

American Funds Smallcap World R5

Overall Morningstar Rating™
★★★★★

Morningstar Return
High

Morningstar Risk
Above Average

Out of 479 World Stock funds. **An investment's overall Morningstar Rating, based on its risk-adjusted return, is a weighted average of its applicable 3-, 5-, and 10-year Ratings. See disclosure for more detail.**

Investment Strategy from investment's prospectus

The investment seeks growth of capital and income.

The fund normally invests primarily in stocks of companies located around the world with small market capitalizations measured at the time of purchase. The fund's investment adviser currently defines "small market capitalization" companies to be companies with market capitalizations of \$3.5 billion or less.

Category Description: World Stock

World-stock funds have few geographical limitations. It is common for these funds to invest the majority of their assets in the U.S., Europe, and Japan, with the remainder divided among the globe's smaller markets.

Broad Asset Class: Small Cap Stocks

Shares of ownership in small corporations.

Notes

This material is authorized for client use only when preceded or accompanied by a Disclosure Statement, a product prospectus (variable annuity only), a fund prospectus and/or informational brochure containing more complete information. These can be obtained from your investment professional and should be read carefully before investing or sending money.

NOT A DEPOSIT – NOT FDIC INSURED – NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY – NOT GUARANTEED BY THE INSTITUTION – MAY GO DOWN IN VALUE

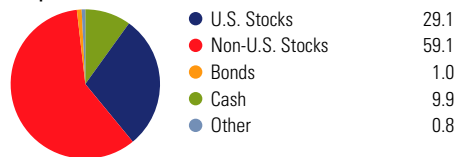
The Broad Asset Class identifies a fund's investment style. The Broad Asset Class was developed by Nationwide in conjunction with Ibbotson Associates for asset allocation. Asset Allocation does not assure a profit or guarantee against a loss in a declining market.

Morningstar Proprietary Statistics

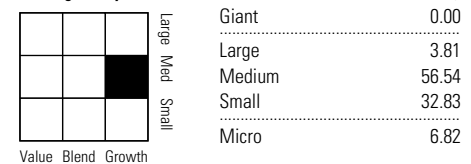
	YTD	1-Year	3-Year	5-Year	10-Year
Morningstar Rating	—	—	★★★★★	★★★★★	—
Fund Rank Percentile	72	64	20	6	—
Out of # of Investments	638	607	479	400	—

Portfolio Analysis as of 03-31-08

Composition as of 03-31-08



Morningstar Style Box™ as of 03-31-08



Top 15 Holdings as of 03-31-08

Company	% Assets
OPTI Canada Inc.	1.29
Kingboard Chemical Hldgs Ltd	0.89
Samsung Engineering	0.84
Pusan Bank	0.74
Amg Advcd Metal	0.73
Jumbo	0.73
The Daegu Bank Ltd	0.71
FOURLIS	0.67
Oilexco Inc.	0.67
Downer EDI Ltd	0.64
Schibsted	0.64
Concho Resources, Inc.	0.63
ResMed, Inc.	0.63
Container Corp. of India Ltd	0.62
Nitori	0.62
Total Number of Stock Holdings	576
Total Number of Bond Holdings	8
Annual Turnover Ratio %	48
Total Fund Assets (\$mil)	22,089.9

Statistics as of 03-31-08

Statistic	Port Avg	Rel S&P 500	Rel Cat
P/E Ratio	14.54	1.08	1.05
P/B Ratio	1.91	0.92	0.94
P/C Ratio	5.58	0.65	0.67
GeoAvgCap (\$mil)	1,490.06	0.03	0.06

Risk Measures as of 06-30-08

Metric	Port Avg	Rel S&P 500	Rel Cat
3 Yr Std Dev	14.62	0.94	1.17
3 Yr Beta	1.07	—	1.16
3 Yr Sharpe Ratio	0.60	-2.40	1.30
3 Yr Alpha	-0.59	—	0.26
3 Yr R-squared	80.96	—	0.99

Top 10 Countries as of 03-31-08

Country	% Assets
United States	33.78
South Korea	6.54
Canada	4.99
United Kingdom	4.92
India	4.84
Australia	4.01
Japan	3.60
Hong Kong	3.31
Germany	3.31
Singapore	3.01

Risk Classification as of 06-30-08

An investment's risk classification corresponds with the following ranges of standard deviation.

I	II	III	IV	V	VI
I	Lowest: Money Market and Stable Value Funds				
II	Very Low: 0.00-3.46				
III	Low: 3.47-5.21				
IV	Moderate: 5.22-9.95				
V	High: 9.96-13.50				
▶ VI	Very High: 13.51 and above				

Standard Deviation is a statistical measurement of dispersion about an average, which depicts how widely the returns varied over a certain period of time. When a fund has a high standard deviation, the predicted range of performance is wide, implying greater volatility.

Morningstar provides standard deviation and Nationwide provides the ranges.

Operations

Net Annual Rpt Exp Ratio	0.71% of fund assets
Gross Prospectus Exp Ratio	0.77% of fund assets
Fund Inception Date	05-15-02
Initial Share Class	04-30-90
Inception Date	
Advisor	Capital Research & Mgmt Company
Subadvisor	—

Portfolio Manager(s)

Gordon Crawford. Since 1990.
Mark E. Denning. Since 1991.