

2021

# SEMI-ANNUAL REPORT

June 30, 2021

BRIDGEWAY LARGE CAP GROWTH FUND

BRIDGEWAY LARGE CAP VALUE FUND

As of January 1, 2021, as permitted by regulations adopted by the Securities and Exchange Commission, paper copies of the Fund's annual/semi-annual reports are no longer sent by mail, unless you specifically request paper copies of the reports from the Fund or from your financial intermediary, such as a broker-dealer or bank. Instead, the reports are made available on a website, and you will be notified by mail each time a report is posted and provided with a website link to access the report.

If you already elected to receive annual/semi-annual reports electronically, you will not be affected by this change and you need not take any action. You may elect to receive annual/semi-annual reports and other communications from the Fund or your financial intermediary electronically by going to [www.americanbeaconfunds.com](http://www.americanbeaconfunds.com) and clicking on "Quick Links" and then "Register for E-Delivery."

You may elect to receive all future reports in paper free of charge. You can inform the Fund that you wish to continue receiving paper copies of your annual/semi-annual reports by calling 1-866-345-5954 the unique ID number that is provided in the notification you receive, or you may directly inform your financial intermediary of your wish. A notice that will be mailed to you each time a report is posted will also include instructions for informing the Fund that you wish to continue receiving paper copies of your shareholder reports. Your election to receive reports in paper will apply to all funds held with the American Beacon Funds Complex or your financial intermediary, as applicable.

## About American Beacon Advisors

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Since 1986, American Beacon Advisors, Inc. has offered a variety of products and investment advisory services to numerous institutional and retail clients, including a variety of mutual funds, corporate cash management, and separate account management.

Our clients include defined benefit plans, defined contribution plans, foundations, endowments, corporations, financial planners, and other institutional investors. With American Beacon Advisors, you can put the experience of a multi-billion dollar asset management firm to work for your company.

### BRIDGEWAY LARGE CAP GROWTH FUND

**Growth stocks** typically are more volatile than value stocks; however, value stocks have a lower expected growth rate in earnings and sales. Investing in **foreign securities** may involve heightened risk due to currency fluctuations and economic and political risks. While the Fund is managed pursuant to a tax management strategy, the Fund's investments could create **capital gains**. The use of **futures contracts** for cash management may subject the Fund to losing more money than invested. 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.

### BRIDGEWAY LARGE CAP VALUE FUND

Investing in **value stocks** may limit downside risk over time; however, the Fund may produce more modest gains than riskier stock funds as a trade-off for this potentially lower risk. Investing in **foreign securities** may involve heightened risk due to currency fluctuations and economic and political risks. While the Fund is managed pursuant to a tax management strategy, the Fund's investments could create **capital gains**. The use of **futures contracts** for cash management may subject the Fund to losing more money than invested. 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.

Any opinions herein, including forecasts, reflect our judgment as of the end of the reporting period and are subject to change. Each advisor's strategies and each Fund's portfolio composition will change depending on economic and market conditions. This report is not a complete analysis of market conditions, and, therefore, should not be relied upon as investment advice. Although economic and market information has been compiled from reliable sources, American Beacon Advisors, Inc. makes no representation as to the completeness or accuracy of the statements contained herein.

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## President's Message

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Dear Shareholders,

Throughout this reporting period, the 24-hour news cycle has continued to closely follow the COVID-19 pandemic, ongoing global vaccination efforts and the rise of the delta variant, U.S. stimulus and infrastructure spending, and the reopening of our nation's businesses and schools. After months of seclusion and uncertainty, we can finally see the proverbial light at the end of a tunnel - and a path forward to potentially brighter days - even as we learn to navigate a world facing additional virus variants.

However, during challenging times such as we've all experienced since March 2020, the fear of loss can be a powerful emotion. And it can cause many individuals to make short-term investment decisions that have the potential to sink their long-term financial objectives. We encourage you to remain focused on achieving your long-term investment goals by working with financial professionals to develop a personal savings plan, conduct annual plan reviews, and make thoughtful, purposeful plan adjustments to help manage your evolving financial needs and goals. By investing in different investment styles and asset classes, you may be able to help mitigate financial risks across your portfolio. By allocating your portfolio according to your risk-tolerance level, you may be better positioned to withstand crises. By staying the course, you will be better positioned to achieve enduring financial success.

Since 1986, American Beacon has endeavored to provide investors with a disciplined approach to realizing long-term financial goals. As a manager of managers, we strive to provide investment products that may enable investors to participate during market upswings while potentially insulating against market downswings. The investment teams behind our mutual funds seek to produce consistent, long-term results rather than focus only on short-term movements in the markets. In managing our investment products, we emphasize identifying opportunities that offer the potential for long-term financial rewards.

Thank you for continuing your financial journey with American Beacon. For additional information about our investment products or to access your account information, please visit our website at [www.americanbeaconfunds.com](http://www.americanbeaconfunds.com).

Best Regards,

A handwritten signature in black ink that reads "Gene L. Needles, Jr." The signature is written in a cursive, flowing style.

Gene L. Needles, Jr.  
President  
American Beacon Funds

# American Beacon Bridgeway Large Cap Growth Fund<sup>SM</sup>

## Performance Overview

June 30, 2021 (Unaudited)

The Investor Class of the American Beacon Bridgeway Large Cap Growth Fund (the “Fund”) returned 12.13% for the six months ended June 30, 2021, compared to the Russell 1000<sup>®</sup> Growth Index (the “Index”) return of 12.99% for the same period.

### Total Returns for the Period ended June 30, 2021

	Ticker	6 Months*	1 Year	3 Years	5 Years	10 Years
R5 Class (1,8) . . . . .	BRLGX	12.28%	42.22%	19.69%	20.51%	16.19%
Y Class (1,2,8) . . . . .	BLYYX	12.26%	42.15%	19.59%	20.41%	16.14%
Investor Class (1,3,8) . . . . .	BLYPX	12.13%	41.80%	19.26%	20.08%	15.96%
A without Sales Charge (1,4,8) . . . . .	BLYAX	12.13%	41.96%	19.30%	20.11%	15.98%
A with Sales Charge (1,4,8) . . . . .	BLYAX	5.69%	33.79%	16.97%	18.69%	15.30%
C without Sales Charge (1,5,8) . . . . .	BLYCX	11.71%	40.82%	18.39%	19.19%	15.50%
C with Sales Charge (1,5,8) . . . . .	BLYCX	10.71%	39.82%	18.39%	19.19%	15.50%
R6 Class (1,6,8) . . . . .	BLYRX	12.31%	42.33%	19.75%	20.56%	16.21%
Russell 1000 <sup>®</sup> Growth Index (7) . . . . .		12.99%	42.50%	25.14%	23.66%	17.87%

\* Not Annualized.

- 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 calculated based on the published end-of-day net asset values 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. Fund performance in the table above does not reflect the deduction of taxes a shareholder would pay on distributions or the redemption of shares. Generally accepted accounting principles require adjustments to be made to the net assets of the Fund at period end for financial reporting purposes only; and as such, the total return based on the unadjusted net asset value per share may differ from the total return reported in the financial highlights. A portion of fees charged to the R5 Class of the Fund has been waived since Fund inception. Performance prior to waiving fees was lower than actual returns shown since inception. Please note that the recent performance of the securities market has helped produce short-term returns that are not typical and may not continue in the future.
- Fund performance for the ten-year period represent the returns achieved by the R5 Class from 6/30/2011 up to 2/5/16, the inception date of the Y Class, and the returns of the Y Class since its inception. Expenses of the Y Class are higher than those of the R5 Class. As a result, total returns shown may be higher than they would have been had the Y Class been in existence since 6/30/2011. A portion of the fees charged to the Y Class has been waived since Fund inception. Performance prior to waiving fees was lower than actual returns shown since inception.
- Fund performance for the ten-year period represent the returns achieved by the R5 Class from 6/30/2011 up to 2/5/16, the inception date of the Investor Class, and the returns of the Investor Class since its inception. Expenses of the Investor Class are higher than those of the R5 Class. Therefore, total returns shown may be higher than they would have been had the Investor Class been in existence since 6/30/2011. A portion of the fees charged to the Investor Class of the Fund has been waived since Fund inception. Performance prior to waiving fees was higher than actual returns shown since inception.
- Fund performance for the ten-year period represent the returns achieved by the R5 Class from 6/30/2011 through 2/5/16, the inception date of the A Class, and the returns of the A Class since its inception. Expenses of the A Class are higher than those of the R5 Class. As a result, total returns shown may be higher than they would have been had the A Class been in existence since 6/30/2011. A portion of the fees charged to the A Class of the Fund was waived from Fund inception through 2018, partially recovered in 2019 and waived in 2020 and 2021. Performance prior to waiving fees was lower than actual returns shown for periods when fees were waived. A Class shares have a maximum sales charge of 5.75%.
- Fund performance for the ten-year period represent the returns achieved by the R5 Class from 6/30/2011 through 2/5/16, the inception date of the C Class, and the returns of the C Class since its inception. Expenses of the C Class are higher than those of the R5 Class. As a result, total returns shown may be higher than they would have been had the C Class been in existence since 6/30/2011. A portion of fees charged to the C Class of the Fund was waived from Fund inception through 2017, partially recovered in 2018 and 2019 and waived in 2020 and 2021. Performance prior to waiving fees was lower than actual returns shown for periods when fees were waived. The maximum contingent deferred sales charge for the C Class is 1.00% for shares redeemed within one year of the date of purchase.
- Fund performance for the five-year and ten-year periods represent the returns achieved by the R5 Class from 6/30/2011 through 4/30/18, the inception date of the R6 Class and the returns of the R6 Class since its inception. Expenses of the R6 Class are lower than the R5 Class. As a result, total returns shown may be lower than they would have been had the R6 Class been in existence since 6/30/2011. A portion of fees charged to the R6 Class of the Fund has been waived since Fund inception. Performance prior to waiving fees was lower than actual returns shown since inception.
- The Russell 1000<sup>®</sup> Growth Index measures the performance of the large-cap growth segment of the U.S. equity universe. It includes those Russell 1000 companies with higher price-to-book ratios and higher forecasted growth values. The Russell 1000 Growth Index and Russell 1000 Index are registered trademarks of Frank Russell Company. American Beacon Funds is not promoted, sponsored or endorsed by, nor in any way affiliated with the London Stock Exchange Group plc and its group undertakings (collectively, the “LSE Group”). FTSE Russell is a trading name of certain of the LSE Group

# American Beacon Bridgeway Large Cap Growth Fund<sup>SM</sup>

## Performance Overview

June 30, 2021 (Unaudited)

*companies. LSE Group is not responsible for and has not reviewed the American Beacon Bridgeway Large Cap Growth Fund nor any associated literature or publications and LSE Group makes no representation or warranty, express or implied, as to their accuracy, or completeness, or otherwise. All rights in the Russell 1000 Growth Index (the "Index") vest in the relevant LSE Group company which owns the Index. Russell 1000<sup>®</sup> is a trademark of the relevant LSE Group company and is used by any other LSE Group company under license. The Index is calculated by or on behalf of FTSE International Limited or its affiliate, agent or partner. The LSE Group does not accept any liability whatsoever to any person arising out of (a) the use of, reliance on or any error in the Index or (b) investment in or operation of the Fund. The LSE Group makes no claim, prediction, warranty or representation either as to the results to be obtained from the Fund or the suitability of the Index for the purpose to which it is being put by the Manager. One cannot directly invest in an index.*

8. *The Total Annual Fund Operating Expense ratios set forth in the most recent Fund prospectus for the R5, Y, Investor, A, C and R6 Class shares were 0.93%, 0.98%, 1.27%, 1.23%, 1.97%, and 0.87%, respectively. The expense ratios above may vary from the expense ratios presented in other sections of this report that are based on expenses incurred during the period covered by this report.*

The Fund trailed the Index mostly due to sector allocation, and, to a lesser extent, security selection.

From a sector allocation perspective, overweight allocations to both the Consumer Staples and Consumer Discretionary sectors, two of the poorer performing sectors in the Index, respectively, detracted from relative performance. This was slightly offset by the Fund's overweight allocation to the Real Estate sector, the best performing sector in the Index.

Most of the Fund's underperformance related to security selection was attributable to holdings in the Communication Services and Industrials sectors. Within the Communication Services sector, absences from Index-positions Alphabet, Inc., Class C and Alphabet, Inc., Class A (up 43.1% and 39.3%, respectively), contributed significantly to relative underperformance for the period. In Industrials, Rollins, Inc. (down 12.1%) and Generac Holdings, Inc. (down 12.4%) also contributed to relative underperformance for the period.

In contrast, security selections in the Consumer Discretionary sector added to performance. Holdings in Williams-Sonoma, Inc. (up 58.0%) and out-of-Index Target Corp. (up 30.8%) helped to offset the Fund's relative underperformance.

The sub-advisor continues to invest in a broadly diversified portfolio of companies that they believe have attractive valuations and above-average earnings growth potential. This approach should allow the Fund to benefit over the longer term.

### Top Ten Holdings (% Net Assets)

Apple, Inc.	4.5
NVIDIA Corp.	4.0
Amazon.com, Inc.	3.7
Microsoft Corp.	3.4
HubSpot, Inc.	2.7
IDEXX Laboratories, Inc.	2.3
Match Group, Inc.	2.2
Advanced Micro Devices, Inc.	2.1
Cadence Design Systems, Inc.	2.0
Lululemon Athletica, Inc.	2.0

Total Fund Holdings

71

### Sector Allocation (% Equities)

Information Technology	42.8
Consumer Discretionary	16.3
Health Care	13.6
Communication Services	9.4
Consumer Staples	7.5
Real Estate	3.7
Financials	3.4
Industrials	3.3

# American Beacon Bridgeway Large Cap Value Fund<sup>SM</sup>

## Performance Overview

June 30, 2021 (Unaudited)

The Investor Class of the American Beacon Bridgeway Large Cap Value Fund (the “Fund”) returned 17.44% for the six months ended June 30, 2021, compared to the Russell 1000<sup>®</sup> Value Index (the “Index”) return of 17.05% for the same period.

### Total Returns for the Period ended June 30, 2021

	Ticker	6 Months*	1 Year	3 Years	5 Years	10 Years
R5 Class (1,8)	BRLVX	17.61%	42.40%	7.64%	9.72%	11.22%
Y Class (1,2,8)	BWLYX	17.60%	42.25%	7.56%	9.64%	11.15%
Investor Class (1,3,8)	BWLIX	17.44%	41.94%	7.29%	9.35%	10.89%
A without Sales Charge (1,4,8)	BWLAX	17.46%	41.89%	7.26%	9.33%	10.82%
A with Sales Charge (1,4,8)	BWLAX	10.70%	33.76%	5.17%	8.04%	10.17%
C without Sales Charge (1,5,8)	BWLCX	16.99%	40.88%	6.48%	8.52%	10.07%
C with Sales Charge (1,5,8)	BWLCX	15.99%	39.88%	6.48%	8.52%	10.07%
R6 Class (1,6,8)	BWLRX	17.67%	42.48%	7.68%	9.73%	11.23%
Russell 1000 <sup>®</sup> Value Index (7)		17.05%	43.68%	12.42%	11.87%	11.61%

\* Not Annualized.

- 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 calculated based on the published end-of-day net asset values 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. Fund performance in the table above does not reflect the deduction of taxes a shareholder would pay on distributions or the redemption of shares. Generally accepted accounting principles require adjustments to be made to the net assets of the Fund at period end for financial reporting purposes only, and as such, the total returns based on the unadjusted net asset value per share may differ from the total return reported in the financial highlights. A portion of the fees charged to the R5 Class was waived through 2013, partially recovered in 2014, and fully recovered in 2015. Performance prior to waiving fees was lower than the actual returns shown for the ten-year period. Please note that the recent performance of the securities market has helped produce short-term returns that are not typical and may not continue in the future.
- Fund performance for the ten-year period represents the returns achieved by the R5 Class from 6/30/2011 up to 2/3/12, the inception date of the Y Class, and the returns of the Y Class since its inception. Expenses of the Y Class are higher than those of the R5 Class. As a result, total returns shown may be higher than they would have been had the Y Class been in existence since 6/30/2011. A portion of the fees charged to the Y Class was waived in 2012, partially recovered in 2013 and fully recovered in 2014. Performance prior to waiving fees was lower than the actual returns shown for the ten-year period.
- Fund performance for the ten-year period represents the returns achieved by the R5 Class from 6/30/2011 up to 2/3/12, the inception date of the Investor Class, and the returns of the Investor Class since its inception. Expenses of the Investor Class are higher than those of the R5 Class. Therefore, total returns shown may be higher than they would have been had the Investor Class been in existence since 6/30/2011. A portion of the fees charged to the Investor Class was waived in 2012 and fully recovered in 2013. Performance prior to waiving fees was lower than the actual returns shown for the ten-year period.
- Fund performance for the ten-year period represents the returns achieved by the R5 Class from 6/30/2011 through 2/3/12, the inception date of the A Class, and the returns of the A Class since its inception. Expenses of the A Class are higher than those of the R5 Class. As a result, total returns shown may be higher than they would have been had the A Class been in existence since 6/30/2011. A portion of the fees charged to the A Class was waived in 2012 and 2013 and fully recovered in 2014. Performance prior to waiving fees was lower than the actual returns shown for the ten-year period. A Class shares have a maximum sales charge of 5.75%.
- Fund performance for the ten-year period represents the returns achieved by the R5 Class from 6/30/2011 through 2/3/12, the inception date of the C Class, and the returns of the C Class since its inception. Expenses of the C Class are higher than those of the R5 Class. As a result, total returns shown may be higher than they would have been had the C Class been in existence since 6/30/2011. A portion of the fees charged to the C Class was waived in 2012 and 2013 and fully recovered in 2014. Performance prior to waiving fees was lower than the actual returns shown for the ten-year period. The maximum contingent deferred sales charge for the C Class is 1.00% for shares redeemed within one year of the date of purchase.
- Fund performance for the five-year and ten-year periods represent the returns achieved by the R5 Class from 6/30/2011 through 4/28/17, the inception date of the R6 Class, and the returns of the R6 Class since its inception. Expenses of the R6 Class are lower than the R5 Class. As a result, total returns shown may be lower than they would have been had the R6 Class been in existence since 6/30/2011. A portion of the fees charged to the R6 Class of the Fund was waived in 2017. Performance prior to waiving fees was lower than actual returns shown for the five-year and ten-year periods.
- The Russell 1000<sup>®</sup> Value Index is an unmanaged index of those stocks in the Russell 1000 Index with lower price-to-book ratios and lower forecasted growth values. The Russell 1000 Index measures the performance of the 1,000 largest U.S. companies based on total market capitalization. Russell 1000 Value Index and Russell 1000 Index are registered trademarks of the Frank Russell Company. American Beacon Funds is not promoted, sponsored or endorsed by, nor in any way affiliated with the London Stock Exchange Group plc and its group undertakings (collectively, the “LSE Group”). FTSE

# American Beacon Bridgeway Large Cap Value Fund<sup>SM</sup>

## Performance Overview

June 30, 2021 (Unaudited)

*Russell is a trading name of certain of the LSE Group companies. LSE Group is not responsible for and has not reviewed the American Beacon Bridgeway Large Cap Value Fund nor any associated literature or publications and LSE Group makes no representation or warranty, express or implied, as to their accuracy, or completeness, or otherwise. All rights in the Russell 1000 Value Index (the "Index") vest in the relevant LSE Group company which owns the Index. Russell 1000<sup>®</sup> is a trademark of the relevant LSE Group company and is used by any other LSE Group company under license. The Index is calculated by or on behalf of FTSE International Limited or its affiliate, agent or partner. The LSE Group does not accept any liability whatsoever to any person arising out of (a) the use of, reliance on or any error in the Index or (b) investment in or operation of the Fund. The LSE Group makes no claim, prediction, warranty or representation either as to the results to be obtained from the Fund or the suitability of the Index for the purpose to which it is being put by the Manager. One cannot directly invest in an index.*

8. The Total Annual Fund Operating Expense ratios set forth in the most recent Fund prospectus for the R5, Y, Investor, A, C and R6 Class shares were 0.75%, 0.83%, 1.10%, 1.10%, 1.83%, and 0.73%, respectively. The expense ratios above may vary from the expense ratios presented in other sections of this report that are based on expenses incurred during the period covered by this report.

The Fund outperformed the Index due to stock selection. Sector allocation slightly detracted from relative returns.

Most of the Fund's outperformance related to security selection was attributed to holdings in the Financials and Communication Services sectors. The firm's investments in Ally Financial, Inc. (up 44.7%) and Synchrony Financial (up 43.5%) were the primary drivers of performance in the Financials sector. Within the Communications Services sector, primary contributors to relative return were an absence from Index-position The Walt Disney Company (down 3.0%) and a position in Discovery, Inc., Class A (up 20.1%).

The aforementioned performance was somewhat offset by security selection in the Industrials sector. Rollins, Inc. (down 12.2%) and Republic Services, Inc. (down 5.0%) detracted from returns.

From a sector allocation perspective, the Fund's overweight to the Consumer Staples and Communications Services sectors detracted from overall performance during the period. An overweight to the Financials sector, however, added to relative returns.

The sub-advisor continues to invest in a broadly diversified portfolio of companies that they believe have attractive valuations and above-average earnings growth potential. This approach should allow the Fund to benefit over the longer term.

### Top Ten Holdings (% Net Assets)

Johnson Controls International PLC	2.1
Cummins, Inc.	1.6
Bank of America Corp.	1.4
Biogen, Inc.	1.3
ConocoPhillips	1.3
HP, Inc.	1.3
JPMorgan Chase & Co.	1.3
MetLife, Inc.	1.3
Morgan Stanley	1.3
Texas Instruments, Inc.	1.3

Total Fund Holdings

94

### Sector Allocation (% Equities)

Financials	21.4
Health Care	13.3
Industrials	12.9
Consumer Staples	11.3
Information Technology	10.8
Communication Services	8.4
Consumer Discretionary	7.0
Real Estate	4.5
Materials	4.2
Energy	3.6
Utilities	2.6



### Fund Expense Example

As a shareholder of a Fund, you incur two types of costs: (1) transaction costs, including sales charges (loads) on purchase payments and redemption fees, if applicable, and (2) ongoing costs, including management fees, distribution (12b-1) fees, sub-transfer agent fees, and other Fund expenses. The Examples are intended to help you understand the ongoing cost (in dollars) of investing in the Funds and to compare these costs with the ongoing costs of investing in other mutual funds. The Examples are based on an investment of \$1,000 invested at the beginning of the period in each Class and held for the entire period from January 1, 2021 through June 30, 2021.

