The SEC 30-day yield is shown with and without (Unsubsidized) the effect of any waivers/reimbursements during the period. |         |

| EXPENSE RATIOS (%) | Gross | Net <sup>1</sup> |
|--------------------|-------|------------------|
| R5                 | 0.68  | 0.45             |
| Investor           | 1.10  | 0.83             |
| Y                  | 0.77  | 0.51             |
| R6                 | 0.67  | 0.41             |

<sup>1</sup>The net expense ratio may reflect fees and expenses that American Beacon Advisors has contractually agreed to reduce and/or reimburse through February 28, 2026.

| TOP 10 HOLDINGS (%)  | FUND      | DURATION DISTRIBUTION (%)   | FUND        | ASSET ALLOCATION (%)         | FUND        |
|--|-----------|---|-------------|------------------------------|-------------|
| Federal National Mortgage Association, 3.000%, Due 5/1/52  | 6.2       | 4 to 6 Years  | 14.6        | Fixed Income                 | 99.5        |
| Federal Home Loan Mortgage Corp., 2.500%, Due 3/1/52   | 3.9       | 6 to 8 Years  | 72.6        | Cash                         | 0.6         |
| Federal Home Loan Mortgage Corp., 4.000%, Due 11/1/52  | 3.9       | 10+ Years   | 12.8        |                              |             |
| Federal Home Loan Mortgage Corp., 2.500%, Due 4/1/52   | 3.8       | <i>Excludes cash.</i>   |             | <b>SECTOR WEIGHTINGS (%)</b> | <b>FUND</b> |
| Federal Home Loan Mortgage Corp., 4.000%, Due 10/1/52  | 3.8       | <b>CREDIT QUALITY (%)</b>   | <b>FUND</b> | U.S. Treasury                | 47.0        |
| Federal Home Loan Mortgage Corp., 2.500%, Due 9/1/42   | 3.7       | U.S. Treasury   | 47.0        | Agency Mortgage Backed       | 46.1        |
| Federal Home Loan Mortgage Corp., 3.000%, Due 5/1/52   | 3.6       | U.S. Agency   | 46.1        | Major Banks                  | 2.6         |
| Federal National Mortgage Association, 3.500%, Due 10/1/52   | 3.6       | A   | 6.9         | Utilities                    | 2.3         |
| Federal National Mortgage Association, 2.500%, Due 5/1/51  | 3.1       | <i>Reflects the higher of the ratings assessed by Standard &amp; Poor's (S&amp;P) or Moody's, as converted to the equivalent S&amp;P major rating category.</i> |             | Consumer Services            | 2.0         |
| Florida Power & Light Co., 5.000%, Due 8/1/34  | 2.3       | <i>Excludes cash.</i>   |             |                              |             |
| <b>Total Fund Holdings</b>   | <b>25</b> | <b>PORTFOLIO STATISTICS</b>   | <b>FUND</b> |                              |             |
| <i>U.S. Treasuries are excluded from the list of Top 10 Holdings but are included in the count of Total Fund Holdings.</i> |           | Effective Maturity (years)  | 9.8         |                              |             |
|  |           | Effective Duration (years)  | 7.6         |                              |             |
|  |           | 3-Year Standard Deviation   | 9.2         |                              |             |
|  |           | <b>MATURITY DISTRIBUTION (%)</b>  | <b>FUND</b> |                              |             |
|  |           | 3 to 5 Years  | 3.0         |                              |             |
|  |           | 5 to 10 Years   | 63.5        |                              |             |
|  |           | 10 to 15 Years  | 20.7        |                              |             |
|  |           | 15+ Years   | 12.8        |                              |             |
|  |           | <i>Excludes cash.</i>   |             |                              |             |

The use of **fixed-income securities** entails interest rate and credit risks. **Interest rate risk** is the risk that debt securities will decrease in value with increases in market interest rates. **Credit risk** is the risk that a debt issuer will fail to make timely payment of interest or principal; if the credit rating of an issuer declines, then the price of its debt securities may also decline. To the extent the Fund invests more heavily in particular sectors, its performance will be sensitive to factors affecting those sectors. **Financial sector** companies are heavily regulated and particularly sensitive to interest rate fluctuations. The Fund's incorporation of **environmental, social and/or governance (ESG)** considerations in its investment strategy may cause it to underperform funds that do not incorporate these considerations. Please see the prospectus for a complete discussion of the Fund's risks. There can be no assurances that the investment objectives of this Fund will be met.

**Important Information:** All investing involves risk, including possible loss of principal. Indexes are unmanaged and one cannot invest directly in an index.

A portion of fees charged to each Class of the Fund has been waived since Fund inception. Performance prior to waiving fees was lower than actual returns shown for periods when fees were waived. Specific information about any Fund may be found at [americanbeaconfunds.com](http://americanbeaconfunds.com) or in the prospectus.

The Growth of \$10,000 graph shows a fund's performance based on how \$10,000 invested in the fund would have grown over time with dividends reinvested.

The Bloomberg U.S. Aggregate Bond Index is a broad-based benchmark that measures the investment grade, U.S. dollar-denominated, fixed-rate taxable bond market. "BLOOMBERG®" and the Bloomberg indices listed herein (the "Indices") are service marks of Bloomberg Finance L.P. and its affiliates, including Bloomberg Index Services Limited ("BISL"), the administrator of the Indices (collectively, "Bloomberg") and have been licensed for use for certain purposes by the distributor hereof (the "Licensee"). Bloomberg is not affiliated with Licensee, and Bloomberg does not approve, endorse, review, or recommend the financial products named herein (the "Products"). Bloomberg does not guarantee the timeliness, accuracy, or completeness of any data or information relating to the Products.

Duration is a measure of price sensitivity relative to changes in interest rates. Standard Deviation is a measure of the historical volatility of the Fund's returns.

S&P credit ratings for long-term obligations (or issuers thereof) are AAA, AA, A, BBB, BB, B, CCC, CC, C and D in decreasing order. For example, obligations rated AAA are judged to be of the highest quality, BBB to be of medium grade, CCC are judged to be speculative and obligations rated D are in default. Obligations rated in one of the four highest categories are considered to be investment grade while all other ratings are considered non-investment grade.

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For each fund with at least a three-year history, Morningstar calculates a Morningstar Rating™ based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a fund's monthly performance (including the effects of sales charges, loads and redemption fees), placing more emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars and the bottom 10% receive 1 star. (Each share class is counted as a fraction of one fund within the scale and rated separately, which may cause slight variations in the distribution percentages.) The Overall Morningstar Rating for a fund is derived from a weighted average of performance figures associated with its three-, five- and 10-year (if applicable) Morningstar Rating metrics. In the U.S.-domiciled Intermediate Core Bond category, the American Beacon Garcia Hamilton Quality Bond Fund (R5 Class) was rated 3 stars out of 422 funds overall. The fund was rated 2 stars out of 422 funds; 4 stars out of 380 funds for the three- and five-year periods, respectively. Past performance is no guarantee of future results.

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