



# High Yield Bond Fund

Portfolio Information as of December 31, 2009

## Fund Overview

Total Fund Assets: \$354.5 Million

Fund Classes:	Institutional	Investor
Inception Date:	12/29/00	3/1/02
Fund NAV:	\$8.61	\$8.62
CUSIP:	02368A489	02368A455
Trading Symbol:	AYBFX	AHYPX

## Investment Sub-Advisors

Logan Circle	50.0%
Franklin Advisers, Inc.	50.0%

## Lipper Rankings

Category: High Current Yield Funds

	1 Yr	3 Yr	5 Yr	10 Yr
Institutional	223	237	222	N/A
Investor	225	265	252	N/A

# of Funds in the Category 459 391 341 N/A

## Lipper Quartile

Institutional	2nd	3rd	3rd	N/A
Investor	2nd	3rd	3rd	N/A

Lipper is an independent rating service that ranks mutual funds in various categories by making comparative calculations using total returns.

*Securities of the Fund may only be sold by offering the Fund's Prospectus. You should consider the investment objectives, risks, charges and expenses of the Fund carefully before investing. The prospectus contains this and additional information regarding the Fund. To obtain a Prospectus, please contact your Financial Advisor, call 1-800-967-9009 or visit [www.americanbeaconfunds.com](http://www.americanbeaconfunds.com). The Prospectus should be read carefully before investing.*

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## Investment Objective

A multi-manager Fund seeking high current income and capital appreciation through investments in below investment grade debt obligations.

## Investing Style

The Fund invests in domestic and foreign high yield bonds. High yield issuers are generally those which have below investment grade ratings because they are relatively small in size, relatively young in years, relatively leveraged financially (perhaps borrowing heavily to finance expansion or due to a leverage buyout), or formerly "blue chip" companies that have encountered some financial difficulties. These types of securities are commonly referred to as "junk bonds".

The Fund's weighted average maturity of debt securities is generally expected to be from six to eight years. By emphasizing below investment grade debt securities, the Fund seeks to offer shareholders a regular stream of high income, while providing capital appreciation over time.

In selecting investments, the sub-advisors rely heavily on internal research and credit analysis. The investment advisors will adjust the Fund's overall credit rating and average maturity based on their judgment of the economic climate, industry dynamics, and values in the high yield market.

## Asset Allocation

Fixed Income	94.3%
Cash Equivalent	5.2%
Convertible Obligations	0.4%
Equity	0.1%

## Credit Quality

A	1.0%
BBB	3.6%
BB	28.5%
B	46.0%
CCC	19.2%
C	0.5%
Below C	0.7%
Not Rated	0.5%



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## Top 10 Holdings

HCA, Inc., 9.625%, Due 11/15/2016	1.1%
Harrah's Operating Co., Inc., 11.250%, Due 6/1/2017	1.1%
Intelsat Jackson Holdings Ltd., 11.250%, Due 6/15/2016	1.0%
Chesapeake Energy Corp., 6.625%, Due 1/15/2016	1.0%
CCH II Holdings LLC, 13.500%, Due 11/30/2016	0.9%
Ford Motor Credit Co. LLC, 7.500%, Due 8/1/2012	0.9%
NRG Energy, Inc., 7.375%, Due 2/1/2016	0.9%
Texas Competitive Electric Holdings Co. LLC, 10.250%, Due 11/1/2015	0.9%
Ford Motor Credit Co. LLC, 9.875%, Due 8/10/2011	0.9%
JBS USA LLC, 11.625%, Due 5/1/2014	0.8%

Total Fund Holdings: 308

## Sector Weightings

Service	24.3%
Manufacturing	20.4%
Cable/Media	12.1%
Energy	12.0%
Finance	8.4%
Other Corporate	6.5%
Utility	5.7%
Consumer	4.8%
Telecommunication Services	4.1%
Transportation	1.6%
Mortgage	0.1%