### Actual Expenses

The “Actual” lines of the tables provide information about actual account values and actual expenses. You may use the information on this page, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = \$8.60), then multiply the result by the “Expenses Paid During Period” to estimate the expenses you paid on your account during this period. Shareholders of the Investor and R5 Classes that invest in the Fund through an IRA or Roth IRA may be subject to a custodial IRA fee of \$15 that is typically deducted each December. If your account was subject to a custodial IRA fee during the period, your costs would have been \$15 higher.

### Hypothetical Example for Comparison Purposes

The “Hypothetical” lines of the tables provide information about hypothetical account values and hypothetical expenses based on the Fund’s actual expense ratio and an assumed 5% per year rate of return before expenses (not the Fund’s actual return). You may compare the ongoing costs of investing in the Funds with other funds by contrasting this 5% hypothetical example and the 5% hypothetical examples that appear in the shareholder reports of the other funds. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. Shareholders of the Investor and R5 Classes that invest in the Funds through an IRA or Roth IRA may be subject to a custodial IRA fee of \$15 that is typically deducted each December. If your account was subject to a custodial IRA fee during the period, your costs would have been \$15 higher.

You should also be aware that the expenses shown in the table highlight only your ongoing costs and do not reflect any transaction costs charged by the Funds, such as sales charges (loads) or redemption fees, as applicable. Similarly, the expense examples for other funds do not reflect any transaction costs charged by those funds, such as sales charges (loads), redemption fees or exchange fees. Therefore, the “Hypothetical” lines of the tables are useful in comparing ongoing costs only and will not help you determine the relative total costs of owning different funds. If you were subject to any transaction costs during the period, your costs would have been higher.

# American Beacon Funds<sup>SM</sup>

## Expense Examples

June 30, 2021 (Unaudited)

### American Beacon Bridgeway Large Cap Growth Fund

	Beginning Account Value 1/1/2021	Ending Account Value 6/30/2021	Expenses Paid During Period 1/1/2021-6/30/2021*
<b>R5 Class</b>			
Actual	\$1,000.00	\$1,122.80	\$4.26
Hypothetical**	\$1,000.00	\$1,020.78	\$4.06
<b>Y Class</b>			
Actual	\$1,000.00	\$1,122.60	\$4.58
Hypothetical**	\$1,000.00	\$1,020.48	\$4.36
<b>Investor Class</b>			
Actual	\$1,000.00	\$1,121.30	\$5.89
Hypothetical**	\$1,000.00	\$1,019.24	\$5.61
<b>A Class</b>			
Actual	\$1,000.00	\$1,121.30	\$5.79
Hypothetical**	\$1,000.00	\$1,019.34	\$5.51
<b>C Class</b>			
Actual	\$1,000.00	\$1,117.10	\$9.66
Hypothetical**	\$1,000.00	\$1,015.67	\$9.20
<b>R6 Class</b>			
Actual	\$1,000.00	\$1,123.10	\$4.00
Hypothetical**	\$1,000.00	\$1,021.03	\$3.81

\* Expenses are equal to the Fund's annualized expense ratios for the six-month period of 0.81%, 0.87%, 1.12%, 1.10%, 1.84%, and 0.76% for the R5, Y, Investor, A, C, and R6 Classes, respectively, multiplied by the average account value over the period, multiplied by the number derived by dividing the number of days in the most recent fiscal half-year (181) by days in the year (365) to reflect the half-year period.

\*\* 5% return before expenses.

### American Beacon Bridgeway Large Cap Value Fund

	Beginning Account Value 1/1/2021	Ending Account Value 6/30/2021	Expenses Paid During Period 1/1/2021-6/30/2021*
<b>R5 Class</b>			
Actual	\$1,000.00	\$1,176.10	\$4.21
Hypothetical**	\$1,000.00	\$1,020.93	\$3.91
<b>Y Class</b>			
Actual	\$1,000.00	\$1,176.00	\$4.59
Hypothetical**	\$1,000.00	\$1,020.58	\$4.26
<b>Investor Class</b>			
Actual	\$1,000.00	\$1,174.40	\$5.98
Hypothetical**	\$1,000.00	\$1,019.29	\$5.56
<b>A Class</b>			
Actual	\$1,000.00	\$1,174.60	\$5.98
Hypothetical**	\$1,000.00	\$1,019.29	\$5.56
<b>C Class</b>			
Actual	\$1,000.00	\$1,169.90	\$10.11
Hypothetical**	\$1,000.00	\$1,015.47	\$9.39
<b>R6 Class</b>			
Actual	\$1,000.00	\$1,176.70	\$4.05
Hypothetical**	\$1,000.00	\$1,021.08	\$3.76

\* Expenses are equal to the Fund's annualized expense ratios for the six-month period of 0.78%, 0.85%, 1.11%, 1.11%, 1.88%, and 0.75% for the R5, Y, Investor, A, C, and R6 Classes, respectively, multiplied by the average account value over the period, multiplied by the number derived by dividing the number of days in the most recent fiscal half-year (181) by days in the year (365) to reflect the half-year period.

\*\* 5% return before expenses.

# American Beacon Bridgeway Large Cap Growth Fund<sup>SM</sup>

## Schedule of Investments

June 30, 2021 (Unaudited)

	Shares	Fair Value
<b>COMMON STOCKS - 98.59%</b>		
<b>Communication Services - 9.24%</b>		
<b>Diversified Telecommunication Services - 0.87%</b>		
Lumen Technologies, Inc. . . . .	153,500	\$ 2,086,065
<b>Entertainment - 2.76%</b>		
Activision Blizzard, Inc. . . . .	12,400	1,183,456
Netflix, Inc. <sup>A</sup> . . . . .	4,600	2,429,766
Roku, Inc. <sup>A</sup> . . . . .	6,500	2,985,125
		<b>6,598,347</b>
<b>Interactive Media &amp; Services - 3.47%</b>		
Match Group, Inc. <sup>A</sup> . . . . .	32,100	5,176,125
Pinterest, Inc., Class A <sup>A</sup> . . . . .	39,500	3,118,525
		<b>8,294,650</b>
<b>Media - 2.14%</b>		
Altice USA, Inc., Class A <sup>A</sup> . . . . .	75,000	2,560,500
Discovery, Inc., Class A <sup>A B</sup> . . . . .	83,300	2,555,644
		<b>5,116,144</b>
		<b>22,095,206</b>
<b>Consumer Discretionary - 16.09%</b>		
<b>Distributors - 0.96%</b>		
Pool Corp. . . . .	5,000	2,293,300
<b>Diversified Consumer Services - 0.86%</b>		
Chegg, Inc. <sup>A</sup> . . . . .	24,700	2,052,817
<b>Hotels, Restaurants &amp; Leisure - 0.93%</b>		
Expedia Group, Inc. <sup>A</sup> . . . . .	13,500	2,210,085
<b>Internet &amp; Direct Marketing Retail - 4.91%</b>		
Amazon.com, Inc. <sup>A</sup> . . . . .	2,600	8,944,416
Etsy, Inc. <sup>A</sup> . . . . .	13,600	2,799,424
		<b>11,743,840</b>
<b>Specialty Retail - 5.38%</b>		
Best Buy Co., Inc. . . . .	39,600	4,553,208
Lowe's Cos., Inc. . . . .	11,500	2,230,655
O'Reilly Automotive, Inc. <sup>A</sup> . . . . .	4,400	2,491,324
Williams-Sonoma, Inc. . . . .	22,400	3,576,160
		<b>12,851,347</b>
<b>Textiles, Apparel &amp; Luxury Goods - 3.05%</b>		
Lululemon Athletica, Inc. <sup>A</sup> . . . . .	12,800	4,671,616
NIKE, Inc., Class B . . . . .	17,000	2,626,330
		<b>7,297,946</b>
		<b>38,449,335</b>
<b>Consumer Staples - 7.40%</b>		
<b>Beverages - 1.22%</b>		
PepsiCo, Inc. . . . .	19,600	2,904,132
<b>Food &amp; Staples Retailing - 1.93%</b>		
Albertsons Companies, Inc., Class A <sup>B</sup> . . . . .	118,400	2,327,744
Costco Wholesale Corp. . . . .	5,800	2,294,886
		<b>4,622,630</b>

See accompanying notes

# American Beacon Bridgeway Large Cap Growth Fund<sup>SM</sup>

## Schedule of Investments

June 30, 2021 (Unaudited)

	Shares	Fair Value
<b>COMMON STOCKS - 98.59% (continued)</b>		
<b>Consumer Staples - 7.40% (continued)</b>		
<b>Food Products - 2.31%</b>		
Campbell Soup Co. . . . .	21,400	\$ 975,626
Kellogg Co. . . . .	70,700	4,548,131
		<b>5,523,757</b>
<b>Household Products - 1.94%</b>		
Procter & Gamble Co. . . . .	34,300	4,628,099
		<b>17,678,618</b>
<b>Total Consumer Staples</b>		
<b>Financials - 3.31%</b>		
<b>Capital Markets - 1.35%</b>		
Ameriprise Financial, Inc. . . . .	13,000	3,235,440
<b>Consumer Finance - 1.03%</b>		
Synchrony Financial . . . . .	50,600	2,455,112
<b>Insurance - 0.93%</b>		
Allstate Corp. . . . .	17,000	2,217,480
		<b>7,908,032</b>
<b>Total Financials</b>		
<b>Health Care - 13.41%</b>		
<b>Biotechnology - 2.57%</b>		
Biogen, Inc. <sup>A</sup> . . . . .	9,200	3,185,684
Seagen, Inc. <sup>A</sup> . . . . .	18,700	2,952,356
		<b>6,138,040</b>
<b>Health Care Equipment &amp; Supplies - 4.23%</b>		
Baxter International, Inc. . . . .	28,300	2,278,150
Hologic, Inc. <sup>A</sup> . . . . .	35,900	2,395,248
IDEXX Laboratories, Inc. <sup>A</sup> . . . . .	8,600	5,431,330
		<b>10,104,728</b>
<b>Health Care Providers &amp; Services - 2.78%</b>		
AmerisourceBergen Corp. . . . .	18,900	2,163,861
DaVita, Inc. <sup>A</sup> . . . . .	15,200	1,830,536
HCA Healthcare, Inc. . . . .	12,800	2,646,272
		<b>6,640,669</b>
<b>Life Sciences Tools &amp; Services - 1.85%</b>		
Agilent Technologies, Inc. . . . .	16,000	2,364,960
Repligen Corp. <sup>A</sup> . . . . .	10,300	2,056,086
		<b>4,421,046</b>
<b>Pharmaceuticals - 1.98%</b>		
Bristol-Myers Squibb Co. . . . .	32,300	2,158,286
Zoetis, Inc. . . . .	13,900	2,590,404
		<b>4,748,690</b>
<b>Total Health Care</b>		
<b>Industrials - 3.29%</b>		
<b>Air Freight &amp; Logistics - 2.01%</b>		
Expeditors International of Washington, Inc. . . . .	20,600	2,607,960
United Parcel Service, Inc., Class B . . . . .	10,600	2,204,482
		<b>4,812,442</b>

See accompanying notes

# American Beacon Bridgeway Large Cap Growth Fund<sup>SM</sup>

## Schedule of Investments

June 30, 2021 (Unaudited)

	Shares	Fair Value
<b>COMMON STOCKS - 98.59% (continued)</b>		
<b>Industrials - 3.29% (continued)</b>		
<b>Commercial Services &amp; Supplies - 1.28%</b>		
Rollins, Inc. . . . .	89,400	\$ 3,057,480
<b>Total Industrials</b>		<b>7,869,922</b>
<b>Information Technology - 42.23%</b>		
<b>Communications Equipment - 0.89%</b>		
Ubiquiti, Inc. . . . .	6,800	2,122,892
<b>IT Services - 3.37%</b>		
Jack Henry & Associates, Inc. . . . .	10,600	1,733,206
Mastercard, Inc., Class A . . . . .	7,600	2,774,684
Okta, Inc. <sup>A</sup> . . . . .	4,700	1,149,996
Square, Inc., Class A <sup>A</sup> . . . . .	9,800	2,389,240
		<b>8,047,126</b>
<b>Semiconductors &amp; Semiconductor Equipment - 13.23%</b>		
Advanced Micro Devices, Inc. <sup>A</sup> . . . . .	53,700	5,044,041
Applied Materials, Inc. . . . .	31,500	4,485,600
Lam Research Corp. . . . .	7,000	4,554,900
NVIDIA Corp. . . . .	11,800	9,441,180
QUALCOMM, Inc. . . . .	16,100	2,301,173
Teradyne, Inc. . . . .	17,000	2,277,320
Texas Instruments, Inc. . . . .	18,300	3,519,090
		<b>31,623,304</b>
<b>Software - 18.77%</b>		
Cadence Design Systems, Inc. <sup>A</sup> . . . . .	35,500	4,857,110
DocuSign, Inc. <sup>A</sup> . . . . .	4,100	1,146,237
Fair Isaac Corp. <sup>A</sup> . . . . .	4,700	2,362,596
Fortinet, Inc. <sup>A</sup> . . . . .	16,600	3,953,954
HubSpot, Inc. <sup>A</sup> . . . . .	11,000	6,409,920
Microsoft Corp. . . . .	30,100	8,154,090
Oracle Corp. . . . .	45,700	3,557,288
Palo Alto Networks, Inc. <sup>A</sup> . . . . .	6,300	2,337,615
ServiceNow, Inc. <sup>A</sup> . . . . .	8,000	4,396,400
Workday, Inc., Class A <sup>A</sup> . . . . .	16,100	3,843,714
Zendesk, Inc. <sup>A</sup> . . . . .	26,600	3,839,444
		<b>44,858,368</b>
<b>Technology Hardware, Storage &amp; Peripherals - 5.97%</b>		
Apple, Inc. . . . .	78,400	10,737,664
HP, Inc. . . . .	117,500	3,547,325
		<b>14,284,989</b>
<b>Total Information Technology</b>		<b>100,936,679</b>
<b>Real Estate - 3.62%</b>		
<b>Equity Real Estate Investment Trusts (REITs) - 3.62%</b>		
American Tower Corp. . . . .	9,900	2,674,386
Crown Castle International Corp. . . . .	19,100	3,726,410
Equinix, Inc. . . . .	2,800	2,247,280
		<b>8,648,076</b>
<b>Total Real Estate</b>		<b>8,648,076</b>
<b>Total Common Stocks (Cost \$159,752,415)</b>		<b>235,639,041</b>

See accompanying notes

# American Beacon Bridgeway Large Cap Growth Fund<sup>SM</sup>

## Schedule of Investments

June 30, 2021 (Unaudited)

	Shares	Fair Value
<b>SHORT-TERM INVESTMENTS - 1.02% (Cost \$2,434,471)</b>		
<b>Investment Companies - 1.02%</b>		
American Beacon U.S. Government Money Market Select Fund, 0.01% <sup>C D</sup> . . . . .	2,434,471	\$ 2,434,471
<b>SECURITIES LENDING COLLATERAL - 0.96% (Cost \$2,304,446)</b>		
<b>Investment Companies - 0.96%</b>		
American Beacon U.S. Government Money Market Select Fund, 0.01% <sup>C D</sup> . . . . .	2,304,446	2,304,446
<b>TOTAL INVESTMENTS - 100.57% (Cost \$164,491,332)</b>		<b>240,377,958</b>
<b>LIABILITIES, NET OF OTHER ASSETS - (0.57%)</b>		<b>(1,363,640)</b>
<b>TOTAL NET ASSETS - 100.00%</b>		<b>\$ 239,014,318</b>

Percentages are stated as a percent of net assets.

<sup>A</sup> Non-income producing security.

<sup>B</sup> All or a portion of this security is on loan, collateralized by either cash and/or U.S. Treasuries, at June 30, 2021 (Note 9).

<sup>C</sup> The Fund is affiliated by having the same investment advisor.

<sup>D</sup> 7-day yield.

### Long Futures Contracts Open on June 30, 2021:

#### Equity Futures Contracts

Description	Number of Contracts	Expiration Date	Notional Amount	Contract Value	Unrealized Appreciation (Depreciation)
S&P 500 E-Mini Index Futures . . . . .	11	September 2021	\$ 2,337,179	\$ 2,358,730	\$ 21,551
			<u>\$ 2,337,179</u>	<u>\$ 2,358,730</u>	<u>\$ 21,551</u>

#### Index Abbreviations:

S&P 500 S&P 500 Index - U.S. Equity Large-Cap Index.

The Fund's investments are summarized by level based on the inputs used to determine their values. As of June 30, 2021, the investments were classified as described below:

Bridgeway Large Cap Growth Fund	Level 1	Level 2	Level 3	Total
<b>Assets</b>				
Common Stocks . . . . .	\$ 235,639,041	\$ -	\$ -	\$ 235,639,041
Short-Term Investments . . . . .	2,434,471	-	-	2,434,471
Securities Lending Collateral . . . . .	2,304,446	-	-	2,304,446
Total Investments in Securities - Assets . . . . .	<u>\$ 240,377,958</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 240,377,958</u>
<b>Financial Derivative Instruments - Assets</b>				
Futures Contracts . . . . .	\$ 21,551	\$ -	\$ -	\$ 21,551
Total Financial Derivative Instruments - Assets . . . . .	<u>\$ 21,551</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 21,551</u>

U.S. GAAP requires transfers between all levels to/from level 3 be disclosed. During the period ended June 30, 2021, there were no transfers into or out of Level 3.

See accompanying notes

# American Beacon Bridgeway Large Cap Value Fund<sup>SM</sup>

## Schedule of Investments

June 30, 2021 (Unaudited)

	Shares	Fair Value
<b>COMMON STOCKS - 93.67%</b>		
<b>Communication Services - 7.86%</b>		
<b>Diversified Telecommunication Services - 2.94%</b>		
AT&T, Inc. . . . .	280,900	\$ 8,084,302
Lumen Technologies, Inc. . . . .	712,300	9,680,157
Verizon Communications, Inc. . . . .	157,400	8,819,122
		<b>26,583,581</b>
<b>Entertainment - 0.91%</b>		
Activision Blizzard, Inc. . . . .	86,300	<b>8,236,472</b>
<b>Interactive Media &amp; Services - 1.06%</b>		
Pinterest, Inc., Class A <sup>A</sup> . . . . .	122,000	<b>9,631,900</b>
<b>Media - 2.95%</b>		
Discovery, Inc., Class A <sup>A B</sup> . . . . .	235,800	7,234,344
Fox Corp., Class A . . . . .	269,500	10,006,535
Sirius XM Holdings, Inc. <sup>B</sup> . . . . .	1,437,100	9,398,634
		<b>26,639,513</b>
		<b>71,091,466</b>
<b>Total Communication Services</b>		
<b>Consumer Discretionary - 6.58%</b>		
<b>Hotels, Restaurants &amp; Leisure - 0.99%</b>		
McDonald's Corp. . . . .	38,700	<b>8,939,313</b>
<b>Household Durables - 1.06%</b>		
PulteGroup, Inc. . . . .	175,600	<b>9,582,492</b>
<b>Internet &amp; Direct Marketing Retail - 2.14%</b>		
eBay, Inc. . . . .	141,400	9,927,694
Wayfair, Inc., Class A <sup>A B</sup> . . . . .	29,900	9,439,729
		<b>19,367,423</b>
<b>Multiline Retail - 0.24%</b>		
Target Corp. . . . .	8,900	<b>2,151,486</b>
<b>Specialty Retail - 2.15%</b>		
Best Buy Co., Inc. . . . .	94,800	10,900,104
Williams-Sonoma, Inc. . . . .	53,600	8,557,240
		<b>19,457,344</b>
		<b>59,498,058</b>
<b>Total Consumer Discretionary</b>		
<b>Consumer Staples - 10.57%</b>		
<b>Beverages - 1.13%</b>		
PepsiCo, Inc. . . . .	69,000	<b>10,223,730</b>
<b>Food &amp; Staples Retailing - 3.13%</b>		
Costco Wholesale Corp. . . . .	25,600	10,129,152
Walgreens Boots Alliance, Inc. . . . .	148,900	7,833,629
Walmart, Inc. . . . .	73,500	10,364,970
		<b>28,327,751</b>
<b>Food Products - 2.68%</b>		
Hormel Foods Corp. . . . .	164,300	7,845,325
JM Smucker Co. . . . .	66,766	8,650,871
Mondelez International, Inc., Class A . . . . .	124,900	7,798,756
		<b>24,294,952</b>

See accompanying notes

# American Beacon Bridgeway Large Cap Value Fund<sup>SM</sup>

## Schedule of Investments

June 30, 2021 (Unaudited)

