



Short-Term Bond Fund

Portfolio Information as of December 31, 2009

Fund Overview

Total Fund Assets:	\$158.4 Million	
Fund Classes:	Institutional	Investor
Inception Date:	12/3/87	8/1/94
Fund NAV:	\$8.81	\$8.82
CUSIP:	02368A562	02368A786
Trading Symbol:	AASBX	AALPX

Investment Sub-Advisor

American Beacon Advisors, Inc.	100.0%
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Lipper Rankings

Category: Short Investment Grade Bond Funds

	1 Yr	3 Yr	5 Yr	10 Yr
Institutional	196	64	35	19
Investor	201	88	73	39
# of Funds in the Category	246	223	176	94
Lipper Quartile				
Institutional	4th	2nd	1st	1st
Investor	4th	2nd	2nd	2nd

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. The Prospectus should be read carefully before investing.

Distributed by Foreside Fund Services, LLC. American Beacon Funds and American Beacon Short-Term Bond Fund are service marks of American Beacon Advisors, Inc.

Investment Objective

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

Investing Style

The Fund maintains a relatively short weighted average duration of one to three years. This policy is intended to lessen the Fund's sensitivity to changes in interest rates. By emphasizing investment grade securities, the Fund seeks to provide shareholders with a regular stream of income, while minimizing principal volatility.

American Beacon Advisors, Inc. utilizes a top-down approach, analyzing macroeconomic data to anticipate economic momentum shifts, inflationary trends, the shape of the yield curve and Federal Reserve policy. American Beacon strives to increase returns by actively managing the duration and quality of the portfolio, consistent with historical relationships among economic growth, inflation and the direction of interest rates.

The Fund typically invest in a diversified mix of debt securities, including obligations of the U.S. Government, its agencies and instrumentalities; corporate bonds, notes and debentures; certificates of deposit; and mortgage-backed securities.

At the time of purchase, all securities are rated in one of the four highest rating categories or, if unrated, deemed to be of comparable quality by American Beacon.



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Asset Allocation

Fixed Income	95.4%
Cash Equivalent	4.6%

Sector Weightings

Corporate	53.5%
Asset-Backed	18.7%
Other Government Related	13.6%
Agency	12.1%
Mortgage-Backed	2.1%

Credit Quality

Aaa	51.0%
Aa	10.4%
A	23.7%
Baa	14.9%

Expense Ratios

	Gross	Net
Institutional	0.32%	0.31% ¹
Investor	0.89%	0.55% ²

¹The 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.

²The net expense ratio is net of expense reimbursements that American Beacon Advisors has voluntarily agreed to reimburse through February 28, 2010. The voluntary expense reimbursement can be changed at any time by the Manager without notice to the shareholders.

Top 10 Holdings

Bank of America Corp., 2.375%, Due 6/22/2012	6.5%
Federal National Mortgage Association, 1.375%, Due 4/28/2011	5.1%
General Electric Capital Corp., 2.250%, Due 3/12/2012	3.2%
Federal Home Loan Mortgage Corporation, 2.125%, Due 3/23/2012	3.2%
Federal Home Loan Mortgage Corporation, 1.625%, Due 4/26/2011	3.2%
Citibank NA, 1.625%, Due 3/30/2011	3.2%
USAA Auto Owner Trust, 5.550%, Due 2/15/2013	2.0%
AT&T Wireless Services, Inc., 7.875%, Due 3/1/2011	1.7%
John Deere Capital Corp., 4.125%, Due 1/15/2010	1.5%
Citigroup, Inc., 0.558%, Due 11/5/2014	1.5%
Total Fund Holdings:	93

Portfolio Statistics

Fixed Income:	
Average Credit Quality	Aa2
Weighted Average Maturity	1.9
Weighted Average Duration	1.5
Weighted Average Coupon	3.8

Maturity Distribution

0 to 1 Year	20.2%
1 to 3 Years	68.5%
3 to 5 Years	11.3%

Total Returns	QTR	YTD	1 Yr	3 Yr*	5 Yr*	10 Yr*	Since Inception*
Institutional	0.82	5.04	5.04	4.45	4.05	4.65	5.70
Investor	0.79	4.85	4.85	4.04	3.57	4.16	5.36
Lipper Short Investment Grade Bond Funds Index	1.52	10.26	10.26	3.30	3.20	3.92	N/A
BofA Merrill Lynch 1-3 Yr. Gov./Corp. Index	0.37	3.83	3.83	5.13	4.27	4.80	N/A

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 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 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 Fund has been waived. Performance prior to waiving fees was lower than the actual returns shown. Performance shown reflects the Fund's receipt in December 2006 and March 2008 of class action settlement proceeds that were related to investment activity in 2002. The Fund's performance that includes these months was higher than it would have been absent receipt of the settlement proceeds.* Annualized. ** The Lipper Short Investment Grade Debt Funds Index tracks the results of the 30 largest mutual funds in the Lipper Short Investment Grade Debt Funds category. Lipper is an independent mutual fund research and ranking service. *** BofA Merrill Lynch 1-3 Yr. Gov./Corp. Index is a market value weighted performance benchmark for government and corporate fixed-rate debt securities with maturities between one and three years. 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.