

## American Century® DIVERSIFIED CORPORATE BOND ETF

Active, holistically managed strategy that offers exposure to corporate bonds in a portfolio that seeks to enhance returns and reduce risk versus passive cap-weighted portfolios.

### GOAL & STRATEGY:

Seeks current income by emphasizing investment-grade debt while dynamically allocating a portion of the portfolio to high yield.

### APPROACH:

Integrates fundamental and quantitative expertise in a systematically managed portfolio:

- Balances interest rate and credit risk by adjusting investment grade and high yield exposures
- Seeks to maintain a duration range of 3-7 years in an effort to mitigate interest rate risk with the goal of not sacrificing yield

|  | Since Inception |      |        |        |        |         |           |
|--|-----------------|------|--------|--------|--------|---------|-----------|
| PERFORMANCE (%)                                  | 1 Mo.           | QTD  | 1 Year | 3 Year | 5 Year | 10 Year | Inception |
| NAV  | 1.67            | 6.16 | 13.89  | 0.93   | 2.23   | -       | 2.76      |
| Market Price                                     | 1.70            | 6.30 | 14.12  | 1.02   | 2.18   | -       | 2.79      |
| Bloomberg U.S. Intermediate Corporate Bond Index | 1.30            | 4.66 | 11.90  | 0.72   | 2.02   | -       | 2.80      |

**Performance data quoted represents past performance and is no guarantee of future results. Current performance may be lower or higher than the performance data quoted. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than original cost. Returns less than one year are not annualized. NAV prices are used to calculate market price performance prior to the date when the Fund first traded on the New York Stock Exchange. Market performance is determined using the bid/ask midpoint at 4:00 p.m. Eastern time, when the NAV is typically calculated. Market performance does not represent the returns you would receive if you traded shares at other times. To obtain performance data current to the most recent month end, please visit <https://ipro.americancentury.com/etf-performance>. Index performance does not represent the fund's performance. It is not possible to invest directly in an index.**

**A Note About Risk:** Investment return and principal value of security investments will fluctuate. The value at the time of redemption may be more or less than the original cost. Past performance is no guarantee of future results. KORP is an actively managed ETF that does not seek to replicate the performance of a specified index. To determine whether to buy or sell a security, the portfolio managers consider, among other things, various fund requirements and standards, along with economic conditions, alternative investments, interest rates and various credit metrics. If the portfolio manager considerations are inaccurate or misapplied, the fund's performance may suffer. Generally, as interest rates rise, the value of the securities held in the fund will decline. The opposite is true when interest rates decline. The lower rated securities in which the fund invests are subject to greater credit risk, default risk and liquidity risk.

### Overall Morningstar Ratings™

Morningstar Category: Corporate Bond

**KORP** ★★★★★

Morningstar ratings are based on historical risk-adjusted total returns, which are not indicative of future results.

### FUND INFORMATION

|                     |  |
|---------------------|--|
| Inception Date      | 1/11/18  |
| Total Fund Assets   | \$322.9M   |
| Dividend Frequency  | Monthly (Non-Daily Accrual)                      |
| Gross Expense Ratio | 0.29%  |
| Benchmark           | Bloomberg U.S. Intermediate Corporate Bond Index |
| Ticker              | KORP   |
| Intraday NAV Ticker | KORP-IV  |
| CUSIP               | 025072109  |
| Exchange            | NYSE Arca  |

Expense ratio is as of the most recent prospectus.

### PORTFOLIO MANAGEMENT TEAM

| Name             | Start Date |         |
|------------------|------------|---------|
|                  | Industry   | Company |
| Charles Tan      | 1994       | 2018    |
| Jason Greenblath | 2002       | 2019    |
| Gavin Fleischman | 2000       | 2008    |
| Le Tran          | 1998       | 2004    |

### RISK MEASURES (3-YEAR)

|                             |       |
|-----------------------------|-------|
| Alpha (Annualized)          | 0.18  |
| Beta                        | 1.06  |
| R-squared                   | 0.98  |
| Std. Deviation (Annualized) | 6.56  |
| Sharpe Ratio                | -0.39 |

# DIVERSIFIED CORPORATE BOND ETF

KORP

Data as of 9.30.2024

## TOP HOLDINGS (%)

|  |       |
|--|-------|
| US 10YR NOTE (CBT)Dec24                        | 11.82 |
| US 5YR NOTE (CBT) Dec24                        | 3.16  |
| Bank of America Corp 5.47 01/23/2035           | 2.64  |
| Citigroup Inc 6.27 11/17/2033                  | 2.15  |
| Wells Fargo & Co 5.39 04/24/2034               | 1.79  |
| Morgan Stanley 6.63 11/01/2034                 | 1.30  |
| JPMorgan Chase & Co 5.29 07/22/2035            | 1.22  |
| Truist Financial Corp 6.12 10/28/2033          | 1.18  |
| Goldman Sachs Group Inc/The 5.85<br>04/25/2035 | 1.14  |
| Astrazeneca Finance LLC 4.90<br>02/26/2031     | 1.11  |

**Top Ten Holdings Total** **27.51**

The holdings listed should not be considered recommendations to purchase or sell a particular security. Equity holdings are grouped to include common shares, depository receipts, rights and warrants issued by the same company. Fund holdings subject to change.