	Shares	Fair Value
<b>COMMON STOCKS - 93.67% (continued)</b>		
<b>Consumer Staples - 10.57% (continued)</b>		
<b>Household Products - 2.64%</b>		
Clorox Co. . . . .	33,200	\$ 5,973,012
Colgate-Palmolive Co. . . . .	105,900	8,614,965
Procter & Gamble Co. . . . .	68,600	9,256,198
		<b>23,844,175</b>
<b>Personal Products - 0.99%</b>		
Estee Lauder Cos., Inc., Class A . . . . .	28,100	8,938,048
		<b>95,628,656</b>
<b>Total Consumer Staples</b>		
<b>Energy - 3.33%</b>		
<b>Oil, Gas &amp; Consumable Fuels - 3.33%</b>		
ConocoPhillips . . . . .	190,200	11,583,180
Exxon Mobil Corp. . . . .	152,000	9,588,160
Phillips 66 . . . . .	104,300	8,951,026
		<b>30,122,366</b>
		<b>30,122,366</b>
<b>Financials - 20.05%</b>		
<b>Banks - 7.46%</b>		
Bank of America Corp. . . . .	308,700	12,727,701
Citigroup, Inc. . . . .	124,100	8,780,075
Huntington Bancshares, Inc. . . . .	520,600	7,428,962
JPMorgan Chase & Co. . . . .	72,700	11,307,758
KeyCorp . . . . .	400,500	8,270,325
Regions Financial Corp. . . . .	468,200	9,448,276
US Bancorp . . . . .	167,100	9,519,687
		<b>67,482,784</b>
<b>Capital Markets - 3.65%</b>		
Ameriprise Financial, Inc. . . . .	44,600	11,100,048
Bank of New York Mellon Corp. . . . .	192,200	9,846,406
Morgan Stanley . . . . .	131,300	12,038,897
		<b>32,985,351</b>
<b>Consumer Finance - 2.99%</b>		
Ally Financial, Inc. . . . .	196,100	9,773,624
Capital One Financial Corp. . . . .	49,700	7,688,093
Synchrony Financial . . . . .	198,600	9,636,072
		<b>27,097,789</b>
<b>Insurance - 5.95%</b>		
Aflac, Inc. . . . .	170,600	9,154,396
Allstate Corp. . . . .	76,445	9,971,486
American Financial Group, Inc. . . . .	54,300	6,772,296
MetLife, Inc. . . . .	194,600	11,646,810
Principal Financial Group, Inc. . . . .	120,100	7,589,119
Travelers Cos., Inc. . . . .	57,800	8,653,238
		<b>53,787,345</b>
		<b>181,353,269</b>
<b>Health Care - 12.50%</b>		
<b>Biotechnology - 1.26%</b>		
Biogen, Inc. <sup>A</sup> . . . . .	32,800	11,357,656

See accompanying notes



# American Beacon Bridgeway Large Cap Value Fund<sup>SM</sup>

## Schedule of Investments

June 30, 2021 (Unaudited)

	Shares	Fair Value
<b>COMMON STOCKS - 93.67% (continued)</b>		
<b>Health Care - 12.50% (continued)</b>		
<b>Health Care Equipment &amp; Supplies - 0.85%</b>		
Baxter International, Inc. . . . .	95,800	\$ 7,711,900
<b>Health Care Providers &amp; Services - 4.96%</b>		
AmerisourceBergen Corp. . . . .	60,900	6,972,441
Cigna Corp. . . . .	34,600	8,202,622
DaVita, Inc. <sup>A</sup> . . . . .	82,100	9,887,303
HCA Healthcare, Inc. . . . .	53,700	11,101,938
McKesson Corp. . . . .	45,500	8,701,420
		<b>44,865,724</b>
<b>Health Care Technology - 0.74%</b>		
Teladoc Health, Inc. <sup>A B</sup> . . . . .	40,200	6,684,858
<b>Life Sciences Tools &amp; Services - 1.84%</b>		
Agilent Technologies, Inc. . . . .	53,700	7,937,397
Mettler-Toledo International, Inc. <sup>A</sup> . . . . .	6,300	8,727,642
		<b>16,665,039</b>
<b>Pharmaceuticals - 2.85%</b>		
Bristol-Myers Squibb Co. . . . .	139,000	9,287,980
Merck & Co., Inc. . . . .	117,000	9,099,090
Viatrix, Inc. . . . .	515,471	7,366,080
		<b>25,753,150</b>
<b>Total Health Care</b>		<b>113,038,327</b>
<b>Industrials - 12.12%</b>		
<b>Aerospace &amp; Defense - 1.02%</b>		
L3Harris Technologies, Inc. . . . .	42,800	9,251,220
<b>Air Freight &amp; Logistics - 2.44%</b>		
Expeditors International of Washington, Inc. . . . .	78,300	9,912,780
FedEx Corp. . . . .	14,400	4,295,952
United Parcel Service, Inc., Class B . . . . .	37,900	7,882,063
		<b>22,090,795</b>
<b>Building Products - 3.36%</b>		
Johnson Controls International PLC . . . . .	274,000	18,804,620
Masco Corp. . . . .	123,500	7,275,385
Owens Corning . . . . .	44,300	4,336,970
		<b>30,416,975</b>
<b>Commercial Services &amp; Supplies - 0.94%</b>		
Rollins, Inc. . . . .	247,950	8,479,890
<b>Machinery - 2.52%</b>		
Caterpillar, Inc. . . . .	40,200	8,748,726
Cummins, Inc. . . . .	57,500	14,019,075
		<b>22,767,801</b>
<b>Road &amp; Rail - 0.69%</b>		
Norfolk Southern Corp. . . . .	23,300	6,184,053
<b>Trading Companies &amp; Distributors - 1.15%</b>		
Fastenal Co. . . . .	199,600	10,379,200
<b>Total Industrials</b>		<b>109,569,934</b>

See accompanying notes

# American Beacon Bridgeway Large Cap Value Fund<sup>SM</sup>

## Schedule of Investments

June 30, 2021 (Unaudited)

	Shares	Fair Value
<b>COMMON STOCKS - 93.67% (continued)</b>		
<b>Information Technology - 10.13%</b>		
<b>Communications Equipment - 0.65%</b>		
Ubiquiti, Inc. ....	18,900	\$ 5,900,391
<b>IT Services - 1.83%</b>		
Jack Henry & Associates, Inc. ....	43,000	7,030,930
Paychex, Inc. ....	88,700	9,517,510
		<b>16,548,440</b>
<b>Semiconductors &amp; Semiconductor Equipment - 3.32%</b>		
Advanced Micro Devices, Inc. <sup>A</sup> .....	106,300	9,984,759
Intel Corp. ....	154,600	8,679,244
Texas Instruments, Inc. ....	59,200	11,384,160
		<b>30,048,163</b>
<b>Software - 2.04%</b>		
Autodesk, Inc. <sup>A</sup> .....	27,700	8,085,630
Oracle Corp. ....	133,300	10,376,072
		<b>18,461,702</b>
<b>Technology Hardware, Storage &amp; Peripherals - 2.29%</b>		
HP, Inc. ....	377,600	11,399,744
NetApp, Inc. ....	113,600	9,294,752
		<b>20,694,496</b>
<b>Total Information Technology</b>		
		<b>91,653,192</b>
<b>Materials - 3.97%</b>		
<b>Chemicals - 1.96%</b>		
DuPont de Nemours, Inc. ....	115,200	8,917,632
LyondellBasell Industries NV, Class A .....	85,000	8,743,950
		<b>17,661,582</b>
<b>Containers &amp; Packaging - 0.98%</b>		
WestRock Co. ....	166,800	8,877,096
<b>Metals &amp; Mining - 1.03%</b>		
Freeport-McMoRan, Inc. ....	251,400	9,329,454
		<b>35,868,132</b>
<b>Total Materials</b>		
		<b>35,868,132</b>
<b>Real Estate - 4.16%</b>		
<b>Equity Real Estate Investment Trusts (REITs) - 4.16%</b>		
American Homes 4 Rent, Class A .....	222,700	8,651,895
Crown Castle International Corp. ....	53,200	10,379,320
Public Storage .....	32,200	9,682,218
Realty Income Corp. ....	133,800	8,929,812
		<b>37,643,245</b>
<b>Total Real Estate</b>		
		<b>37,643,245</b>
<b>Utilities - 2.40%</b>		
<b>Electric Utilities - 0.90%</b>		
NRG Energy, Inc. ....	202,200	8,148,660
<b>Independent Power &amp; Renewable Electricity Producers - 0.59%</b>		
Vistra Corp. ....	287,000	5,323,850

See accompanying notes

# American Beacon Bridgeway Large Cap Value Fund<sup>SM</sup>

## Schedule of Investments

June 30, 2021 (Unaudited)

	Shares	Fair Value
COMMON STOCKS - 93.67% (continued)		
Utilities - 2.40% (continued)		
Multi-Utilities - 0.91%		
Sempra Energy . . . . .	62,200	\$ 8,240,256
<b>Total Utilities</b>		<b>21,712,766</b>
<b>Total Common Stocks (Cost \$707,947,898)</b>		<b>847,179,411</b>
SHORT-TERM INVESTMENTS - 6.32% (Cost \$57,182,530)		
Investment Companies - 6.32%		
American Beacon U.S. Government Money Market Select Fund, 0.01% <sup>C D</sup> . . . . .	57,182,530	57,182,530
<b>TOTAL INVESTMENTS - 99.99% (Cost \$765,130,428)</b>		<b>904,361,941</b>
<b>OTHER ASSETS, NET OF LIABILITIES - 0.01%</b>		<b>81,210</b>
<b>TOTAL NET ASSETS - 100.00%</b>		<b>\$ 904,443,151</b>

Percentages are stated as a percent of net assets.

<sup>A</sup> Non-income producing security.

<sup>B</sup> All or a portion of this security is on loan, collateralized by either cash and/or U.S. Treasuries, at June 30, 2021 (Note 9).

<sup>C</sup> The Fund is affiliated by having the same investment advisor.

<sup>D</sup> 7-day yield.

PLC - Public Limited Company.

### Long Futures Contracts Open on June 30, 2021:

#### Equity Futures Contracts

Description	Number of Contracts	Expiration Date	Notional Amount	Contract Value	Unrealized Appreciation (Depreciation)
S&P 500 E-Mini Index Futures . . . . .	257	September 2021	\$ 54,321,275	\$ 55,108,510	\$ 787,235
			<u>\$ 54,321,275</u>	<u>\$ 55,108,510</u>	<u>\$ 787,235</u>

#### Index Abbreviations:

S&P 500                      S&P 500 Index - U.S. Equity Large-Cap Index.

The Fund's investments are summarized by level based on the inputs used to determine their values. As of June 30, 2021, the investments were classified as described below:

Bridgeway Large Cap Value Fund	Level 1	Level 2	Level 3	Total
<b>Assets</b>				
Common Stocks . . . . .	\$ 847,179,411	\$ -	\$ -	\$ 847,179,411
Short-Term Investments . . . . .	57,182,530	-	-	57,182,530
Total Investments in Securities - Assets . . . . .	<u>\$ 904,361,941</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 904,361,941</u>
<b>Financial Derivative Instruments - Assets</b>				
Futures Contracts . . . . .	\$ 787,235	\$ -	\$ -	\$ 787,235
Total Financial Derivative Instruments - Assets . . . . .	<u>\$ 787,235</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 787,235</u>

U.S. GAAP requires transfers between all levels to/from level 3 be disclosed. During the period ended June 30, 2021, there were no transfers into or out of Level 3.

See accompanying notes

# American Beacon Funds<sup>SM</sup>

## Statements of Assets and Liabilities

June 30, 2021 (Unaudited)

	Bridgeway Large Cap Growth Fund	Bridgeway Large Cap Value Fund
<b>Assets:</b>		
Investments in unaffiliated securities, at fair value <sup>†</sup>	\$ 235,639,041	\$ 847,179,411
Investments in affiliated securities, at fair value <sup>‡</sup>	4,738,917	57,182,530
Cash collateral held at broker for futures contracts	89,000	3,367,000
Dividends and interest receivable	99,395	736,401
Receivable for investments sold	985,018	-
Receivable for fund shares sold	27,227	1,115,887
Receivable for expense reimbursement (Note 2)	124,726	6,542
Receivable for variation margin on open futures contracts (Note 5)	21,606	787,793
Prepaid expenses	58,530	57,076
<b>Total assets</b>	<b>241,783,460</b>	<b>910,432,640</b>
<b>Liabilities:</b>		
Payable for fund shares redeemed	215,797	4,225,082
Cash due to broker for futures contracts	18,519	703,275
Management and sub-advisory fees payable (Note 2)	127,645	479,840
Service fees payable (Note 2)	22,525	43,123
Transfer agent fees payable (Note 2)	12,992	55,439
Payable upon return of securities loaned (Note 9) <sup>§</sup>	2,304,446	-
Custody and fund accounting fees payable	21,361	81,937
Professional fees payable	21,945	102,039
Trustee fees payable (Note 2)	120	26,803
Payable for prospectus and shareholder reports	9,351	209,269
Other liabilities	14,441	62,682
<b>Total liabilities</b>	<b>2,769,142</b>	<b>5,989,489</b>
<b>Net assets</b>	<b>\$ 239,014,318</b>	<b>\$ 904,443,151</b>
<b>Analysis of net assets:</b>		
Paid-in-capital	\$ 133,293,230	\$ 699,623,159
Total distributable earnings (deficits) <sup>A</sup>	105,721,088	204,819,992
<b>Net assets</b>	<b>\$ 239,014,318</b>	<b>\$ 904,443,151</b>
<b>Shares outstanding at no par value (unlimited shares authorized):</b>		
R5 Class	3,031,543	15,641,029
Y Class	68,900	8,123,520
Investor Class	2,298,137	4,107,986
A Class	57,471	1,003,506
C Class	53,694	1,179,165
R6 Class	410,819	2,488,145
<b>Net assets:</b>		
R5 Class	\$ 123,360,044	\$ 436,767,351
Y Class	2,788,426	225,781,522
Investor Class	91,760,639	113,671,332
A Class	2,304,963	27,619,659
C Class	2,048,283	31,180,672
R6 Class	16,751,963	69,422,615
<b>Net asset value, offering and redemption price per share:</b>		
R5 Class	\$ 40.69	\$ 27.92
Y Class	40.47	27.79
Investor Class	39.93	27.67
A Class	40.11	27.52
A Class (offering price)	42.56	29.20
C Class	38.15	26.44
R6 Class	40.78	27.90
† Cost of investments in unaffiliated securities	\$ 159,752,415	\$ 707,947,898
‡ Cost of investments in affiliated securities	4,738,917	57,182,530
§ Fair value of securities on loan	4,637,882	18,609,397

<sup>A</sup> The Fund's investments in affiliated securities did not have unrealized appreciation (depreciation) at period end.

See accompanying notes

American Beacon Funds<sup>SM</sup>  
**Statements of Operations**  
For the period ended June 30, 2021 (Unaudited)

	Bridgeway Large Cap Growth Fund	Bridgeway Large Cap Value Fund
<b>Investment income:</b>		
Dividend income from unaffiliated securities	\$ 891,280	\$ 10,234,909
Dividend income from affiliated securities (Note 2)	100	2,340
Income derived from securities lending (Note 9)	3,350	20,849
<b>Total investment income</b>	<b>894,730</b>	<b>10,258,098</b>
<b>Expenses:</b>		
Management and sub-advisory fees (Note 2)	838,346	3,124,521
Transfer agent fees:		
R5 Class (Note 2)	27,012	59,544
Y Class (Note 2)	1,026	129,343
Investor Class	4,603	5,953
A Class	57	1,408
C Class	48	2,159
R6 Class	310	1,704
Custody and fund accounting fees	26,087	74,615
Professional fees	9,752	72,571
Registration fees and expenses	45,953	60,886
Service fees (Note 2):		
Investor Class	149,514	209,268
A Class	913	13,307
C Class	773	18,379
Distribution fees (Note 2):		
A Class	2,823	33,074
C Class	11,490	155,873
Prospectus and shareholder report expenses	8,670	87,964
Trustee fees (Note 2)	7,665	51,559
Loan expense (Note 10)	559	2,772
Other expenses	13,249	74,633
<b>Total expenses</b>	<b>1,148,850</b>	<b>4,179,533</b>
Net fees waived and expenses (reimbursed) / recouped (Note 2)	(89,490)	-
Net sub-advisory fees waived (Note 2)	-	(15,777)
<b>Net expenses</b>	<b>1,059,360</b>	<b>4,163,756</b>
<b>Net investment income (loss)</b>	<b>(164,630)</b>	<b>6,094,342</b>
<b>Realized and unrealized gain (loss) from investments:</b>		
Net realized gain from:		
Investments in unaffiliated securities <sup>A</sup>	25,264,427	96,864,337
Futures contracts	444,122	10,918,515
Change in net unrealized appreciation (depreciation) of:		
Investments in unaffiliated securities <sup>B</sup>	809,324	42,186,745
Futures contracts	(5,259)	127,642
<b>Net gain from investments</b>	<b>26,512,614</b>	<b>150,097,239</b>
<b>Net increase in net assets resulting from operations</b>	<b>\$ 26,347,984</b>	<b>\$ 156,191,581</b>

<sup>A</sup> The Fund did not recognize net realized gains (losses) from the sale of investments in affiliated securities.

<sup>B</sup> The Fund's investments in affiliated securities did not have a change in unrealized appreciation (depreciation) at period end.

See accompanying notes

# American Beacon Funds<sup>SM</sup>

## Statements of Changes in Net Assets

	Bridgeway Large Cap Growth Fund		Bridgeway Large Cap Value Fund	
	Six Months Ended June 30, 2021 (unaudited)	Year Ended December 31, 2020	Six Months Ended June 30, 2021 (unaudited)	Year Ended December 31, 2020
<b>Increase (decrease) in net assets:</b>				
<b>Operations:</b>				
Net investment income (loss) . . . . .	\$ (164,630)	\$ (132,329)	\$ 6,094,342	\$ 32,072,676
Net realized gain (loss) from investments in unaffiliated securities and futures contracts . . . . .	25,708,549	20,094,641	107,782,852	(81,060,263)
Change in net unrealized appreciation (depreciation) of investments in unaffiliated securities and futures contracts . . . . .	804,065	37,995,310	42,314,387	(369,629,307)
<b>Net increase (decrease) in net assets resulting from operations . . . . .</b>	<b>26,347,984</b>	<b>57,957,622</b>	<b>156,191,581</b>	<b>(418,616,894)</b>
<b>Distributions to shareholders:</b>				
Total retained earnings:				
R5 Class . . . . .	-	(11,290,573)	-	(44,306,858)
Y Class . . . . .	-	(310,789)	-	(28,312,156)
Investor Class . . . . .	-	(8,140,966)	-	(12,433,778)
A Class . . . . .	-	(212,602)	-	(2,676,140)
C Class . . . . .	-	(260,226)	-	(3,079,893)
R6 Class . . . . .	-	(1,629,151)	-	(7,627,906)
<b>Net distributions to shareholders . . . . .</b>	<b>-</b>	<b>(21,844,307)</b>	<b>-</b>	<b>(98,436,731)</b>
<b>Capital share transactions (Note 11):</b>				
Proceeds from sales of shares . . . . .	11,980,660	37,770,155	140,664,267	466,619,482
Reinvestment of dividends and distributions . . . . .	-	21,372,868	-	96,482,344
Cost of shares redeemed . . . . .	(21,932,979)	(68,657,706)	(396,034,566)	(2,636,995,103)
<b>Net (decrease) in net assets from capital share transactions . . . . .</b>	<b>(9,952,319)</b>	<b>(9,514,683)</b>	<b>(255,370,299)</b>	<b>(2,073,893,277)</b>
<b>Net increase (decrease) in net assets . . . . .</b>	<b>16,395,665</b>	<b>26,598,632</b>	<b>(99,178,718)</b>	<b>(2,590,946,902)</b>
<b>Net assets:</b>				
Beginning of period . . . . .	222,618,653	196,020,021	1,003,621,869	3,594,568,771
<b>End of period . . . . .</b>	<b>\$ 239,014,318</b>	<b>\$ 222,618,653</b>	<b>\$ 904,443,151</b>	<b>\$ 1,003,621,869</b>

See accompanying notes

# American Beacon Funds<sup>SM</sup>

## Notes to Financial Statements

June 30, 2021 (Unaudited)

### 1. Organization and Significant Accounting Policies

American Beacon Funds (the “Trust”) is organized as a Massachusetts business trust. The Funds, each a series within the Trust, are registered under the Investment Company Act of 1940, as amended (the “Act”), as diversified, open-end management investment companies. As of June 30, 2021, the Trust consists of twenty-eight active series, two of which are presented in this filing: American Beacon Bridgeway Large Cap Growth Fund and American Beacon Bridgeway Large Cap Value Fund (collectively, the “Funds” and each individually a “Fund”). The remaining twenty-six active series are reported in separate filings.

American Beacon Advisors, Inc. (the “Manager”) is a Delaware corporation and a wholly-owned subsidiary of Resolute Investment Managers, Inc. (“RIM”) organized in 1986 to provide business management, advisory, administrative, and asset management consulting services to the Trust and other investors. The Manager is registered as an investment advisor under the Investment Advisers Act of 1940, as amended (the “Advisers Act”). RIM is, in turn, a wholly-owned subsidiary of Resolute Acquisition, Inc., which is a wholly-owned subsidiary of Resolute Topco, Inc., a wholly-owned subsidiary of Resolute Investment Holdings, LLC (“RIH”). RIH is owned primarily by Kelso Investment Associates VIII, L.P., KEP VI, LLC and Estancia Capital Partners L.P., investment funds affiliated with Kelso & Company, L.P. (“Kelso”) or Estancia Capital Management, LLC (“Estancia”), which are private equity firms.

#### *Recently Adopted Accounting Pronouncements*

In March 2020, the Financial Accounting Standards Board (“FASB”) issued Accounting Standards Update (“ASU”) 2020-04, which provides optional expedients and exceptions for contracts, hedging relationships and other transactions affected by the transitioning away from the London Interbank Offered Rate (“LIBOR”) and other reference rates that are expected to be discontinued. The amendments in this ASU are effective for all entities as of March 12, 2020 through December 31, 2022. At this time, management is evaluating the implications of these changes on the financial statements.

In October 2020, the U.S. Securities and Exchange Commission (“SEC”) adopted new regulations governing the use of derivatives by registered investment companies. Rule 18f-4 will impose limits on the amount of derivatives a fund could enter into, eliminate the asset segregation framework currently used by funds to comply with Section 18 of the Act, and require funds whose use of derivatives is more than a limited specified exposure to establish and maintain a derivatives risk management program and appoint a derivatives risk manager. While the new rule became effective February 19, 2021, funds will not be required to fully comply with the new rule until August 19, 2022. It is not currently clear what impact, if any, the new rule will have on the availability, liquidity or performance of derivatives. When fully implemented, the new rule may require changes in how a Fund will use derivatives, may adversely affect a Fund’s performance and may increase costs related to a Fund’s use of derivatives.