## Portfolio Statistics

### Fixed Income:

Average Credit Quality	BB-
Weighted Average Maturity	5.7
Weighted Average Duration	4.0
Weighted Average Coupon	8.6

### Maturity Distribution

< 1 Year	5.9%
1 to 3 Years	8.8%
3 to 5 Years	24.0%
5 to 7 Years	36.8%
7 to 10 Years	21.6%
10+ Years	2.9%

### Expense Ratios

	Gross	Net <sup>1</sup>
Institutional	0.86%	0.85%
Investor	1.11%	1.10%

<sup>1</sup>The net expense ratio is net of acquired fund fees and expenses that the Fund incurred indirectly as a result of investment in certain pooled investment vehicles.

Total Returns	QTR	YTD	1 Yr	3 Yr*	5 Yr*	10 Yr*	Since Inception*
Institutional	5.85	47.88	47.88	3.24	4.29	N/A	7.18
Investor	5.90	47.67	47.67	2.99	4.06	N/A	6.94
JPMorgan Global High-Yield Index**	6.29	58.89	58.89	6.15	6.56	7.09	8.63
Lipper High Current Yield Funds Index***	5.85	49.49	49.49	2.80	4.27	4.13	5.79

Performance shown is historical and may not be 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 [www.americanbeaconfunds.com](http://www.americanbeaconfunds.com) or call 1-800-967-9009. Please note that the recent market performance has helped to produce short-term returns that are not typical and may not continue in the future.

**Important Information:** There is no guarantee that the investment objectives will be met. Indices are unmanaged and one cannot invest directly in an index. Investing in high yield securities involves additional risks when compared to investing in investment grade securities. These include a greater risk of default or bankruptcy and an increased sensitivity to financial difficulties or changes in interest rates. Investing in debt securities entails interest rate risk which is the risk that debt securities will decrease in value with increases in market interest rates. A portion of the fees charged to the Institutional Class of the Fund was waived through 2004. Performance prior to waiving fees was lower than the actual returns shown for periods through 2004. Performance shown prior to the 3/1/02 inception of the Investor Class is that of the Institutional Class. The returns have not been adjusted for any difference between the fees and expenses of the Investor Class and the historical fees and expenses of the Institutional Class. Because the Institutional Class had lower expenses, its performance was better than the Investor Class would have realized during the same period. \* Annualized. \*\* The JPMorgan Global High-Yield Index ("JPMorgan Index") is an unmanaged index of fixed income securities of domestic and foreign issuers with a maximum credit rating of BB+ or Ba1. Issues must be publicly registered or issued under Rule 144A under the Securities Act of 1933, with a minimum issue size of \$75 million (par amount). A maximum of two issues per issuer are included in the JPMorgan Index. Convertible bonds, preferred stock, and floating-rate bonds are excluded from the JPMorgan Index. Duration is a measure of price sensitivity relative to changes in interest rates.\*\*\* The Lipper High Current Yield Funds tracks the results of the 30 largest mutual funds in the Lipper High Current Yield Funds category. Lipper is an independent mutual fund research and ranking service. Duration is a measure of price sensitivity relative to changes in interest rates. The four highest Moody's ratings for long-term obligations (or issuers thereof) are Aaa, Aa, A and Baa. Obligations rated Aaa are judged to be of the highest quality, with minimal credit risk. Obligations rated Aa are judged to be of high quality and are subject to very low credit risk. Obligations rated A are considered upper-medium grade and are subject to low credit risk. Obligations rated Baa are subject to moderate credit risk. They are considered medium-grade and as such may possess certain speculative characteristics. Moody's appends numerical modifiers 1, 2, and 3 to each generic rating classification from Aa through Caa. The modifier 1 indicates that the obligation ranks in the higher end of its generic rating category; the modifier 2 indicates a mid-range ranking; and the modifier 3 indicates a ranking in the lower end of that generic rating category.