## KEY CHARACTERISTICS

|                          | KORP     | Benchmark |
|--------------------------|----------|-----------|
| Duration                 | 6.46 Yrs | 4.12 Yrs  |
| Wtd Avg Life to Maturity | 8.36 Yrs | 5.27 Yrs  |
| 30 Day SEC Yield         | 4.69%    | -         |
| Number of Holdings       | 243      | 5,106     |

## QUALITY BREAKOUT (%)<sup>1,2</sup>

|                  | KORP  | Benchmark |
|------------------|-------|-----------|
| U.S. Government  | 1.75  | 0.00      |
| AAA              | 0.59  | 0.55      |
| AA               | 1.66  | 5.52      |
| A                | 33.81 | 44.95     |
| BBB              | 51.89 | 48.96     |
| BB               | 5.43  | 0.00      |
| B                | 1.13  | 0.00      |
| Cash and Cash Eq | 3.73  | 0.00      |

## INVESTMENT BLEND (%)<sup>2</sup>

|                            |       |
|----------------------------|-------|
| Investment-Grade Corporate | 85.75 |
| High-Yield Corporate       | 5.63  |
| Cash & Cash Equivalents    | 3.73  |
| Emerging Markets           | 2.52  |
| Government                 | 1.75  |
| Other                      | 0.62  |

## Morningstar Rating - KORP

### Morningstar Category - Corporate Bond

|            | Overall | 3 Year | 5 Year | 10 Year |
|------------|---------|--------|--------|---------|
| Rating     | ★★★★★   | ★★★★★  | ★★★★★  | -       |
| # of Funds | 180     | 180    | 160    | -       |

The Morningstar Rating™ for funds, or star rating, is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The Morningstar Rating does not include any adjustment for sales loads. The top 10% of products in each product 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. The Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods.

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*DUE TO MARKET VOLATILITY, CURRENT PERFORMANCE MAY BE DIFFERENT THAN THE FIGURES SHOWN.*

**Exchange Traded Funds (ETF) are bought and sold through exchange trading at market price (not NAV), and are not individually redeemed from the fund. Shares may trade at a premium or discount to their NAV in the secondary market. Brokerage commissions will reduce returns.**

**You should consider the fund's investment objectives, risks, and charges and expenses carefully before you invest. The fund's prospectus or summary prospectus, which can be obtained at [americancentury.com](http://americancentury.com), contains this and other information about the fund, and should be read carefully before investing.**

Bloomberg U.S. Intermediate-Term Corporate Bond Index measures the performance of Investment Grade securities with maturities of 1-10 years. It is not possible to invest in an index.

Fund Facts are provided by FactSet Research Systems, Inc.

Foreside Fund Services, LLC - Distributor, not affiliated with American Century Investment Services, Inc.

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## KEY TERMS:

**Weighted Average Life to Maturity:** The average time to receive the principal repayments.  
**Duration:** A weighted average of all bond durations in a fund's portfolio. Duration measures the price stability of a bond or bond fund to changes in interest rates. Specifically, duration represents the approximate percentage change in the price of a bond or bond fund if interest rates move up or down.  
**30 Day SEC Yield:** Represents net investment income earned by a fund over a 30-day period, expressed as an annual percentage rate based on the fund's share price at the end of the 30-day period. The SEC Yield should be regarded as an estimate of the fund's rate of investment income, and it may not equal the fund's actual income distribution rate, the income paid to a shareholder's account, or the income reported in the fund's financial statements.  
**Alpha:** Shows how a fund did relative to what would have been expected given the fund's beta and the performance of the benchmark index.  
**Beta:** Measures the volatility of the fund, as compared to that of the overall market. The market's beta is set at 1.00; a beta higher than 1.00 is considered to be more volatile than the market, while a beta lower than 1.00 is considered to be less volatile.  
**R<sup>2</sup> - (R-squared):** A statistic that indicates how much of a fund's fluctuations were attributable to movements in the fund's benchmark index.  
**Sharpe Ratio:** Measures the potential reward offered by a mutual fund relative to its risk level using the fund's standard deviation and its excess return to determine reward per unit of risk. The higher the sharpe ratio, the better the fund's historical risk-adjusted performance.  
**Standard Deviation:** Defines how widely returns varied from an average over a given period of time. A higher standard deviation means a more volatile fund.

<sup>1</sup>Quality: Describes the portfolio of the fund in terms of the quality ratings of the securities it holds. Cash and cash equivalents include payable amounts related to securities purchased but not settled at period end. Credit quality ratings on underlying securities of a fund are obtained from three Nationally Recognized Statistical Rating Organizations (NRSROs), Standard & Poor's, Moody's and Fitch. Ratings are converted to the equivalent Standard & Poor's rating category for purposes of presentation. The median rating is used for securities rated by all three NRSROs. The common rating is used when two of the three NRSROs agree. The lower rating is used when only two NRSROs rate a security. A nonrated designation is assigned when a public rating is not available for a security. This designation does not necessarily indicate low credit quality. The letter ratings are provided to indicate the credit worthiness of the underlying bonds in the portfolio and generally range from AAA (highest) to D (lowest). Includes payable amounts related to securities purchased but not settled at period end. Due to rounding, these values may exceed 100%.

<sup>2</sup>Negative weights, when quoted, may be due to open security or capital stock trades at period end and/or unrealized loss on derivative positions as a percent of net assets at period end. Fund holdings subject to change without notice.