#### *Class Disclosure*

Each Fund has multiple classes of shares designed to meet the needs of different groups of investors; however, not all of the Funds offer all classes. The following table sets forth the differences amongst the classes:

<u>Class</u>	<u>Eligible Investors</u>	<u>Minimum Initial Investments</u>
R5 Class	Large institutional investors - sold directly or through intermediary channels.	\$250,000
Y Class	Large institutional retirement plan investors - sold directly or through intermediary channels.	\$100,000
Investor Class	All investors using intermediary organizations, such as broker-dealers or retirement plan sponsors.	\$ 2,500

# American Beacon Funds<sup>SM</sup>

## Notes to Financial Statements

June 30, 2021 (Unaudited)

<u>Class</u>	<u>Eligible Investors</u>	<u>Minimum Initial Investments</u>
A Class	All investors who invest through intermediary organizations, such as broker-dealers or third party administrator. Retail investors who invest directly through a financial intermediary such as a broker, bank, or registered investment advisor which may include a front-end sales charge and a contingent deferred sales charge ("CDSC").	\$2,500
C Class	Retail investors who invest directly through a financial intermediary, such as a broker or through employee directed benefit plans with applicable sales charges which may include CDSC.	\$1,000
R6 Class	Large institutional retirement plan investors - sold through retirement plan sponsors.	None

Each class offered by the Trust has equal rights as to assets and voting privileges. Income and non-class specific expenses are allocated daily to each class based on the relative net assets. Realized and unrealized capital gains and losses of each class are allocated daily based on the relative net assets of each class of the respective Fund. Class specific expenses, where applicable, currently include service, distribution, transfer agent fees, and sub-transfer agent fees that vary amongst the classes as described more fully in Note 2.

### *Significant Accounting Policies*

The following is a summary of significant accounting policies, consistently followed by the Funds in preparation of the financial statements. The Funds are considered investment companies and accordingly, follow the investment company accounting and reporting guidance of the FASB Accounting Standards Codification Topic 946, *Financial Services - Investment Companies*, a part of Generally Accepted Accounting Principles ("U.S. GAAP").

### *Security Transactions and Investment Income*

Security transactions are recorded as of the trade date for financial reporting purposes. Securities purchased or sold on a when-issued or delayed-delivery basis may be settled beyond a standard settlement period for the security after the trade date.

Dividend income, net of foreign taxes, is recorded on the ex-dividend date, except certain dividends from foreign securities which are recorded as soon as the information is available to the Funds. Interest income, net of foreign taxes, is earned from settlement date, recorded on the accrual basis, and adjusted, if necessary, for accretion of discounts and amortization of premiums. Realized gains (losses) from securities sold are determined based on specific lot identification.

### *Distributions to Shareholders*

The Funds distribute most or all of their net earnings and realized gains, if any, each taxable year in the form of dividends from net investment income and distributions of realized net capital gains and net gains from foreign currency transactions on an annual basis. The Funds do not have a fixed dividend rate and do not guarantee that they will pay any distributions in any particular period. Dividends to shareholders are determined in accordance with federal income tax regulations, which may differ in amount and character from net investment income and realized gains recognized for purposes of U.S. GAAP. To the extent necessary to fully distribute capital gains, the Funds may designate earnings and profits distributed to shareholders on the redemption of shares.

### *Commission Recapture*

The Funds have established brokerage commission recapture arrangements with certain brokers or dealers. If the Funds' investment advisor chooses to execute a transaction through a participating broker, the broker



# American Beacon Funds<sup>SM</sup>

## Notes to Financial Statements

June 30, 2021 (Unaudited)

rebates a portion of the commission back to the Funds. Any collateral benefit received through participation in the commission recapture program is directed exclusively to the Funds. This amount is reported with the net realized gain (loss) in the Funds' Statements of Operations, if applicable.

### *Allocation of Income, Trust Expenses, Gains, and Losses*

Investment income, realized and unrealized gains and losses from investments of the Funds are allocated daily to each class of shares based upon the relative proportion of net assets of each class to the total net assets of the Funds. Expenses directly charged or attributable to the Fund will be paid from the assets of the Fund. Generally, expenses of the Trust will be allocated among and charged to the assets of the Funds on a basis that the Trust's Board of Trustees (the "Board") deems fair and equitable, which may be based on the relative net assets of the Funds or nature of the services performed and relative applicability to the Funds.

### *Use of Estimates*

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimated.

### *Other*

Under the Trust's organizational documents, its officers and trustees are indemnified against certain liabilities arising out of the performance of their duties to the Trust. In the normal course of business, the Trust enters into contracts that provide indemnification to the other party or parties against potential costs or liabilities. The Trust's maximum exposure under these arrangements is dependent on claims that may be made in the future and, therefore, cannot be estimated. The Trust has had no prior claims or losses pursuant to any such agreement.

## **2. Transactions with Affiliates**

### *Management and Investment Sub-Advisory Agreements*

The Funds and the Manager are parties to a Management Agreement that obligates the Manager to provide the Funds with investment advisory and administrative services. As compensation for performing the duties under the Management Agreement, the Manager will receive an annualized management fee based on a percentage of each Funds' average daily net assets that is calculated and accrued daily according to the following schedule:

First \$5 billion	0.35%
Next \$5 billion	0.325%
Next \$10 billion	0.30%
Over \$20 billion	0.275%

The Trust, on behalf of the Funds, and the Manager have entered into Investment Advisory Agreements with Bridgeway Capital Management, LLC (the "Sub-Advisor") pursuant to which each Fund has agreed to pay an annualized sub-advisory fee that is calculated and accrued daily based on the Funds' average daily net assets according to the following schedule:

First \$250 million	0.40%
Next \$250 million	0.35%
Over \$500 million	0.30%

The Sub-Advisor has contractually agreed to waive a portion of its sub-advisory fee equal to 0.05% of the Bridgeway Large Cap Value Fund's average daily net assets managed by the Sub-Advisor on amounts that exceed \$750 million through April 30, 2022. The contractual fee waiver by the Sub-Advisor can be changed or terminated only in the discretion and with the approval of a majority of the Board.

# American Beacon Funds<sup>SM</sup>

## Notes to Financial Statements

June 30, 2021 (Unaudited)

The Management and Sub-Advisory Fees paid by the Funds for the period ended June 30, 2021 were as follows:

### Bridgeway Large Cap Growth Fund

	<u>Effective Fee Rate</u>	<u>Amount of Fees Paid</u>
Management Fees .....	0.35%	\$ 396,174
Sub-Advisor Fees .....	0.40%	442,172
Total .....	<u>0.75%</u>	<u>\$ 838,346</u>

### Bridgeway Large Cap Value Fund

	<u>Effective Fee Rate</u>	<u>Amount of Fees Paid</u>
Management Fees .....	0.35%	\$ 1,652,977
Sub-Advisor Fees .....	0.31%	1,471,544
Total .....	<u>0.66%</u>	<u>\$ 3,124,521</u>

As compensation for services provided by the Manager in connection with securities lending activities conducted by the Funds, the lending Fund pays to the Manager, with respect to cash collateral posted by borrowers, a fee of 10% of the net monthly interest income (the gross interest income earned by the investment of cash collateral, less the amount paid to borrowers and related expenses) from such activities and, with respect to loan fees paid by borrowers, a fee of 10% of such loan fees. Securities lending income is generated from the demand premium (if any) paid by the borrower to borrow a specific security and from the return on investment of cash collateral, reduced by negotiated rebate fees paid to the borrower and transaction costs. To the extent that a loan is secured by non-cash collateral, securities lending income is generated as a demand premium reduced by transaction costs. These fees are included in “Income derived from securities lending” and “Management and sub-advisory fees” on the Statements of Operations. During the period ended June 30, 2021, the Manager received securities lending fees of \$934 and \$3,639 for the securities lending activities of the Bridgeway Large Cap Growth Fund and Bridgeway Large Cap Value Fund, respectively.

### *Distribution Plans*

Separate Distribution Plans (the “Distribution Plans”) have been adopted pursuant to Rule 12b-1 under the Act for the A and C Classes of the Funds. Under the Distribution Plans, as compensation for distribution and shareholder servicing assistance, the Manager receives an annual fee of 0.25% of the average daily net assets of the A Class and 1.00% of the average daily net assets of the C Class. The fee will be payable without regard to whether the amount of the fee is more or less than the actual expenses incurred in a particular month by the Manager for distribution assistance.

### *Service Plans*

The Manager and the Trust entered into Service Plans that obligate the Manager to oversee additional shareholder servicing of the Investor, A and C Classes of the Funds. As compensation for performing the duties required under the Service Plans, the Manager receives an annualized fee up to 0.25% of the average daily net assets of the A and C Classes and up to 0.375% of the average daily net assets of the Investor Class of the Funds.

### *Sub-Transfer Agent Fees*

The Manager has entered into agreements, which include servicing agreements, with financial intermediaries that provide recordkeeping, processing, shareholder communications and other services to customers of the intermediaries that hold positions in the R5 and Y Classes of the Funds and has agreed to compensate the intermediaries for providing these services. Intermediaries transact with the Funds primarily

# American Beacon Funds<sup>SM</sup>

## Notes to Financial Statements

June 30, 2021 (Unaudited)

through the use of omnibus accounts on behalf of their customers who hold positions in the Funds. Certain services would have been provided by the Funds' transfer agent and other service providers if the shareholders' accounts were maintained directly by the Funds' transfer agent. Accordingly, the Funds, pursuant to Board approval, have agreed to reimburse the Manager for certain non-distribution shareholder services provided by financial intermediaries for the R5 and Y Classes. The reimbursement amounts (sub-transfer agent fees) paid to the Manager are subject to a fee limit of up to 0.10% of an intermediary's average net assets in the R5 and Y Classes on an annual basis. During the period ended June 30, 2021, the sub-transfer agent fees, as reflected in "Transfer agent fees" on the Statements of Operations, were as follows:

<u>Fund</u>	<u>Sub-Transfer Agent Fees</u>
Bridgeway Large Cap Growth . . . . .	\$ 19,218
Bridgeway Large Cap Value . . . . .	162,700

As of June 30, 2021, the Funds owed the Manager the following reimbursement of sub-transfer agent fees, as reflected in "Transfer agent fees payable" on the Statements of Assets and Liabilities:

<u>Fund</u>	<u>Reimbursement Sub-Transfer Agent Fees</u>
Bridgeway Large Cap Growth . . . . .	\$ 3,360
Bridgeway Large Cap Value . . . . .	35,952

### Investments in Affiliated Funds

The Funds may invest in the American Beacon U.S. Government Money Market Select Fund (the "USG Select Fund"). Cash collateral received by the Funds in connection with securities lending may also be invested in the USG Select Fund. The Funds listed below held the following shares with a June 30, 2021 fair value and dividend income earned from the investment in the USG Select Fund.

<u>Affiliated Security</u>	<u>Type of Transaction</u>	<u>Fund</u>	<u>June 30, 2021 Shares/Principal</u>	<u>Change in Unrealized Gain (Loss)</u>	<u>Realized Gain (Loss)</u>	<u>Dividend Income</u>	<u>June 30, 2021 Fair Value</u>
U.S. Government Money Market Select . . . . .	Direct	Bridgeway Large Cap Growth	\$ 2,434,471	\$ -	\$ -	\$ 100	\$ 2,434,471
U.S. Government Money Market Select . . . . .	Securities Lending	Bridgeway Large Cap Growth	2,304,446	-	-	N/A	2,304,446
U.S. Government Money Market Select . . . . .	Direct	Bridgeway Large Cap Value	57,182,530	-	-	2,340	57,182,530

The Funds and the USG Select Fund have the same investment advisor and therefore, are considered to be affiliated. The Manager serves as investment advisor to the USG Select Fund and receives management fees and administrative fees totaling 0.10% of the average daily net assets of the USG Select Fund. During the period ended June 30, 2021, the Manager earned fees on the Funds' direct investments and securities lending collateral investments in the USG Select Fund as shown below:

<u>Fund</u>	<u>Direct Investments in USG Select Fund</u>	<u>Securities Lending Collateral Investments in USG Select Fund</u>	<u>Total</u>
Bridgeway Large Cap Growth . . . . .	\$ 1,490	\$ 254	\$ 1,744
Bridgeway Large Cap Value . . . . .	31,814	854	32,668

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## Notes to Financial Statements

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### Interfund Credit Facility

Pursuant to an exemptive order issued by the SEC, the Funds, along with other registered investment companies having management contracts with the Manager, may participate in a credit facility whereby each fund, under certain conditions, is permitted to lend money directly to and borrow directly from other participating funds for temporary purposes. The interfund credit facility is advantageous to the funds because it provides added liquidity and eliminates the need to maintain higher cash balances to meet redemptions. This situation could arise when shareholder redemptions exceed anticipated volumes and certain funds have insufficient cash on hand to satisfy such redemptions or when sales of securities do not settle as expected, resulting in a cash shortfall for a fund. When a fund liquidates portfolio securities to meet redemption requests, they often do not receive payment in settlement for up to two days (or longer for certain foreign transactions). Redemption requests normally are satisfied on the next business day. The credit facility provides a source of immediate, short-term liquidity pending settlement of the sale of portfolio securities. The credit facility is administered by a credit facility team consisting of professionals from the Manager's asset management, compliance, and accounting areas who report the activities of the credit facility to the Board. During the period ended June 30, 2021, the Funds did not utilize the credit facility.

### Expense Reimbursement Plan

The Manager contractually agreed to reduce fees and/or reimburse expenses for the classes of the Funds to the extent that total operating expenses exceed the Funds' expense cap. During the period ended June 30, 2021, the Manager waived and/or reimbursed expenses as follows:

Fund	Class	Expense Cap		Reimbursed Expenses	(Recouped) Expenses	Expiration of Reimbursed Expenses
		1/1/2021 - 4/30/2021	5/1/2021 - 6/30/2021			
Bridgeway Large Cap Growth . . . . .	R5	0.81%	0.81%	\$ 44,976	\$ (4,162)*	2024
Bridgeway Large Cap Growth . . . . .	Y	0.87%	0.86%	685	(116)*	2024
Bridgeway Large Cap Growth . . . . .	Investor	1.12%	1.12%	35,158	(4,665)*	2024
Bridgeway Large Cap Growth . . . . .	A	1.10%	1.10%	925	(128)*	2024
Bridgeway Large Cap Growth . . . . .	C	1.84%	1.84%	930	(141)*	2024
Bridgeway Large Cap Growth . . . . .	R6	0.76%	0.76%	6,816	(577)*	2024
Bridgeway Large Cap Value . . . . .	R5	N/A	N/A	7,520**	-	-
Bridgeway Large Cap Value . . . . .	Y	N/A	N/A	3,950**	-	-
Bridgeway Large Cap Value . . . . .	Investor	N/A	N/A	1,962**	-	-
Bridgeway Large Cap Value . . . . .	A	N/A	N/A	471**	-	-
Bridgeway Large Cap Value . . . . .	C	N/A	N/A	538**	-	-
Bridgeway Large Cap Value . . . . .	R6	N/A	N/A	1,336**	-	-

\* These amounts represent Recouped Expenses from prior fiscal years and are reflected in Total Expense on the Statements of Operations.

\*\* Waiver relates to Sub-Advisory Fees. See note in Footnote 2 for more details.

Of these amounts, \$124,726 and \$6,542 were disclosed as a Receivable for Expense Reimbursement on the Statements of Assets and Liabilities at June 30, 2021 for the Bridgeway Large Cap Growth Fund and Bridgeway Large Cap Value Fund, respectively.

The Funds have adopted an Expense Reimbursement Plan whereby the Manager may seek repayment of such fee or voluntary reductions and expense reimbursements. Under the policy, the Manager can be reimbursed by the Funds for any contractual or voluntary fee reductions or expense reimbursements if reimbursement to the Manager (a) occurs within three years from the date of the Manager's waiver/reimbursement and (b) does not cause the Funds' annual operating expenses to exceed the lesser of the contractual percentage limit in effect at the time of the waiver/reimbursement or time of recoupment. The reimbursed expenses listed above will expire in 2024. The

# American Beacon Funds<sup>SM</sup>

## Notes to Financial Statements

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Funds did not record a liability for potential reimbursements due to the current assessment that reimbursements are uncertain. The carryover of excess expenses potentially reimbursable to the Manager, but not recorded as a liability are as follows:

Fund	Recouped Expenses	Excess Expense Carryover	Expired Expense Carryover	Expiration of Reimbursed Expenses
Bridgeway Large Cap Growth . . . . .	\$ 9,789	\$ 204,245	\$ 129,237	2021
Bridgeway Large Cap Growth . . . . .	-	161,557	-	2022
Bridgeway Large Cap Growth . . . . .	-	306,167	-	2023
Bridgeway Large Cap Value . . . . .	-	4,871	-	2022

### Sales Commissions

The Funds' Distributor, Resolute Investment Distributors, Inc. ("RID" or "Distributor"), may receive a portion of Class A sales charges from broker dealers which may be used to offset distribution related expenses. During the period ended June 30, 2021, RID collected \$123 and \$587 for Bridgeway Large Cap Growth Fund and Bridgeway Large Cap Value Fund, respectively, from the sale of Class A Shares.

A CDSC of 0.50% will be deducted with respect to Class A Shares on certain purchases of \$1,000,000 or more that are redeemed in whole or part within 18 months of purchase, unless waived as discussed in the Funds' Prospectus. Any applicable CDSC will be 0.50% of the lesser of the original purchase price or the value of the redemption of the Class A Shares redeemed. During the period ended June 30, 2021, CDSC fees of \$452 were collected for the Class A Shares of Bridgeway Large Cap Value Fund. There were no CDSC fees collected for the Class A Shares of Bridgeway Large Cap Growth Fund.

A CDSC of 1.00% will be deducted with respect to Class C Shares redeemed within 12 months of purchase, unless waived as discussed in the Funds' Prospectus. Any applicable CDSC will be 1.00% of the lesser of the original purchase price or the value of the redemption of the Class C Shares redeemed. During the period ended June 30, 2021, CDSC fees of \$315 were collected for the Class C Shares of Bridgeway Large Cap Value Fund. There were no CDSC fees collected for the Class C Shares of Bridgeway Large Cap Growth Fund.

### Trustee Fees and Expenses

Effective January 1, 2021, as compensation for their service to the American Beacon Funds Complex, including the Trust (collectively, the "Trusts"), each Trustee is compensated from the Trusts as follows: (1) an annual retainer of \$120,000; (2) meeting attendance fee (for attendance in-person or via teleconference) of (a) \$12,000 for in person attendance, or \$5,000 for telephonic attendance, by Board members for each regularly scheduled or special Board meeting, (b) \$2,500 for attendance by Committee members at meetings of the Audit Committee and the Investment Committee, (c) \$1,000 for attendance by Committee members at meetings of the Nominating and Governance Committee; and (d) \$2,500 for attendance by Board members for each special telephonic Board meeting; and (3) reimbursement of reasonable expenses incurred in attending Board meetings, Committee meetings, and relevant educational seminars. For this purpose, the Board considers attendance at regular meetings held by video conference to constitute in-person attendance at a Board meeting. The Trustees also may be compensated for attendance at special Board and/or Committee meetings from time to time. For her service as Board Chair, Ms. Cline receives an additional annual retainer of \$50,000. Although she attends several committee meetings at each quarterly Board meeting, she receives only a single \$2,500 fee each quarter for her attendance at those meetings. The chairpersons of the Audit Committee and the Investment Committee each receive an additional annual retainer of \$25,000 and the Chair of the Nominating and Governance Committee receives an additional annual retainer of \$10,000.

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## Notes to Financial Statements

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### 3. Security Valuation and Fair Value Measurements

The price of the Fund's shares is based on its net asset value ("NAV") per share. The Fund's NAV is computed by adding total assets, subtracting all the Fund's liabilities, and dividing the result by the total number of shares outstanding.

The NAV of each class of the Fund's shares is determined based on a pro rata allocation of the Fund's investment income, expenses and total capital gains and losses. The Fund's NAV per share is determined each business day as of the regular close of trading on the New York Stock Exchange ("NYSE" or "Exchange"), which is typically 4:00 p.m. Eastern Time ("ET"). However, if trading on the NYSE closes at a time other than 4:00 p.m. ET, the Fund's NAV per share typically would still be determined as of the regular close of trading on the NYSE. The Fund does not price its shares on days that the NYSE is closed. Foreign exchanges may permit trading in foreign securities on days when the Fund is not open for business, which may result in the value of the Fund's portfolio investments being affected at a time when you are unable to buy or sell shares.

Equity securities, including shares of closed-end funds and exchange-traded funds ("ETFs"), are valued at the last sale price or official closing price taken from the primary exchange in which each security trades. Investments in other mutual funds are valued at the closing NAV per share on the day of valuation. Debt securities are valued at bid quotes from broker/dealers or evaluated bid prices from pricing services, who may consider a number of inputs and factors, such as prices of comparable securities, yield curves, spreads, credit ratings, coupon rates, maturity, default rates, and underlying collateral. Futures are valued based on their daily settlement prices. Exchange-traded and over-the-counter ("OTC") options are valued at the last sale price. Options with no last sale for the day are priced at mid quote. Swaps are valued at evaluated mid prices from pricing services.

The valuation of securities traded on foreign markets and certain fixed-income securities will generally be based on prices determined as of the earlier closing time of the markets on which they primarily trade unless a significant event has occurred. When the Fund holds securities or other assets that are denominated in a foreign currency, the Fund will normally use the currency exchange rates as of 4:00 p.m. ET.

Securities may be valued at fair value, as determined in good faith and pursuant to procedures approved by the Board, under certain limited circumstances. For example, fair value pricing will be used when market quotations are not readily available or reliable, as determined by the Manager, such as when (i) trading for a security is restricted or stopped; (ii) a security's trading market is closed (other than customary closings); or (iii) a security has been de-listed from a national exchange. A security with limited market liquidity may require fair value pricing if the Manager determines that the available price does not reflect the security's true market value. In addition, if a significant event that the Manager determines to affect the value of one or more securities held by the Fund occurs after the close of a related exchange but before the determination of the Fund's NAV, fair value pricing may be used on the affected security or securities. Securities of small-capitalization companies are also more likely to require a fair value determination using these procedures because they are more thinly traded and less liquid than the securities of larger-capitalization companies. The Fund may fair value securities as a result of significant events occurring after the close of the foreign markets in which the Fund invests as described below. In addition, the Fund may invest in illiquid securities requiring these procedures.

The Fund may use fair value pricing for securities primarily traded in non-U.S. markets because most foreign markets close well before the Fund's pricing time of 4:00 p.m. ET. The earlier close of these foreign markets gives rise to the possibility that significant events, including broad market moves, may have occurred in the interim and may materially affect the value of those securities. If the Manager determines that the last quoted prices of non-U.S. securities will, in its judgment, materially affect the value of some or all its portfolio securities, the Manager can adjust the previous closing prices to reflect what it believes to be the fair value of the securities as of the close of the Exchange. In deciding whether it is necessary to adjust closing prices to reflect fair value, the Manager reviews a variety of factors, including developments in foreign markets, the performance of U.S. securities markets, and the performance of instruments trading in U.S. markets that represent foreign securities

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## Notes to Financial Statements

June 30, 2021 (Unaudited)

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and baskets of foreign securities. These securities are fair valued using a pricing service, using methods approved by the Board, that considers the correlation of the trading patterns of the foreign security to intraday trading in the U.S. markets, based on indices of domestic securities and other appropriate indicators such as prices of relevant American Depositary Receipts (“ADRs”) and futures contracts. The Valuation Committee, established by the Board, may also fair value securities in other situations, such as when a particular foreign market is closed but the Fund is open. The Fund uses outside pricing services to provide closing prices and information to evaluate and/or adjust those prices. As a means of evaluating its security valuation process, the Valuation Committee routinely compares closing prices, the next day’s opening prices in the same markets and adjusted prices.

Attempts to determine the fair value of securities introduce an element of subjectivity to the pricing of securities. As a result, the price of a security determined through fair valuation techniques may differ from the price quoted or published by other sources and may not accurately reflect the market value of the security when trading resumes. If a reliable market quotation becomes available for a security formerly valued through fair valuation techniques, the Manager compares the new market quotation to the fair value price to evaluate the effectiveness of the Fund’s fair valuation procedures. If any significant discrepancies are found, the Manager may adjust the Fund’s fair valuation procedures.

### *Valuation Inputs*

Various inputs may be used to determine the fair value of the Funds’ investments. These inputs are summarized in three broad levels for financial statement purposes. The inputs or methodologies used to value securities are not necessarily an indication of the risk associated with investing in those securities.

Level 1 - Quoted prices in active markets for identical securities.

Level 2 - Prices determined using other significant observable inputs. These may include quoted prices for similar securities, interest rates, prepayment speeds, credit risk, and others.

Level 3 - Prices determined using other significant unobservable inputs. Unobservable inputs reflect the Fund’s own assumptions about the factors market participants would use in pricing an investment.

### *Level 1 and Level 2 trading assets and trading liabilities, at fair value*

Common stocks, preferred securities, ETFs, and financial derivative instruments, such as futures contracts that are traded on a national securities exchange, are stated at the last reported sale or settlement price on the day of valuation. To the extent these securities are actively traded and valuation adjustments are not applied, they are categorized as Level 1 of the fair value hierarchy. Preferred securities and other equities traded on inactive markets or valued by reference to similar instruments are generally categorized as Level 2 of the fair value hierarchy.

Investments in registered open-end investment management companies will be valued based upon the NAVs of such investments and are categorized as Level 1 of the fair value hierarchy.

## **4. Securities and Other Investments**

### *Common Stock*

Common stock generally takes the form of shares in a corporation which represent an ownership interest. It ranks below preferred stock and debt securities in claims for dividends and for assets of the company in a liquidation or bankruptcy. The value of a company’s common stock may fall as a result of factors directly relating to that company, such as decisions made by its management or decreased demand for the company’s products or services. A stock’s value may also decline because of factors affecting not just the company, but also companies in the same industry or sector. The price of a company’s stock may also be affected by changes in financial markets that are relatively unrelated to the company, such as changes in interest rates, currency exchange rates or industry regulation. Companies that elect to pay dividends on their common stock generally only do so after they invest in

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## Notes to Financial Statements

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their own business and make required payments to bondholders and on other debt and preferred stock. Therefore, the value of a company's common stock will usually be more volatile than its bonds, other debt and preferred stock. Common stock may be exchange-traded or OTC. OTC stock may be less liquid than exchange-traded stock.

### *Other Investment Company Securities and Other Exchange-Traded Products*

The Funds may invest in shares of other investment companies, including money market funds and ETFs. The Funds may invest in investment company securities advised by the Manager or a sub-advisor. To the extent that a Fund invests in shares of other registered investment companies, a Fund will indirectly bear fees and expenses, including for example, advisory and administrative fees, charged by those investment companies in addition to a Fund's direct fees and expenses and will be subject to the risks associated with investments in those companies. For example, a Fund's investments in money market funds are subject to interest rate risk, credit risk, and market risk. A Fund must rely on the investment company in which it invests to achieve its investment objective. If the investment company fails to achieve its investment objective, the value of a Fund's investment may decline, adversely affecting a Fund's performance. To the extent a Fund invests in other investment companies that invest in equity securities, fixed income securities and/or foreign securities, or that track an index, the Fund would be subject to the risks associated with the underlying investments held by the investment company or the index fluctuations to which the investment company is subject.

### *Real Estate Investment Trusts*

The Funds may own shares of real estate investment trusts ("REITs") which report information on the source of their distributions annually. The Funds re-characterize distributions received from REIT investments based on information provided by the REITs into the following categories: ordinary income, long-term capital gains, and return of capital. If information is not available on a timely basis from the REITs, the re-characterization will be estimated based on available information, which may include the previous year allocation. If new or additional information becomes available from the REITs at a later date, a re-characterization will be made the following year.

## **5. Financial Derivative Instruments**

The Funds may utilize derivative instruments to gain market exposure on cash balances. When considering the Funds' use of derivatives, it is important to note that the Funds do not use derivatives for the purpose of creating financial leverage.

### *Futures Contracts*

A futures contract is a contract to purchase or sell a particular security, or the cash value of an asset, such as securities, indices, or currencies, at a specified future date at a price agreed upon when the contract is made. Under many such contracts, no delivery of the actual underlying asset is required. Rather, upon the expiration of the contract, settlement is made by exchanging cash in an amount equal to the difference between the contract price and the closing price of the asset (e.g., a security or an index) at expiration, net of the initial and variation margin that was previously paid. A Fund also may have to sell assets at inopportune times to satisfy its settlement or collateral obligations. The risks associated with the use of futures contracts also include that there may be an imperfect correlation between the changes in market value of the futures contracts and the assets underlying such contracts and that there may not be a liquid secondary market for a futures contract.

Upon entering into a futures contract, the Funds are required to set aside or deposit with a broker an amount, termed the initial margin, which typically represents a portion of the face value of the futures contract. The Funds usually reflect this amount on the Schedules of Investments as a U.S. Treasury Bill held as collateral for futures contracts or as cash deposited with broker on the Statements of Assets and Liabilities. Payments to and from the broker, known as variation margin, are required to be made on a daily basis as the price of the futures



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contract fluctuates. Changes in initial settlement values are accounted for as unrealized appreciation (depreciation) until the contracts are terminated, at which time realized gains and losses are recognized. Futures contracts are valued at the most recent settlement price established each day by the exchange on which they are traded.

During the period ended June 30, 2021, the Funds entered into futures contracts primarily for exposing cash to markets.

The Funds' average futures contracts outstanding fluctuate throughout the operating year as required to meet strategic requirements. The following table illustrates the average quarterly volume of futures contracts. For the purpose of this disclosure, volume is measured by contracts outstanding at each quarter end.

<u>Average Futures Contracts Outstanding</u>	
<u>Fund</u>	<u>Period Ended June 30, 2021</u>
Bridgeway Large Cap Growth .....	17
Bridgeway Large Cap Value .....	315

The following is a summary of the fair valuations of the Funds' derivative instruments categorized by risk exposure<sup>(1)</sup>:

### Bridgeway Large Cap Growth Fund

#### *Fair values of financial instruments on the Statements of Assets and Liabilities as of June 30, 2021:*

	<u>Derivatives not accounted for as hedging instruments</u>					
	<u>Credit contracts</u>	<u>Foreign exchange contracts</u>	<u>Commodity contracts</u>	<u>Interest rate contracts</u>	<u>Equity contracts</u>	<u>Total</u>
<b>Assets:</b>						
Receivable for variation margin from open futures contracts <sup>(2)</sup> .....	\$ -	\$ -	\$ -	\$ -	21,551	\$ 21,551

#### *The effect of financial derivative instruments on the Statements of Operations as of June 30, 2021:*

	<u>Derivatives not accounted for as hedging instruments</u>					
	<u>Credit contracts</u>	<u>Foreign exchange contracts</u>	<u>Commodity contracts</u>	<u>Interest rate contracts</u>	<u>Equity contracts</u>	<u>Total</u>
<b>Realized gain (loss) from derivatives recognized as a result of operations</b>						
Futures contracts .....	\$ -	\$ -	\$ -	\$ -	444,122	\$ 444,122
<b>Net change in unrealized appreciation (depreciation) of derivatives recognized as a result from operations:</b>						
Futures contracts .....	\$ -	\$ -	\$ -	\$ -	(5,259)	\$ (5,259)

### Bridgeway Large Cap Value Fund

#### *Fair values of financial instruments on the Statement of Assets and Liabilities as of June 30, 2021:*

	<u>Derivatives not accounted for as hedging instruments</u>					
	<u>Credit contracts</u>	<u>Foreign exchange contracts</u>	<u>Commodity contracts</u>	<u>Interest rate contracts</u>	<u>Equity contracts</u>	<u>Total</u>
<b>Assets:</b>						
Receivable for variation margin from open futures contracts <sup>(2)</sup> .....	\$ -	\$ -	\$ -	\$ -	787,235	\$ 787,235

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### *The effect of financial derivative instruments on the Statement of Operations as of June 30, 2021:*

Realized gain (loss) from derivatives recognized as a result of operations	Derivatives not accounted for as hedging instruments					Total
	Credit contracts	Foreign exchange contracts	Commodity contracts	Interest rate contracts	Equity contracts	
Futures contracts . . . . .	\$ -	\$ -	\$ -	\$ -	\$ 10,918,515	\$10,918,515
Net change in unrealized appreciation (depreciation) of derivatives recognized as a result from operations:						
Futures contracts . . . . .	\$ -	\$ -	\$ -	\$ -	\$ 127,642	\$ 127,642

(1) See Note 3 in the Notes to Financial Statements for additional information.

(2) Includes cumulative appreciation (depreciation) of futures contracts as reported in the Fund's Schedule of Investments footnotes. Only current day's variation margin is reported within the Statements of Assets and Liabilities.

## 6. Principal Risks

Investing in the Funds may involve certain risks including, but not limited to, those described below.

### *Equity Investments Risk*

Equity securities are subject to market risk. The Funds' investments in equity securities may include common stocks, preferred stocks, securities convertible into or exchangeable for common stocks, REITs, depositary receipts, and U.S. dollar-denominated foreign stocks traded on U.S. exchanges. Such investments may expose the Funds to additional risk. The value of a company's common stock may fall as a result of factors affecting the company, companies in the same industry or sector, or the financial markets overall. Common stock generally is subordinate to preferred stock upon the liquidation or bankruptcy of the issuing company. Preferred stocks and convertible securities are sensitive to movements in interest rates. Preferred stocks may be less liquid than common stocks and, unlike common stocks, participation in the growth of an issuer may be limited. Distributions on preferred stocks generally are payable at the discretion of an issuer and after required payments to bond holders. Convertible securities are subject to the risk that the credit standing of the issuer may have an effect on the convertible securities' investment value. Investments in REITs are subject to the risks associated with investing in the real estate industry such as adverse developments affecting the real estate industry and real property values. Depositary receipts and U.S. dollar-denominated foreign stocks traded on U.S. exchanges are subject to certain of the risks associated with investing directly in foreign securities, including, but not limited to, currency fluctuations and political and financial instability in the home country of a particular depositary receipt or foreign stock.

### *Futures Contracts Risk*

Futures contracts are derivative instruments where one party pays a fixed price for an agreed amount of securities or other underlying assets at an agreed date. The use of such derivative instruments may expose the Funds to additional risks that they would not be subject to if they invested directly in the securities underlying those derivatives. There may at times be an imperfect correlation between the movement in the prices of futures contracts and the value of their underlying instruments or indexes. There can be no assurance that any strategy used will succeed. There also can be no assurance that, at all times, a liquid market will exist for offsetting a futures contract that a Fund has previously bought or sold and this may result in the inability to close a futures contract when desired. Futures contracts may experience potentially dramatic price changes, which will increase the volatility of a Fund and may involve a small investment of cash (the amount of initial and variation margin) relative to the magnitude of the risk assumed (the potential increase or decrease in the price of the futures contract).

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## Notes to Financial Statements

June 30, 2021 (Unaudited)

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### *Investment Risk*

An investment in the Funds is not a deposit with a bank and is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. When you sell your shares of the Funds, they could be worth less than what you paid for them. Therefore, you may lose money by investing in the Funds.

### *Market Risk*

The Funds are subject to the risk that the securities markets will move down, sometimes rapidly and unpredictably, based on overall economic conditions and other factors, which may negatively affect a Fund's performance. Equity securities generally have greater price volatility than fixed income securities, although under certain market conditions fixed income securities may have comparable or greater price volatility. During a general downturn in the securities markets, multiple assets may decline in value simultaneously. Prices in many financial markets have increased significantly over the last decade, but there have also been periods of adverse market and financial developments and cyclical change during that timeframe, which have resulted in unusually high levels of volatility in domestic and foreign financial markets that has caused losses for investors and may occur again in the future. The value of a security may decline due to adverse issuer-specific conditions, general market conditions unrelated to a particular issuer, or factors that affect a particular industry or industries. Changes in the financial condition of a single issuer or market segment also can impact the market as a whole. Geopolitical and other events, including war, terrorism, economic uncertainty, trade disputes, pandemics, public health crises, natural disasters and related events have led, and in the future may continue to lead, to instability in world economies and markets generally and reduced liquidity in equity, credit and fixed-income markets, which may disrupt economies and markets and adversely affect the value of your investment. Changes in value may be temporary or may last for extended periods. Policy changes by the U.S. government and/or Federal Reserve and political events within the U.S. and abroad, including the U.S. presidential election, may affect investor and consumer confidence and may adversely impact financial markets and the broader economy, perhaps suddenly and to a significant degree.

Markets and market participants are increasingly reliant upon both publicly available and proprietary information data systems. Data imprecision, software or other technology malfunctions, programming inaccuracies, unauthorized use or access, and similar circumstances may impair the performance of these systems and may have an adverse impact upon a single issuer, a group of issuers, or the market at large. The financial markets generally move in cycles, with periods of rising prices followed by periods of declining prices. The value of your investment may reflect these fluctuations.

### *Other Investment Companies Risk*

The Funds may invest in shares of other registered investment companies, including money market funds that are advised by the Manager. To the extent that the Funds invest in shares of other registered investment companies, the Funds will indirectly bear the fees and expenses, including for example advisory and administrative fees, charged by those investment companies in addition to the Funds' direct fees and expenses and will be subject to the risks associated with investments in those companies. For example, the Funds' investments in money market funds are subject to interest rate risk, credit risk, and market risk. The Funds must rely on the investment company in which it invests to achieve its investment objective. If the investment company fails to achieve its investment objective, the value of the Funds' investment will decline, adversely affecting the Funds' performance. To the extent the Funds invest in other investment companies that invest in equity securities, fixed-income securities and/or foreign securities, or that track an index, the Funds are subject to the risks associated with the underlying investments held by the investment company or the index fluctuations to which the investment company is subject.

### *Recent Market Events Risk*

An outbreak of infectious respiratory illness caused by a novel coronavirus, known as COVID-19, was first detected in China in December 2019 and has subsequently spread globally. Transmission of COVID-19 and efforts to

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contain its spread have resulted, and may continue to result, in significant disruptions to business operations, widespread business closures and layoffs, travel restrictions, closed international, national and local borders, prolonged quarantines and stay-at-home orders, disruption of and delays in healthcare service preparation and delivery, service and event cancellations, and lower consumer demand, as well as general concern and uncertainty that has negatively affected the global economy. The U.S. Federal Reserve and the U.S. federal government have taken numerous measures to address the economic impact of the COVID-19 pandemic and stimulate the U.S. economy. The ultimate effects of these and other efforts that may be taken may not be known for some time. The impact of the COVID-19 pandemic may last for an extended period of time and may result in a sustained economic downturn or recession.

The Federal Reserve has spent hundreds of billions of dollars to keep credit flowing through short-term money markets. The Federal Reserve has signaled that it plans to maintain its interventions at an elevated level. Amid the Federal Reserve's ongoing efforts, concerns about the markets' dependence on the Federal Reserve's provision of liquidity have grown. Future legislative, regulatory and policy changes may result in more restrictions on international trade, less stringent prudential regulation of certain players in the financial markets, and significant new investments in infrastructure and national defense. High public debt in the U.S. and other countries creates ongoing systemic and market risks and policymaking uncertainty. A rise in protectionist trade policies, slowing global economic growth, risks associated with the United Kingdom's departure from the European Union on December 31, 2020, commonly referred to as "Brexit," and a trade agreement between the United Kingdom and the European Union, the risks associated with ongoing trade negotiations with China, the possibility of changes to some international trade agreements, tensions or open conflict between nations, or political or economic dysfunction within some nations that are major producers of oil could affect the economies of many nations, including the United States, in ways that cannot necessarily be foreseen at the present time.

Economists and others have expressed increasing concern about the potential effects of global climate change on property and security values. Certain issuers, industries and regions may be adversely affected by the impacts of climate change, including on the demand for and the development of goods and services and related production costs, and the impacts of legislation, regulation and international accords related to climate change, as well as any indirect consequences of regulation or business trends driven by climate change.

### *Securities Lending Risk*

A Fund may lend its portfolio securities to brokers, dealers and financial institutions to seek income. There is a risk that a borrower may default on its obligations to return loaned securities; however, a Fund's securities lending agent indemnifies the Fund against that risk. There is a risk that the assets of a Fund's securities lending agent may be insufficient to satisfy any contractual indemnification requirements to the Fund. Borrowers of a Fund's securities typically provide collateral in the form of cash that is reinvested in securities. A Fund will be responsible for the risks associated with the investment of cash collateral, including any collateral invested in an affiliated money market fund. A Fund may lose money on its investment of cash collateral or may fail to earn sufficient income on its investment to meet obligations to the borrower. In addition, delays may occur in the recovery of securities from borrowers, which could interfere with a Fund's ability to vote proxies or to settle transactions and there is the risk of possible loss of rights in the collateral should the borrower fail financially. In any case in which the loaned securities are not returned to the Fund before an ex-dividend date, the payment in lieu of the dividend that the Fund receives from the securities' borrower would not be treated as a dividend for federal income tax purposes and thus would not qualify for treatment as "qualified dividend income".

### *Offsetting Assets and Liabilities*

The Funds are parties to enforceable master netting agreements between brokers and counterparties which provide for the right to offset under certain circumstances. The Funds employ multiple counterparties and have elected not to offset qualifying financial and derivative instruments on the Statements of Assets and Liabilities, as such all financial and derivative instruments are presented on a gross basis. The impacts of netting arrangements that provide the right to offset are detailed below, if applicable. The net amount represents the net receivable or

# American Beacon Funds<sup>SM</sup>

## Notes to Financial Statements

June 30, 2021 (Unaudited)

payable that would be due from or to the counterparty in the event of default. Exposure from borrowings and other financing agreements such as repurchase agreements can only be netted across transactions governed by the same Master Agreement with the same legal entity. All amounts reported below represent the balance as of the report date, June 30, 2021.

### Bridgeway Large Cap Growth Fund

#### Offsetting of Financial and Derivative Assets as of June 30, 2021:

	Assets	Liabilities
Futures Contracts <sup>(1)</sup> . . . . .	\$ 21,551	\$ -
Total derivative assets and liabilities in the Statement of Assets and Liabilities . . . . .	\$ 21,551	\$ -
Derivatives not subject to a Master Netting Agreement or similar agreement (“MNA”) . . . . .	\$ (21,551)	\$ -

#### Remaining Contractual Maturity of the Agreements As of June 30, 2021

	Overnight and Continuous	<30 days	Between 30 & 90 days	>90 days	Total
Securities Lending Transactions					
Common Stocks . . . . .	\$ 2,304,446	\$ -	\$ -	\$ -	\$ 2,304,446
Total Borrowings . . . . .	\$ 2,304,446	\$ -	\$ -	\$ -	\$ 2,304,446
Gross amount of recognized liabilities for securities lending transactions . . . . .					\$ 2,304,446

### Bridgeway Large Cap Value Fund

#### Offsetting of Financial and Derivative Assets as of June 30, 2021:

	Assets	Liabilities
Futures Contracts <sup>(1)</sup> . . . . .	\$ 787,235	\$ -
Total derivative assets and liabilities in the Statement of Assets and Liabilities . . . . .	\$ 787,235	\$ -
Derivatives not subject to a Master Netting Agreement or similar agreement (“MNA”) . . . . .	\$ (787,235)	\$ -

<sup>(1)</sup> Includes cumulative appreciation or (depreciation) of futures contracts as reported in the Schedule of Investments footnotes. Only current day’s variation margin is reported within the Statements of Assets and Liabilities.

## 7. Federal Income and Excise Taxes

It is the policy of each Fund to qualify as a regulated investment company (“RIC”), by complying with all applicable provisions of Subchapter M of the Internal Revenue Code, as amended, and to make distributions of taxable income sufficient to relieve it from substantially all federal income and excise taxes. For federal income tax purposes, each Fund is treated as a single entity for the purpose of determining such qualification.

The Funds do not have any unrecorded tax liabilities in the accompanying financial statements. Each of the tax years in the four year period ended December 31, 2020 remain subject to examination by the Internal Revenue Service. If applicable, the Funds recognize interest accrued related to unrecognized tax benefits in interest expense and penalties in “Other expenses” on the Statements of Operations.

The Funds may be subject to taxes imposed by countries in which it invests. Such taxes are generally based on returns of income earned or gains realized or repatriated. Taxes are accrued and applied to net investment income, net realized capital gains and net unrealized appreciation (depreciation), as applicable, as the income is earned or capital gains are recorded.

Dividends are categorized in accordance with income tax regulations which may treat certain transactions differently than U.S. GAAP. Accordingly, the character of distributions and composition of net assets for tax purposes may differ from those reflected in the accompanying financial statements.

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## Notes to Financial Statements

June 30, 2021 (Unaudited)

As of June 30, 2021, the tax cost for each Fund and their respective gross unrealized appreciation (depreciation) were as follows:

<u>Fund</u>	<u>Tax Cost</u>	<u>Unrealized Appreciation</u>	<u>Unrealized (Depreciation)</u>	<u>Net Unrealized Appreciation (Depreciation)</u>
Bridgeway Large Cap Growth .....	\$ 164,491,346	\$ 76,571,072	\$ (684,460)	\$ 75,886,612
Bridgeway Large Cap Value .....	765,137,045	151,078,493	(11,853,597)	139,224,896

Under the Regulated Investment Company Modernization Act of 2010 (“RIC MOD”), net capital losses recognized by the Funds in taxable years beginning after December 22, 2010 are carried forward indefinitely and retain their character as short-term and/or long-term losses.

As of December 31, 2020, the Funds had the following capital loss carryforwards:

<u>Fund</u>	<u>Short-Term Capital Loss Carryforwards</u>	<u>Long-Term Capital Loss Carryforwards</u>
Bridgeway Large Cap Growth .....	\$ -	\$ -
Bridgeway Large Cap Value .....	23,110,397	56,843,101

## 8. Investment Transactions

The aggregate cost of purchases and proceeds from sales and maturities of investments, other than short-term obligations, for the period ended June 30, 2021 were as follows:

<u>Fund</u>	<u>Purchases (non-U.S. Government Securities)</u>	<u>Sales (non-U.S. Government Securities)</u>
Bridgeway Large Cap Growth .....	\$ 78,337,541	\$ 88,880,563
Bridgeway Large Cap Value .....	237,632,678	478,703,054

A summary of the Funds’ transactions in the USG Select Fund for the period ended June 30, 2021 were as follows:

<u>Fund</u>	<u>Type of Transaction</u>	<u>December 31, 2020</u>		<u>June 30, 2021</u>	
		<u>Shares/Fair Value</u>	<u>Purchases</u>	<u>Sales</u>	<u>Shares/Fair Value</u>
Bridgeway Large Cap Growth .....	Direct	\$ 2,381,088	\$ 47,766,613	\$ 47,713,230	\$ 2,434,471
Bridgeway Large Cap Growth .....	Securities Lending	-	6,332,895	4,028,449	2,304,446
Bridgeway Large Cap Value .....	Direct	34,927,126	460,770,928	438,515,524	57,182,530
Bridgeway Large Cap Value .....	Securities Lending	-	29,763,584	29,763,584	-

## 9. Securities Lending

The Funds may lend their securities to qualified financial institutions, such as certain broker-dealers, to earn additional income. The borrowers are required to secure their loans continuously with collateral in an amount at least equal to the fair value of the securities loaned, initially in an amount at least equal to 102% of the fair value of domestic securities loaned and 105% of the fair value of international securities loaned. Collateral is monitored and marked-to-market daily. Daily mark-to-market amounts are required to be paid to the borrower or received from the borrower by the end of the following business day. This one day settlement for mark-to-market amounts may result in the collateral being temporarily less than the value of the securities on loan or temporarily more than the required minimum collateral.

To the extent that a loan is collateralized by cash, such cash collateral shall be invested by the securities lending agent (the “Agent”) in money market mutual funds and other short-term investments, provided the

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## Notes to Financial Statements

June 30, 2021 (Unaudited)

investments meet certain quality and diversification requirements. Securities purchased with cash collateral proceeds are listed in the Funds' Schedule of Investments and the collateral is shown on the Statements of Assets and Liabilities as a payable.

Securities lending income is generated from the demand premium (if any) paid by the borrower to borrow a specific security and from the return on investment of cash collateral, reduced by negotiated rebate fees paid to the borrower and transaction costs. To the extent that a loan is secured by non-cash collateral, securities lending income is generated as a demand premium reduced by transaction costs. The Funds, the Agent, and the Manager retained 80%, 10%, and 10%, respectively, of the income generated from securities lending.

While securities are on loan, the Funds continue to receive certain income associated with that security and any gain or loss in the market price that may occur during the term of the loan. In the case of domestic equities, the value of any dividend is received in the form of a substitute payment approximately equal to the dividend. In the case of foreign securities, a negotiated amount is received that is less than the actual dividend, but higher than the dividend amount minus the foreign tax that the Funds would be subject to on the dividend.

Securities lending transactions pose certain risks to the Funds, including that the borrower may not provide additional collateral when required or return the securities when due, that the value of the short-term investments will be less than the amount of cash collateral required to be returned to the borrower, that non-cash collateral may be subject to legal constraints in the event of a borrower bankruptcy, and that the cash collateral investments could become illiquid and unable to be used to return collateral to the borrower. The Funds could also experience delays and costs in gaining access to the collateral. The Funds bear the risk of any deficiency in the amount of the cash collateral available for return to the borrower and any action which impairs its ability to liquidate non-cash collateral to satisfy a borrower default.

As of June 30, 2021, the value of outstanding securities on loan and the value of collateral were as follows:

<u>Fund</u>	<u>Market Value of Securities on Loan</u>	<u>Cash Collateral Received</u>	<u>Non-Cash Collateral Received</u>	<u>Total Collateral Received</u>
Bridgeway Large Cap Growth	\$ 4,637,882	\$ 2,304,446	\$ 2,453,185	\$ 4,757,631
Bridgeway Large Cap Value	18,609,397	-	18,904,364	18,904,364

Cash collateral is listed on the Funds' Schedules of Investments and is shown on the Statements of Assets and Liabilities. Income earned on these investments is included in "Income derived from securities lending" on the Statements of Operations.

Non-cash collateral received by the Funds may not be sold or re-pledged except to satisfy a borrower default. Therefore, non-cash collateral is not included on the Funds' Schedules of Investments or Statements of Assets and Liabilities.

## 10. Borrowing Arrangements

Effective November 12, 2020 (the "Effective Date"), the Funds, along with certain other funds managed by the Manager ("Participating Funds"), renewed a committed revolving line of credit (the "Committed Line") agreement with State Street Bank and Trust Company (the "Bank") to be used to facilitate portfolio liquidity. The maximum borrowing amount under the Committed Line is \$150 million with interest at a rate equal to the higher of (a) Overnight Bank Funding Rate ("OBFR") daily fluctuating rate per annum equal to 1.25% plus the sum of 0.10% or (b) the Federal Funds daily fluctuating rate per annum on amounts borrowed. Each of the Participating Funds paid a proportional amount of a closing fee of \$100,000 on the Effective Date and a quarterly commitment fee at a rate of 0.25% per annum on the unused portion of the Committed Line amount. The Committed Line expires November 11, 2021, unless extended by the Bank or terminated by the Participating Funds in accordance with the agreement.

# American Beacon Funds<sup>SM</sup>

## Notes to Financial Statements

June 30, 2021 (Unaudited)

On the Effective Date, the Funds, along with certain other Participating Funds managed by the Manager, also renewed an uncommitted discretionary demand revolving line of credit (the “Uncommitted Line”) agreement with the Bank to be used to facilitate portfolio liquidity. The maximum borrowing amount under the Uncommitted Line is \$50 million with interest at a rate equal to the higher of (a) Overnight Bank Funding Rate (“OBFR”) daily fluctuating rate per annum equal to 1.25% plus the sum of 0.10% or (b) the Federal Funds daily fluctuating rate per annum on amounts borrowed on each outstanding loan. Each of the Participating Funds paid a proportional amount of a closing fee of \$35,000 on the Effective Date. The Uncommitted Line expires November 11, 2021 unless extended by the Bank or terminated by the Participating Funds in accordance with the agreement.

The Participating Funds paid administration, legal and arrangement fees, which are recognized as a component of “Loan expense” on the Statements of Operations, along with commitment fees, that have been allocated among the Participating Funds based on average daily net assets.

During the period ended June 30, 2021, the Funds did not utilize this facility.

### 11. Capital Share Transactions

The tables below summarize the activity in capital shares for each Class of the Funds:

	R5 Class			
	Six Months Ended June 30, 2021 (unaudited)		Year Ended December 31, 2020	
	Shares	Amount	Shares	Amount
<b>Bridgeway Large Cap Growth Fund</b>				
Shares sold	52,066	\$ 1,979,652	507,690	\$ 15,419,904
Reinvestment of dividends	-	-	298,366	10,833,656
Shares redeemed	(173,053)	(6,481,660)	(1,636,489)	(52,215,029)
Net (decrease) in shares outstanding	(120,987)	\$ (4,502,008)	(830,433)	\$ (25,961,469)
	Y Class			
	Six Months Ended June 30, 2021 (unaudited)		Year Ended December 31, 2020	
	Shares	Amount	Shares	Amount
<b>Bridgeway Large Cap Growth Fund</b>				
Shares sold	17,844	\$ 671,476	75,159	\$ 2,162,207
Reinvestment of dividends	-	-	8,604	310,789
Shares redeemed	(36,814)	(1,401,089)	(64,428)	(2,086,718)
Net increase (decrease) in shares outstanding	(18,970)	\$ (729,613)	19,335	\$ 386,278
	Investor Class			
	Six Months Ended June 30, 2021 (unaudited)		Year Ended December 31, 2020	
	Shares	Amount	Shares	Amount
<b>Bridgeway Large Cap Growth Fund</b>				
Shares sold	112,056	\$ 4,211,967	67,308	\$ 2,224,132
Reinvestment of dividends	-	-	228,150	8,140,412
Shares redeemed	(175,606)	(6,593,539)	(378,907)	(11,327,990)
Net (decrease) in shares outstanding	(63,550)	\$ (2,381,572)	(83,449)	\$ (963,446)
	A Class			
	Six Months Ended June 30, 2021 (unaudited)		Year Ended December 31, 2020	
	Shares	Amount	Shares	Amount
<b>Bridgeway Large Cap Growth Fund</b>				
Shares sold	1,077	\$ 41,587	3,843	\$ 132,756
Reinvestment of dividends	-	-	5,932	212,602
Shares redeemed	(5,452)	(209,907)	(16,692)	(470,148)
Net (decrease) in shares outstanding	(4,375)	\$ (168,320)	(6,917)	\$ (124,790)



# American Beacon Funds<sup>SM</sup>

## Notes to Financial Statements

June 30, 2021 (Unaudited)

	C Class			
	Six Months Ended June 30, 2021 (unaudited)		Year Ended December 31, 2020	
	Shares	Amount	Shares	Amount
<b>Bridgeway Large Cap Growth Fund</b>				
Shares sold	1,393	\$ 50,604	41,743	\$ 1,184,215
Reinvestment of dividends	-	-	7,605	260,226
Shares redeemed	(23,109)	(831,932)	(12,035)	(390,020)
Net increase (decrease) in shares outstanding	(21,716)	\$ (781,328)	37,313	\$ 1,054,421

	R6 Class			
	Six Months Ended June 30, 2021 (unaudited)		Year Ended December 31, 2020	
	Shares	Amount	Shares	Amount
<b>Bridgeway Large Cap Growth Fund</b>				
Shares sold	131,572	\$ 5,025,374	461,299	\$ 16,646,941
Reinvestment of dividends	-	-	44,410	1,615,183
Shares redeemed	(169,920)	(6,414,852)	(60,139)	(2,167,801)
Net increase (decrease) in shares outstanding	(38,348)	\$ (1,389,478)	445,570	\$ 16,094,323

	R5 Class			
	Six Months Ended June 30, 2021 (unaudited)		Year Ended December 31, 2020	
	Shares	Amount	Shares	Amount
<b>Bridgeway Large Cap Value Fund</b>				
Shares sold	3,956,039	\$ 104,197,768	6,010,683	\$ 134,342,037
Reinvestment of dividends	-	-	1,881,123	43,660,873
Shares redeemed	(7,064,266)	(183,811,531)	(33,561,839)	(762,700,736)
Net (decrease) in shares outstanding	(3,108,227)	\$ (79,613,763)	(25,670,033)	\$ (584,697,826)

	Y Class			
	Six Months Ended June 30, 2021 (unaudited)		Year Ended December 31, 2020	
	Shares	Amount	Shares	Amount
<b>Bridgeway Large Cap Value Fund</b>				
Shares sold	747,558	\$ 19,527,630	8,883,564	\$ 198,516,821
Reinvestment of dividends	-	-	1,188,000	27,454,668
Shares redeemed	(4,650,700)	(119,747,016)	(51,843,932)	(1,176,692,536)
Net (decrease) in shares outstanding	(3,903,142)	\$ (100,219,386)	(41,772,368)	\$ (950,721,047)

	Investor Class			
	Six Months Ended June 30, 2021 (unaudited)		Year Ended December 31, 2020	
	Shares	Amount	Shares	Amount
<b>Bridgeway Large Cap Value Fund</b>				
Shares sold	156,109	\$ 4,065,725	3,739,265	\$ 80,817,046
Reinvestment of dividends	-	-	536,487	12,360,665
Shares redeemed	(1,213,238)	(31,397,244)	(20,841,551)	(490,262,559)
Net (decrease) in shares outstanding	(1,057,129)	\$ (27,331,519)	(16,565,799)	\$ (397,084,848)

	A Class			
	Six Months Ended June 30, 2021 (unaudited)		Year Ended December 31, 2020	
	Shares	Amount	Shares	Amount
<b>Bridgeway Large Cap Value Fund</b>				
Shares sold	147,064	\$ 3,843,583	251,951	\$ 5,727,622
Reinvestment of dividends	-	-	108,580	2,488,657
Shares redeemed	(199,130)	(5,171,056)	(1,483,009)	(32,276,083)
Net (decrease) in shares outstanding	(52,066)	\$ (1,327,473)	(1,122,478)	\$ (24,059,804)

# American Beacon Funds<sup>SM</sup>

## Notes to Financial Statements

June 30, 2021 (Unaudited)

	C Class			
	Six Months Ended June 30, 2021		Year Ended December 31, 2020	
	(unaudited)			
	Shares	Amount	Shares	Amount
<b>Bridgeway Large Cap Value Fund</b>				
Shares sold . . . . .	26,143	\$ 660,003	70,980	\$ 1,518,046
Reinvestment of dividends . . . . .	-	-	132,564	2,930,997
Shares redeemed . . . . .	(182,726)	(4,572,406)	(1,131,031)	(24,639,507)
Net (decrease) in shares outstanding . . . . .	<u>(156,583)</u>	<u>\$ (3,912,403)</u>	<u>(927,487)</u>	<u>\$ (20,190,464)</u>

	R6 Class			
	Six Months Ended June 30, 2021		Year Ended December 31, 2020	
	(unaudited)			
	Shares	Amount	Shares	Amount
<b>Bridgeway Large Cap Value Fund</b>				
Shares sold . . . . .	315,812	\$ 8,369,558	1,993,609	\$ 45,697,910
Reinvestment of dividends . . . . .	-	-	327,145	7,586,484
Shares redeemed . . . . .	(1,951,755)	(51,335,313)	(6,588,491)	(150,423,682)
Net (decrease) in shares outstanding . . . . .	<u>(1,635,943)</u>	<u>\$ (42,965,755)</u>	<u>(4,267,737)</u>	<u>\$ (97,139,288)</u>

## 12. Subsequent Events

Management has evaluated subsequent events for possible recognition or disclosure in the financial statements through the date the financial statements are issued. Management has determined that there are no material events that would require disclosure in the Funds' financial statements through this date.

# American Beacon Bridgeway Large Cap Growth Fund<sup>SM</sup>

## Financial Highlights

(For a share outstanding throughout the period)

	R5 Class <sup>A</sup>						
	Six Months Ended June 30, 2021 (unaudited)	Year Ended December 31,				Six Months Ended December 31, 2016	Year Ended June 30, 2016 <sup>B</sup>
	2020	2019	2018	2017 <sup>C</sup>			
<b>Net asset value, beginning of period</b> . . . . .	\$ 36.24	\$ 29.84	\$ 25.27	\$ 29.88	\$ 24.47	\$ 22.77	\$ 23.71
Income (loss) from investment operations:							
Net investment income . . . . .	0.00 <sup>D E</sup>	0.07	0.10	0.13	0.10	0.04	0.07
Net gains (losses) on investments (both realized and unrealized) . . . . .	4.45	10.21	7.55	(1.99)	6.56	1.82	(0.90)
Total income (loss) from investment operations . . . . .	4.45	10.28	7.65	(1.86)	6.66	1.86	(0.83)
Less distributions:							
Dividends from net investment income . . . . .	-	(0.07)	-	(0.11)	(0.08)	(0.16)	(0.11)
Distributions from net realized gains . . . . .	-	(3.81)	(3.08)	(2.64)	(1.17)	-	-
Total distributions . . . . .	-	(3.88)	(3.08)	(2.75)	(1.25)	(0.16)	(0.11)
Net asset value, end of period . . . . .	\$ 40.69	\$ 36.24	\$ 29.84	\$ 25.27	\$ 29.88	\$ 24.47	\$ 22.77
Total return <sup>F</sup> . . . . .	12.28% <sup>G</sup>	34.44%	30.27%	(6.03)%	27.21%	8.15% <sup>G</sup>	(3.52)%
<b>Ratios and supplemental data:</b>							
Net assets, end of period . . . . .	\$123,360,044	\$114,246,613	\$118,831,764	\$151,163,119	\$178,062,388	\$133,638,400	\$136,460,611
Ratios to average net assets:							
Expenses, before reimbursements and/or recoupments . . . . .	0.89% <sup>H</sup>	0.97%	0.90%	0.93%	1.06%	1.02% <sup>H</sup>	0.89%
Expenses, net of reimbursements and/or recoupments . . . . .	0.81% <sup>H</sup>	0.82% <sup>I</sup>	0.81%	0.81%	0.81%	0.81% <sup>H</sup>	0.83%
Net investment income (loss), before expense reimbursements and/or recoupments . . . . .	(0.10)% <sup>H</sup>	(0.08)%	0.19%	0.26%	0.15%	0.12% <sup>H</sup>	0.30%
Net investment income (loss), net of reimbursements and/or recoupments . . . . .	(0.02)% <sup>H</sup>	0.07%	0.28%	0.38%	0.40%	0.33% <sup>H</sup>	0.35%
Portfolio turnover rate . . . . .	35% <sup>G</sup>	58%	77%	60%	78%	40% <sup>G</sup>	100%

<sup>A</sup> Prior to February 28, 2020, the R5 Class was known as Institutional Class.

<sup>B</sup> Prior to the reorganization on February 5, 2016, the Institutional Class was known as Class N.

<sup>C</sup> On December 15, 2017, pursuant to a plan of Reorganization on termination, the American Beacon Bridgeway Large Cap Growth II Fund ("Target Fund") transferred all of its property and assets to the American Beacon Bridgeway Large Cap Growth Fund ("Acquiring Fund") in exchange solely for voting shares of the Acquiring Fund and the assumption of the Target Fund's liabilities.

<sup>D</sup> Amount represents less than \$0.01 per share.

<sup>E</sup> Per share amounts have been calculated using the average shares method.

<sup>F</sup> Based on net asset value, which does not reflect the sales charge, redemption fee, or contingent deferred sales charge, if applicable. May include adjustments in accordance with U.S. GAAP and as such, the net asset value for reporting purposes and the returns based upon those net asset values may differ from the net asset value and returns for shareholder transactions.

<sup>G</sup> Not annualized.

<sup>H</sup> Annualized.

<sup>I</sup> Expense ratios may exceed the expense cap in effect at the time due to security lending expenses, which are not reimbursable under the agreement with the Manager.

See accompanying notes

# American Beacon Bridgeway Large Cap Growth Fund<sup>SM</sup>

## Financial Highlights

(For a share outstanding throughout the period)

	Y Class						
	Six Months Ended June 30, 2021	Year Ended December 31,				Six Month Ended December 31, 2016	February 5, 2016 <sup>B</sup> to June 30, 2016
	2020	2019	2018	2017 <sup>A</sup>			
(unaudited)							
<b>Net asset value, beginning of period</b> . . . . .	\$ 36.05	\$ 29.72	\$ 25.21	\$ 29.82	\$ 24.45	\$ 22.77	\$ 20.46
Income (loss) from investment operations:							
Net investment income (loss) . . . . .	(0.03)	0.00 <sup>C</sup>	0.05	0.12	0.05	0.03	0.03
Net gains (losses) on investments (both realized and unrealized) . . . . .	4.45	10.21	7.54	(1.98)	6.57	1.81	2.28
Total income (loss) from investment operations . . . . .	4.42	10.21	7.59	(1.86)	6.62	1.84	2.31
Less distributions:							
Dividends from net investment income . . . . .	-	(0.07)	-	(0.11)	(0.08)	(0.16)	-
Distributions from net realized gains . . . . .	-	(3.81)	(3.08)	(2.64)	(1.17)	-	-
Total distributions . . . . .	-	(3.88)	(3.08)	(2.75)	(1.25)	(0.16)	-
Net asset value, end of period . . . . .	\$ 40.47	\$ 36.05	\$ 29.72	\$ 25.21	\$ 29.82	\$ 24.45	\$ 22.77
Total return <sup>D</sup> . . . . .	12.26% <sup>E</sup>	34.34%	30.11%	(6.04)%	27.06%	8.06% <sup>E</sup>	11.29% <sup>E</sup>
<b>Ratios and supplemental data:</b>							
Net assets, end of period . . . . .	\$ 2,788,426	\$ 3,168,012	\$ 2,036,785	\$ 2,306,982	\$ 2,016,161	\$ 669,530	\$ 401,220
Ratios to average net assets:							
Expenses, before reimbursements and/or recoupments . . . . .	0.91% <sup>F</sup>	1.02%	0.95%	0.97%	1.13%	1.09% <sup>F</sup>	4.00% <sup>F</sup>
Expenses, net of reimbursements and/or recoupments . . . . .	0.87% <sup>F</sup>	0.89% <sup>G</sup>	0.91%	0.91%	0.91%	0.91% <sup>F</sup>	0.91% <sup>F</sup>
Net investment income (loss), before expense reimbursements and/or recoupments . . . . .	(0.11)% <sup>F</sup>	(0.14)%	0.12%	0.27%	0.08%	0.11% <sup>F</sup>	(2.69)% <sup>F</sup>
Net investment income (loss), net of reimbursements and/or recoupments . . . . .	(0.07)% <sup>F</sup>	(0.01)%	0.16%	0.33%	0.30%	0.28% <sup>F</sup>	0.40% <sup>F</sup>
Portfolio turnover rate . . . . .	35% <sup>E</sup>	58%	77%	60%	78%	40% <sup>E</sup>	100% <sup>H</sup>

<sup>A</sup> On December 15, 2017, pursuant to a plan of Reorganization on termination, the American Beacon Bridgeway Large Cap Growth II Fund ("Target Fund") transferred all of its property and assets to the American Beacon Bridgeway Large Cap Growth Fund ("Acquiring Fund") in exchange solely for voting shares of the Acquiring Fund and the assumption of the Target Fund's liabilities.

<sup>B</sup> Commencement of operations.

<sup>C</sup> Amount represents less than \$0.01 per share.

<sup>D</sup> Based on net asset value, which does not reflect the sales charge, redemption fee, or contingent deferred sales charge, if applicable. May include adjustments in accordance with U.S. GAAP and as such, the net asset value for reporting purposes and the returns based upon those net asset values may differ from the net asset value and returns for shareholder transactions.

<sup>E</sup> Not annualized.

<sup>F</sup> Annualized.

<sup>G</sup> Expense ratios may exceed the expense cap in effect at the time due to security lending expenses, which are not reimbursable under the agreement with the Manager.

<sup>H</sup> Portfolio turnover rate is for the period from February 5, 2016 through December 31, 2016 and is not annualized.

See accompanying notes

# American Beacon Bridgeway Large Cap Growth Fund<sup>SM</sup>

## Financial Highlights

(For a share outstanding throughout the period)

	Investor Class						
	Six Months Ended June 30, 2021 (unaudited)	Year Ended December 31,				Six Month Ended December 31, 2016	February 5, 2016 <sup>B</sup> to June 30, 2016
		2020	2019	2018	2017 <sup>A</sup>		
<b>Net asset value, beginning of period</b> . . . . .	\$ 35.61	\$ 29.42	\$ 25.05	\$ 29.65	\$ 24.38	\$ 22.74	\$ 20.46
Income (loss) from investment operations:							
Net investment income (loss) . . . . .	(0.07)	(0.08)	(0.04)	0.01	(0.01)	(0.01)	0.01
Net gains (losses) on investments (both realized and unrealized) . . . . .	4.39	10.08	7.49	(1.94)	6.53	1.81	2.27
Total income (loss) from investment operations . . . . .	4.32	10.00	7.45	(1.93)	6.52	1.80	2.28
Less distributions:							
Dividends from net investment income . . . . .	-	-	-	(0.03)	(0.08)	(0.16)	-
Distributions from net realized gains . . . . .	-	(3.81)	(3.08)	(2.64)	(1.17)	-	-
Total distributions . . . . .	-	(3.81)	(3.08)	(2.67)	(1.25)	(0.16)	-
<b>Net asset value, end of period</b> . . . . .	\$ 39.93	\$ 35.61	\$ 29.42	\$ 25.05	\$ 29.65	\$ 24.38	\$ 22.74
<b>Total return<sup>C</sup></b> . . . . .	12.13% <sup>D</sup>	33.98%	29.74%	(6.33)%	26.72%	7.90% <sup>D</sup>	11.14% <sup>D</sup>

### Ratios and supplemental data:

Net assets, end of period . . . . .	\$ 91,760,639	\$ 84,109,027	\$ 71,928,098	\$ 65,869,325	\$ 71,273,896	\$ 399,798	\$ 133,696
Ratios to average net assets:							
Expenses, before reimbursements and/or recoupments . . . . .	1.20% <sup>E</sup>	1.31%	1.20%	1.20%	1.40%	1.55% <sup>E</sup>	8.43% <sup>E</sup>
Expenses, net of reimbursements and/or recoupments . . . . .	1.12% <sup>E</sup>	1.15% <sup>F</sup>	1.19%	1.19%	1.19%	1.19% <sup>E</sup>	1.18% <sup>E</sup>
Net investment (loss), before expense reimbursements and/or recoupments . . . . .	(0.41)% <sup>E</sup>	(0.43)%	(0.11)%	(0.01)%	(0.66)%	(0.35)% <sup>E</sup>	(7.08)% <sup>E</sup>
Net investment income (loss), net of reimbursements and/or recoupments . . . . .	(0.33)% <sup>E</sup>	(0.27)%	(0.10)%	0.00% <sup>G</sup>	(0.45)%	0.02% <sup>E</sup>	0.17% <sup>E</sup>
Portfolio turnover rate . . . . .	35% <sup>D</sup>	58%	77%	60%	78%	40% <sup>D</sup>	100% <sup>H</sup>

<sup>A</sup> On December 15, 2017, pursuant to a plan of Reorganization on termination, the American Beacon Bridgeway Large Cap Growth II Fund ("Target Fund") transferred all of its property and assets to the American Beacon Bridgeway Large Cap Growth Fund ("Acquiring Fund") in exchange solely for voting shares of the Acquiring Fund and the assumption of the Target Fund's liabilities.

<sup>B</sup> Commencement of operations.

<sup>C</sup> Based on net asset value, which does not reflect the sales charge, redemption fee, or contingent deferred sales charge, if applicable. May include adjustments in accordance with U.S. GAAP and as such, the net asset value for reporting purposes and the returns based upon those net asset values may differ from the net asset value and returns for shareholder transactions.

<sup>D</sup> Not annualized.

<sup>E</sup> Annualized.

<sup>F</sup> Expense ratios may exceed the expense cap in effect at the time due to security lending expenses, which are not reimbursable under the agreement with the Manager.

<sup>G</sup> Amount represents less than 0.005% of average net assets.

<sup>H</sup> Portfolio turnover rate is for the period from February 5, 2016 through December 31, 2016 and is not annualized.

See accompanying notes

# American Beacon Bridgeway Large Cap Growth Fund<sup>SM</sup>

## Financial Highlights

(For a share outstanding throughout the period)

	A Class						
	Six Months Ended June 30, 2021 (unaudited)	Year Ended December 31,				Six Months Ended December 31, 2016	February 5, 2016 <sup>B</sup> to June 30, 2016
		2020	2019	2018	2017 <sup>A</sup>		
<b>Net asset value, beginning of period</b> . . . . .	\$ 35.77	\$ 29.51	\$ 25.12	\$ 29.70	\$ 24.39	\$ 22.74	\$ 20.46
Income (loss) from investment operations:							
Net investment income (loss) . . . . .	(0.08)	(0.10)	(0.03)	(0.11)	0.00 <sup>C</sup>	0.00 <sup>C</sup>	0.00 <sup>C</sup>
Net gains (losses) on investments (both realized and unrealized) . . . . .	4.42	10.17	7.50	(1.83)	6.54	1.81	2.28
Total income (loss) from investment operations . . . . .	4.34	10.07	7.47	(1.94)	6.54	1.81	2.28
Less distributions:							
Dividends from net investment income . . . . .	-	-	-	-	(0.06)	(0.16)	-
Distributions from net realized gains . . . . .	-	(3.81)	(3.08)	(2.64)	(1.17)	-	-
Total distributions . . . . .	-	(3.81)	(3.08)	(2.64)	(1.23)	(0.16)	-
Net asset value, end of period . . . . .	\$ 40.11	\$ 35.77	\$ 29.51	\$ 25.12	\$ 29.70	\$ 24.39	\$ 22.74
Total return <sup>D</sup> . . . . .	12.13% <sup>E</sup>	34.11%	29.74%	(6.35)%	26.79%	7.94% <sup>E</sup>	11.14% <sup>E</sup>
<b>Ratios and supplemental data:</b>							
Net assets, end of period . . . . .	\$ 2,304,963	\$ 2,212,193	\$ 2,029,102	\$ 1,700,188	\$ 4,625,607	\$ 135,710	\$ 159,744
Ratios to average net assets:							
Expenses, before reimbursements and/or recoupments . . . . .	1.18% <sup>F</sup>	1.27%	1.18%	1.25%	1.44%	1.43% <sup>F</sup>	5.25% <sup>F</sup>
Expenses, net of reimbursements and/or recoupments . . . . .	1.10% <sup>F</sup>	1.14%	1.21%	1.21%	1.21%	1.21% <sup>F</sup>	1.21% <sup>F</sup>
Net investment (loss), before expense reimbursements and/or recoupments . . . . .	(0.39)% <sup>F</sup>	(0.39)%	(0.09)%	(0.09)%	(0.23)%	(0.26)% <sup>F</sup>	(4.01)% <sup>F</sup>
Net investment income (loss), net of reimbursements and/or recoupments . . . . .	(0.31)% <sup>F</sup>	(0.26)%	(0.12)%	(0.05)%	0.00% <sup>G</sup>	(0.05)% <sup>F</sup>	0.02% <sup>F</sup>
Portfolio turnover rate . . . . .	35% <sup>E</sup>	58%	77%	60%	78%	40% <sup>E</sup>	100% <sup>H</sup>

<sup>A</sup> On December 15, 2017, pursuant to a plan of Reorganization on termination, the American Beacon Bridgeway Large Cap Growth II Fund ("Target Fund") transferred all of its property and assets to the American Beacon Bridgeway Large Cap Growth Fund ("Acquiring Fund") in exchange solely for voting shares of the Acquiring Fund and the assumption of the Target Fund's liabilities.

<sup>B</sup> Commencement of operations.

<sup>C</sup> Amount represents less than \$0.01 per share.

<sup>D</sup> Based on net asset value, which does not reflect the sales charge, redemption fee, or contingent deferred sales charge, if applicable. May include adjustments in accordance with U.S. GAAP and as such, the net asset value for reporting purposes and the returns based upon those net asset values may differ from the net asset value and returns for shareholder transactions.

<sup>E</sup> Not annualized.

<sup>F</sup> Annualized.

<sup>G</sup> Amount rounds to less than 0.005%.

<sup>H</sup> Portfolio turnover rate is for the period from February 5, 2016 through December 31, 2016 and is not annualized.

See accompanying notes

# American Beacon Bridgeway Large Cap Growth Fund<sup>SM</sup>

## Financial Highlights

(For a share outstanding throughout the period)

	C Class						
	Six Months Ended June 30, 2021 (unaudited)	Year Ended December 31,				Six Month Ended December 31, 2016	February 5, 2016 <sup>B</sup> to June 30, 2016
	2021	2020	2019	2018	2017 <sup>A</sup>	2016	2016
<b>Net asset value, beginning of period</b> . . . . .	\$ 34.15	\$ 28.53	\$ 24.55	\$ 29.30	\$ 24.22	\$ 22.67	\$ 20.46
Income (loss) from investment operations:							
Net investment (loss) . . . . .	(0.42)	(0.01)	(0.20)	(0.17)	(0.10)	(0.13)	(0.04)
Net gains (losses) on investments (both realized and unrealized) . . . . .	4.42	9.44	7.26	(1.94)	6.35	1.84	2.25
Total income (loss) from investment operations . . . . .	4.00	9.43	7.06	(2.11)	6.25	1.71	2.21
Less distributions:							
Dividends from net investment income . . . . .	-	-	-	-	-	(0.16)	-
Distributions from net realized gains . . . . .	-	(3.81)	(3.08)	(2.64)	(1.17)	-	-
Total distributions . . . . .	-	(3.81)	(3.08)	(2.64)	(1.17)	(0.16)	-
Net asset value, end of period . . . . .	\$ 38.15	\$ 34.15	\$ 28.53	\$ 24.55	\$ 29.30	\$ 24.22	\$ 22.67
Total return <sup>C</sup> . . . . .	11.71% <sup>D</sup>	33.04%	28.75%	(7.02)%	25.78%	7.52% <sup>D</sup>	10.80% <sup>D</sup>
<b>Ratios and supplemental data:</b>							
Net assets, end of period . . . . .	\$ 2,048,283	\$ 2,575,041	\$ 1,086,848	\$ 798,319	\$ 769,559	\$ 175,907	\$ 244,146
Ratios to average net assets:							
Expenses, before reimbursements and/or recoupments . . . . .	1.92% <sup>E</sup>	2.01%	1.92%	1.95%	2.09%	2.18% <sup>E</sup>	7.33% <sup>E</sup>
Expenses, net of reimbursements and/or recoupments . . . . .	1.84% <sup>E</sup>	1.87% <sup>F</sup>	1.96%	1.96%	1.96%	1.96% <sup>E</sup>	1.96% <sup>E</sup>
Net investment (loss), before expense reimbursements and/or recoupments . . . . .	(1.14)% <sup>E</sup>	(1.14)%	(0.83)%	(0.76)%	(0.90)%	(1.04)% <sup>E</sup>	(5.98)% <sup>E</sup>
Net investment (loss), net of reimbursements and/or recoupments . . . . .	(1.06)% <sup>E</sup>	(1.00)%	(0.87)%	(0.77)%	(0.77)%	(0.81)% <sup>E</sup>	(0.62)% <sup>E</sup>
Portfolio turnover rate . . . . .	35% <sup>D</sup>	58%	77%	60%	78%	40% <sup>D</sup>	100% <sup>G</sup>

<sup>A</sup> On December 15, 2017, pursuant to a plan of Reorganization on termination, the American Beacon Bridgeway Large Cap Growth II Fund ("Target Fund") transferred all of its property and assets to the American Beacon Bridgeway Large Cap Growth Fund ("Acquiring Fund") in exchange solely for voting shares of the Acquiring Fund and the assumption of the Target Fund's liabilities.

<sup>B</sup> Commencement of operations.

<sup>C</sup> Based on net asset value, which does not reflect the sales charge, redemption fee, or contingent deferred sales charge, if applicable. May include adjustments in accordance with U.S. GAAP and as such, the net asset value for reporting purposes and the returns based upon those net asset values may differ from the net asset value and returns for shareholder transactions.

<sup>D</sup> Not annualized.

<sup>E</sup> Annualized.

<sup>F</sup> Expense ratios may exceed the expense cap in effect at the time due to security lending expenses, which are not reimbursable under the agreement with the Manager.

<sup>G</sup> Portfolio turnover rate is for the period from February 5, 2016 through December 31, 2016 and is not annualized.

See accompanying notes

# American Beacon Bridgeway Large Cap Growth Fund<sup>SM</sup>

## Financial Highlights

(For a share outstanding throughout the period)

	R6 Class			
	Six Months Ended June 30, 2021 (unaudited)	Year Ended December 31,		April 30, 2018 <sup>A</sup> to December 31, 2018
		2020	2019	
<b>Net asset value, beginning of period</b>	\$ 36.31	\$ 29.86	\$ 25.28	\$ 30.89
Income (loss) from investment operations:				
Net investment income	0.00 <sup>B</sup>	0.04 <sup>C</sup>	0.10	0.12
Net gains (losses) on investments (both realized and unrealized)	4.47	10.29	7.56	(2.98)
<b>Total income (loss) from investment operations</b>	<b>4.47</b>	<b>10.33</b>	<b>7.66</b>	<b>(2.86)</b>
Less distributions:				
Dividends from net investment income	-	(0.07)	-	(0.11)
Distributions from net realized gains	-	(3.81)	(3.08)	(2.64)
<b>Total distributions</b>	<b>-</b>	<b>(3.88)</b>	<b>(3.08)</b>	<b>(2.75)</b>
<b>Net asset value, end of period</b>	<b>\$ 40.78</b>	<b>\$ 36.31</b>	<b>\$ 29.86</b>	<b>\$ 25.28</b>
<b>Total return<sup>D</sup></b>	<b>12.31%<sup>E</sup></b>	<b>34.58%</b>	<b>30.30%</b>	<b>(9.07)%<sup>E</sup></b>
<b>Ratios and supplemental data:</b>				
<b>Net assets, end of period</b>	<b>\$ 16,751,963</b>	<b>\$ 16,307,767</b>	<b>\$ 107,424</b>	<b>\$ 90,943</b>
Ratios to average net assets:				
Expenses, before reimbursements and/or recoupments	0.85% <sup>F</sup>	0.91%	0.84%	4.15% <sup>F</sup>
Expenses, net of reimbursements and/or recoupments	0.76% <sup>F</sup>	0.76%	0.76%	0.76% <sup>F</sup>
Net investment income (loss), before expense reimbursements and/or recoupments	(0.06)% <sup>F</sup>	(0.05)%	0.25%	(2.85)% <sup>F</sup>
Net investment income, net of reimbursements and/or recoupments	0.03% <sup>F</sup>	0.10%	0.33%	0.54% <sup>F</sup>
<b>Portfolio turnover rate</b>	<b>35%<sup>E</sup></b>	<b>58%</b>	<b>77%</b>	<b>60%<sup>G</sup></b>

<sup>A</sup> Commencement of operations.

<sup>B</sup> Amount represents less than \$0.01 per share.

<sup>C</sup> Per share amounts have been calculated using the average shares method.

<sup>D</sup> Based on net asset value, which does not reflect the sales charge, redemption fee, or contingent deferred sales charge, if applicable. May include adjustments in accordance with U.S. GAAP and as such, the net asset value for reporting purposes and the returns based upon those net asset values may differ from the net asset value and returns for shareholder transactions.

<sup>E</sup> Not annualized.

<sup>F</sup> Annualized.

<sup>G</sup> Portfolio turnover rate is for the period from April 30, 2018 through December 31, 2018 and is not annualized.

See accompanying notes



# American Beacon Bridgeway Large Cap Value Fund<sup>SM</sup>

## Financial Highlights

(For a share outstanding throughout the period)

	R5 Class <sup>A</sup>					
	Six Months Ended June 30, 2021 (unaudited)	Year Ended December 31,				
		2020	2019	2018	2017	2016
<b>Net asset value, beginning of period</b> . . . . .	\$ 23.73	\$ 27.14	\$ 22.61	\$ 28.57	\$ 26.08	\$ 22.75
Income (loss) from investment operations:						
Net investment income . . . . .	0.31	0.59	0.55	0.45	0.37	0.38
Net gains (losses) on investments (both realized and unrealized) . . . . .	3.88	(1.48)	5.13	(4.28)	3.78	3.32
Total income (loss) from investment operations . . . . .	4.19	(0.89)	5.68	(3.83)	4.15	3.70
Less distributions:						
Dividends from net investment income . . . . .	-	(0.00) <sup>B</sup>	(0.54)	(0.47)	(0.39)	(0.35)
Distributions from net realized gains . . . . .	-	(2.52)	(0.61)	(1.66)	(1.27)	(0.02)
Total distributions . . . . .	-	(2.52)	(1.15)	(2.13)	(1.66)	(0.37)
Net asset value, end of period . . .	\$ 27.92	\$ 23.73	\$ 27.14	\$ 22.61	\$ 28.57	\$ 26.08
Total return <sup>C</sup> . . . . .	17.66% <sup>D</sup>	(3.05)%	25.11%	(13.28)%	15.88%	16.24%
<b>Ratios and supplemental data:</b>						
Net assets, end of period . . . . .	\$436,767,351	\$445,009,590	\$1,205,569,140	\$1,442,789,043	\$1,547,760,278	\$1,185,013,905
Ratios to average net assets:						
Expenses, before reimbursements and/or recoupments . . . . .	0.78% <sup>E</sup>	0.75%	0.73%	0.72%	0.72%	0.73%
Expenses, net of reimbursements and/or recoupments . . . . .	0.78% <sup>E</sup>	0.75%	0.73%	0.72%	0.72%	0.73%
Net investment income, before expense reimbursements and/or recoupments . . . . .	1.41% <sup>E</sup>	1.76%	1.71%	1.63%	1.41%	1.69%
Net investment income, net of reimbursements and/or recoupments . . . . .	1.41% <sup>E</sup>	1.76%	1.71%	1.63%	1.41%	1.69%
Portfolio turnover rate . . . . .	27% <sup>D</sup>	43%	44%	49%	48%	56%

<sup>A</sup> Prior to February 28, 2020, the R5 Class was known as Institutional Class.

<sup>B</sup> Amount represents less than \$0.01 per share.

<sup>C</sup> Based on net asset value, which does not reflect the sales charge, redemption fee, or contingent deferred sales charge, if applicable. May include adjustments in accordance with U.S. GAAP and as such, the net asset value for reporting purposes and the returns based upon those net asset values may differ from the net asset value and returns for shareholder transactions.

<sup>D</sup> Not annualized.

<sup>E</sup> Annualized.

See accompanying notes

# American Beacon Bridgeway Large Cap Value Fund<sup>SM</sup>

## Financial Highlights

(For a share outstanding throughout the period)

	Y Class					
	Six Months Ended June 30, 2021 (unaudited)	Year Ended December 31,				
	2021	2020	2019	2018	2017	2016
<b>Net asset value, beginning of period</b> . . . . .	\$ 23.63	\$ 27.06	\$ 22.54	\$ 28.49	\$ 26.01	\$ 22.69
Income (loss) from investment operations:						
Net investment income . . . . .	0.47	0.67	0.46	0.44	0.33	0.32
Net gains (losses) on investments (both realized and unrealized) . . . . .	3.69	(1.58)	5.19	(4.28)	3.79	3.35
Total income (loss) from investment operations . . . . .	4.16	(0.91)	5.65	(3.84)	4.12	3.67
Less distributions:						
Dividends from net investment income . . . . .	-	(0.00) <sup>A</sup>	(0.52)	(0.45)	(0.37)	(0.33)
Distributions from net realized gains . . . . .	-	(2.52)	(0.61)	(1.66)	(1.27)	(0.02)
Total distributions . . . . .	-	(2.52)	(1.13)	(2.11)	(1.64)	(0.35)
Net asset value, end of period . . . . .	\$ 27.79	\$ 23.63	\$ 27.06	\$ 22.54	\$ 28.49	\$ 26.01
Total return <sup>B</sup> . . . . .	17.60% <sup>C</sup>	(3.14)%	25.06%	(13.35)%	15.82%	16.17%
<b>Ratios and supplemental data:</b>						
Net assets, end of period . . . . .	\$225,781,522	\$284,218,555	\$1,455,648,440	\$1,502,519,807	\$1,547,228,114	\$879,852,983
Ratios to average net assets:						
Expenses, before reimbursements and/or recoupments . . . . .	0.86% <sup>D</sup>	0.83%	0.80%	0.79%	0.79%	0.80%
Expenses, net of reimbursements and/or recoupments . . . . .	0.85% <sup>D</sup>	0.83%	0.80%	0.79%	0.79%	0.80%
Net investment income, before expense reimbursements and/or recoupments . . . . .	1.30% <sup>D</sup>	1.66%	1.65%	1.57%	1.35%	1.63%
Net investment income, net of reimbursements and/or recoupments . . . . .	1.31% <sup>D</sup>	1.66%	1.65%	1.57%	1.35%	1.63%
Portfolio turnover rate . . . . .	27% <sup>C</sup>	43%	44%	49%	48%	56%

<sup>A</sup> Amount represents less than \$0.01 per share.

<sup>B</sup> Based on net asset value, which does not reflect the sales charge, redemption fee, or contingent deferred sales charge, if applicable. May include adjustments in accordance with U.S. GAAP and as such, the net asset value for reporting purposes and the returns based upon those net asset values may differ from the net asset value and returns for shareholder transactions.

<sup>C</sup> Not annualized.

<sup>D</sup> Annualized.

See accompanying notes

# American Beacon Bridgeway Large Cap Value Fund<sup>SM</sup>

## Financial Highlights

(For a share outstanding throughout the period)

	Investor Class					
	Six Months Ended June 30, 2021 (unaudited)	Year Ended December 31,				
		2020	2019	2018	2017	2016
<b>Net asset value, beginning of period</b> . . . . .	\$ 23.56	\$ 27.05	\$ 22.50	\$ 28.41	\$ 25.93	\$ 22.64
Income (loss) from investment operations:						
Net investment income . . . . .	0.78	2.12	0.62	0.43	0.32	0.27
Net gains (losses) on investments (both realized and unrealized) . .	3.33	(3.09)	4.95	(4.33)	3.71	3.31
Total income (loss) from investment operations . . . . .	4.11	(0.97)	5.57	(3.90)	4.03	3.58
Less distributions:						
Dividends from net investment income . . . . .	-	-	(0.41)	(0.35)	(0.28)	(0.27)
Distributions from net realized gains . . . . .	-	(2.52)	(0.61)	(1.66)	(1.27)	(0.02)
Total distributions . . . . .	-	(2.52)	(1.02)	(2.01)	(1.55)	(0.29)
Net asset value, end of period . . . . .	\$ 27.67	\$ 23.56	\$ 27.05	\$ 22.50	\$ 28.41	\$ 25.93
Total return <sup>A</sup> . . . . .	17.44% <sup>B</sup>	(3.36)%	24.74%	(13.60)%	15.52%	15.81%
<b>Ratios and supplemental data:</b>						
Net assets, end of period . . . . .	\$113,671,332	\$121,683,174	\$587,724,123	\$886,572,501	\$1,387,184,369	\$1,583,853,257
Ratios to average net assets:						
Expenses, before reimbursements and/or recoupments . . . . .	1.12% <sup>C</sup>	1.10%	1.08%	1.05%	1.06%	1.08%
Expenses, net of reimbursements and/or recoupments . . . . .	1.11% <sup>C</sup>	1.10%	1.08%	1.05%	1.06%	1.08%
Net investment income, before expense reimbursements and/or recoupments . . . . .	1.05% <sup>C</sup>	1.44%	1.37%	1.26%	1.04%	1.35%
Net investment income, net of reimbursements and/or recoupments . . . . .	1.06% <sup>C</sup>	1.44%	1.37%	1.26%	1.04%	1.35%
Portfolio turnover rate . . . . .	27% <sup>B</sup>	43%	44%	49%	48%	56%

<sup>A</sup> Based on net asset value, which does not reflect the sales charge, redemption fee, or contingent deferred sales charge, if applicable. May include adjustments in accordance with U.S. GAAP and as such, the net asset value for reporting purposes and the returns based upon those net asset values may differ from the net asset value and returns for shareholder transactions.

<sup>B</sup> Not annualized.

<sup>C</sup> Annualized.

See accompanying notes

# American Beacon Bridgeway Large Cap Value Fund<sup>SM</sup>

## Financial Highlights

(For a share outstanding throughout the period)

	A Class					
	Six Months Ended June 30, 2021 (unaudited)	Year Ended December 31,				
	2021	2020	2019	2018	2017	2016
<b>Net asset value, beginning of period</b> . . . . .	\$ 23.43	\$ 26.92	\$ 22.41	\$ 28.32	\$ 25.82	\$ 22.53
Income (loss) from investment operations:						
Net investment income . . . . .	0.20	0.84	0.58	0.36	0.42	0.32
Net gains (losses) on investments (both realized and unrealized) . . . .	3.89	(1.81)	4.95	(4.25)	3.58	3.24
Total income (loss) from investment operations . . . . .	4.09	(0.97)	5.53	(3.89)	4.00	3.56
Less distributions:						
Dividends from net investment income . . . . .	-	-	(0.41)	(0.36)	(0.23)	(0.25)
Distributions from net realized gains . . . . .	-	(2.52)	(0.61)	(1.66)	(1.27)	(0.02)
Total distributions . . . . .	-	(2.52)	(1.02)	(2.02)	(1.50)	(0.27)
Net asset value, end of period . . . . .	\$ 27.52	\$ 23.43	\$ 26.92	\$ 22.41	\$ 28.32	\$ 25.82
Total return <sup>A</sup> . . . . .	17.46% <sup>B</sup>	(3.38)%	24.70%	(13.60)%	15.46%	15.79%
<b>Ratios and supplemental data:</b>						
Net assets, end of period . . . . .	\$ 27,619,659	\$ 24,734,491	\$ 58,637,332	\$ 79,610,028	\$ 96,229,248	\$ 152,520,884
Ratios to average net assets:						
Expenses, before reimbursements and/or recoupments . . . . .	1.11% <sup>C</sup>	1.10%	1.10%	1.07%	1.08%	1.12%
Expenses, net of reimbursements and/or recoupments . . . . .	1.11% <sup>C</sup>	1.10%	1.10%	1.07%	1.08%	1.12%
Net investment income, before expense reimbursements and/or recoupments . . . . .	1.08% <sup>C</sup>	1.40%	1.35%	1.28%	1.01%	1.31%
Net investment income, net of reimbursements and/or recoupments . . . . .	1.08% <sup>C</sup>	1.40%	1.35%	1.28%	1.01%	1.31%
Portfolio turnover rate . . . . .	27% <sup>B</sup>	43%	44%	49%	48%	56%

<sup>A</sup> Based on net asset value, which does not reflect the sales charge, redemption fee, or contingent deferred sales charge, if applicable. May include adjustments in accordance with U.S. GAAP and as such, the net asset value for reporting purposes and the returns based upon those net asset values may differ from the net asset value and returns for shareholder transactions.

<sup>B</sup> Not annualized.

<sup>C</sup> Annualized.

See accompanying notes

# American Beacon Bridgeway Large Cap Value Fund<sup>SM</sup>

## Financial Highlights

(For a share outstanding throughout the period)

	C Class					
	Six Months Ended June 30, 2021 (unaudited)	Year Ended December 31,				
	2021	2020	2019	2018	2017	2016
<b>Net asset value, beginning of period</b> . . . . .	\$ 22.60	\$ 26.25	\$ 21.86	\$ 27.63	\$ 25.27	\$ 22.08
Income (loss) from investment operations:						
Net investment income . . . . .	0.07	0.22	0.21	0.16	0.08	0.13
Net gains (losses) on investments (both realized and unrealized) . . . .	3.77	(1.35)	4.99	(4.12)	3.62	3.16
Total income (loss) from investment operations . . . . .	3.84	(1.13)	5.20	(3.96)	3.70	3.29
Less distributions:						
Dividends from net investment income . . . . .	-	-	(0.20)	(0.15)	(0.07)	(0.08)
Distributions from net realized gains . . . . .	-	(2.52)	(0.61)	(1.66)	(1.27)	(0.02)
Total distributions . . . . .	-	(2.52)	(0.81)	(1.81)	(1.34)	(0.10)
Net asset value, end of period . . . . .	\$ 26.44	\$ 22.60	\$ 26.25	\$ 21.86	\$ 27.63	\$ 25.27
Total return <sup>A</sup> . . . . .	16.99% <sup>B</sup>	(4.08)%	23.79%	(14.23)%	14.62%	14.91%
<b>Ratios and supplemental data:</b>						
Net assets, end of period . . . . .	\$ 31,180,672	\$ 30,186,523	\$ 59,409,216	\$ 75,231,917	\$ 102,553,616	\$ 100,447,531
Ratios to average net assets:						
Expenses, before reimbursements and/or recoupments . . . . .	1.88% <sup>C</sup>	1.83%	1.81%	1.79%	1.83%	1.86%
Expenses, net of reimbursements and/or recoupments . . . . .	1.88% <sup>C</sup>	1.83%	1.81%	1.79%	1.83%	1.86%
Net investment income, before expense reimbursements and/or recoupments . . . . .	0.31% <sup>C</sup>	0.69%	0.63%	0.54%	0.28%	0.57%
Net investment income, net of reimbursements and/or recoupments . . . . .	0.31% <sup>C</sup>	0.69%	0.63%	0.54%	0.28%	0.57%
Portfolio turnover rate . . . . .	27% <sup>B</sup>	43%	44%	49%	48%	56%

<sup>A</sup> Based on net asset value, which does not reflect the sales charge, redemption fee, or contingent deferred sales charge, if applicable. May include adjustments in accordance with U.S. GAAP and as such, the net asset value for reporting purposes and the returns based upon those net asset values may differ from the net asset value and returns for shareholder transactions.

<sup>B</sup> Not annualized.

<sup>C</sup> Annualized.

See accompanying notes

# American Beacon Bridgeway Large Cap Value Fund<sup>SM</sup>

## Financial Highlights

(For a share outstanding throughout the period)

	R6 Class				
	Six Months Ended June 30, 2021 (unaudited)	Year Ended December 31,			April 28, 2017 <sup>A</sup> to December 31, 2017
		2020	2019	2018	
<b>Net asset value, beginning of period</b> . . . . .	\$ 23.71	\$ 27.12	\$ 22.59	\$ 28.55	\$ 26.73
Income from investment operations:					
Net investment income . . . . .	0.21	0.24	0.49	0.54	0.11
Net gains (losses) on investments (both realized and unrealized) . . . . .	3.98	(1.12)	5.20	(4.37)	3.37
Total income (loss) from investment operations . . . . .	4.19	(0.88)	5.69	(3.83)	3.48
Less distributions:					
Dividends from net investment income . . . . .	-	(0.01)	(0.55)	(0.47)	(0.39)
Distributions from net realized gains . . . . .	-	(2.52)	(0.61)	(1.66)	(1.27)
Total distributions . . . . .	-	(2.53)	(1.16)	(2.13)	(1.66)
Net asset value, end of period . . . . .	\$ 27.90	\$ 23.71	\$ 27.12	\$ 22.59	\$ 28.55
Total return <sup>B</sup> . . . . .	17.67% <sup>C</sup>	(3.03)%	25.17%	(13.27)%	13.01% <sup>C</sup>
<b>Ratios and supplemental data:</b>					
Net assets, end of period . . . . .	\$ 69,422,615	\$ 97,789,536	\$ 227,580,520	\$ 147,107,520	\$ 91,521,786
Ratios to average net assets:					
Expenses, before reimbursements and/or recoupments . . . . .	0.76% <sup>D</sup>	0.73%	0.70%	0.70%	0.75% <sup>D</sup>
Expenses, net of reimbursements and/or recoupments . . . . .	0.75% <sup>D</sup>	0.73%	0.70%	0.70%	0.71% <sup>D</sup>
Net investment income, before expense reimbursements and/or recoupments . . . . .	1.39% <sup>D</sup>	1.77%	1.76%	1.69%	1.44% <sup>D</sup>
Net investment income, net of reimbursements and/or recoupments . . . . .	1.40% <sup>D</sup>	1.77%	1.76%	1.69%	1.48% <sup>D</sup>
Portfolio turnover rate . . . . .	27% <sup>C</sup>	43%	44%	49%	48% <sup>E</sup>

<sup>A</sup> Commencement of operations.

<sup>B</sup> Based on net asset value, which does not reflect the sales charge, redemption fee, or contingent deferred sales charge, if applicable. May include adjustments in accordance with U.S. GAAP and as such, the net asset value for reporting purposes and the returns based upon those net asset values may differ from the net asset value and returns for shareholder transactions.

<sup>C</sup> Not annualized.

<sup>D</sup> Annualized.

<sup>E</sup> Portfolio turnover rate is for the period from April 28, 2017 through December 31, 2017 and is not annualized.

See accompanying notes

# Disclosure Regarding Approval of the Management and Investment Advisory Agreements (Unaudited)

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## **Renewal and Approval of Management Agreement and Investment Advisory Agreement**

At meetings held on May 17, 2021 and June 8-9, 2021 (collectively, the “Meetings”) via videoconference, the Board of Trustees (“Board” or “Trustees”) considered and then, at its June 9, 2021 meeting, approved the renewal of: (1) the Management Agreement between American Beacon Advisors, Inc. (“Manager”) and the American Beacon Funds (“Trust”), on behalf of the American Beacon Bridgeway Large Cap Growth Fund (“LCG Fund”) and the American Beacon Bridgeway Large Cap Value Fund (“LCV Fund”) (each, a “Fund” and collectively, the “Funds”); and (2) the Investment Advisory Agreement among the Manager, Bridgeway Capital Management, Inc. (the “subadvisor”), and the Trust, on behalf of the Funds. The Management Agreement and the Investment Advisory Agreement are referred to herein individually as an “Agreement” and collectively as the “Agreements.”

In preparation for its consideration of the renewal of the Agreements, the Board undertook steps to gather and consider information furnished by the Manager, the subadvisor, Broadridge, Inc. (“Broadridge”) and Morningstar, Inc. (“Morningstar”). The Board, with the assistance of independent legal counsel, requested and received certain relevant information from the Manager and the subadvisor.

In advance of the Meetings, the Board’s Investment Committee and/or the Manager coordinated the production of information from Broadridge and Morningstar regarding the performance, fees and expenses of the Funds as well as information from the Manager and the subadvisor. At the Meetings, the Board considered the information provided in connection with the renewal process, as well as information furnished to the Board throughout the year at regular meetings of the Board and its committees. In connection with the Board’s consideration of the Agreements, the Trustees received and evaluated such information as they deemed necessary, including the impact of the COVID-19 pandemic on the operations of the Manager and the subadvisor. This information is described below in the section summarizing the factors the Board considered in connection with its renewal and approval of the Agreements, as well as the section describing additional Board considerations with respect to each Fund.

The Board noted that the Manager provides management and administrative services to the Funds pursuant to the Management Agreement. The Board considered that many mutual funds have separate contracts governing each type of service and observed that, with respect to such mutual funds, the actual management fee rates provided by Broadridge for peer group funds reflect the combined advisory and administrative fees, reduced by any fee waivers and/or reimbursements.

A firm may not have been able to, or opted not to, provide information in response to certain information requests, in which case the Board conducted its evaluation of the firm based on information that was provided. In such cases, the Board determined that the omission of any such information was not material to its considerations.

Provided below is an overview of certain factors the Board considered in connection with its decision to approve the renewal of the Agreements. The Board did not identify any particular information that was most relevant to its consideration of whether to approve the renewal of each Agreement, and each Trustee may have afforded different weight to the various factors. Legal counsel to the independent Trustees provided the Board with a memorandum regarding its responsibilities pertaining to the renewal of investment advisory contracts, such as the Agreements, and related regulatory guidelines. Based on its evaluation, the Board unanimously concluded that the terms of each Agreement were reasonable and fair and that the approval of the renewal of each Agreement was in the best interests of the Funds and their shareholders.

## **Considerations With Respect to the Renewal of the Management Agreement and the Investment Advisory Agreement**

In determining whether to approve the renewal of the Agreements, the Board considered each Fund’s investment management and subadvisory relationships separately. In each instance, the Board considered, among other things, the following factors: (1) the nature, extent and quality of the services provided; (2) the investment

## Disclosure Regarding Approval of the Management and Investment Advisory Agreements (Unaudited)

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performance of the Funds and the subadvisor for the Funds; (3) the costs incurred by the Manager in rendering services to the Funds and its resulting profits or losses; (4) comparisons of services and fee rates with contracts entered into by the Manager or the subadvisor or their affiliates with other clients (such as pension funds and other institutional clients); (5) the extent to which economies of scale, if any, have been taken into account in setting each fee rate schedule; (6) whether fee rate levels reflect economies of scale, if any, for the benefit of Fund investors; and (7) any other benefits derived or anticipated to be derived by the Manager or the subadvisor from its relationship with the Funds.

*Nature, Extent and Quality of Services.* With respect to the renewal of the Management Agreement, the Board considered, among other factors: each Fund's long-term performance; the length of service of key investment personnel at the Manager; the cost structure of the Funds; the Manager's culture of compliance and support that reduce risks to the Funds; the Manager's quality of services; the Manager's active role in monitoring and, as appropriate, recommending additional or replacement subadvisors; and the Manager's efforts to retain key employees and maintain staffing levels.

With respect to the renewal of the Investment Advisory Agreement, the Board considered, among other factors: the level of staffing and the size of the subadvisor; the adequacy of the resources committed to the Funds by the subadvisor; the financial stability of the subadvisor; and representations made by the subadvisor regarding its compliance program. Based on the foregoing information, the Board concluded that the nature, extent and quality of the management and advisory services provided by the Manager and the subadvisor were appropriate for each Fund.

*Investment Performance.* The Board evaluated the comparative information provided by Broadridge and the Manager regarding the performance of each Fund relative to its Broadridge Performance Universe, Morningstar Category, and benchmark index, as well as the Fund's Morningstar rating. The Board considered the information provided by Broadridge regarding its independent methodology for selecting each Fund's Broadridge Performance Universe. In addition, the Board considered the performance reports and discussions with management at Board and Committee meetings throughout the year. The Board also evaluated the comparative information provided by the subadvisor regarding the performance of the LCV Fund relative to the performance of other comparable investment accounts managed by the subadvisor, each Fund's benchmark index and an appropriate peer group for each Fund. In addition, the Board considered the Manager's recommendation to continue to retain the subadvisor. A discussion regarding the Board's considerations with respect to each Fund's performance appears below under "Additional Considerations and Conclusions with Respect to Each Fund."

*Costs of the Services Provided to the Funds and the Profits Realized by the Manager from its Relationship with the Funds.* In analyzing the costs of services and profitability of the Manager, the Board considered the revenues earned and the expenses incurred by the Manager, before and after the payment of distribution-related expenses by the Manager. The profits or losses were noted at both an aggregate level for all funds within the group of mutual funds sponsored by the Manager (the "Fund Complex") and at an individual Fund level, with the Manager earning a profit before and after the payment of distribution-related expenses by the Manager for the LCV Fund and with the Manager earning a profit before the payment of distribution-related expenses and sustaining a loss after the payment of distribution-related expenses by the Manager for the LCG Fund. The Board also considered comparative information provided by the Manager regarding the Manager's overall profitability with respect to the Fund Complex relative to the overall profitability of other firms in the mutual fund industry, as disclosed in publicly available sources. Although the Board noted that, in certain cases, the fee rates paid by other clients of the Manager are lower than the fee rates paid by the Funds, the Manager represented that, among other matters, the difference is attributable to the fact that the Manager does not perform administrative services for non-investment company clients and reflects the greater level of responsibility and regulatory requirements associated with managing the Funds. The Board also noted that, for the Funds and their share classes, the Manager is waiving fees and/or reimbursing expenses, and that the subadvisor is waiving a portion of its subadvisory fees with respect to the LCV Fund.



## Disclosure Regarding Approval of the Management and Investment Advisory Agreements (Unaudited)

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The Board further considered that, with respect to each Fund, the Management Agreement provides for the Manager to receive a management fee comprised of an annualized fee that is retained by the Manager. In addition, the Board considered that the Manager receives fees for administering and overseeing the securities lending program on behalf of the Funds. The Board also noted that certain share classes of the Funds maintain higher expense ratios in order to compensate third-party financial intermediaries.

In analyzing the fee rates charged by the subadvisor in connection with its investment advisory services to the Funds, the Board considered representations made by the subadvisor that with respect to the LCG Fund, the subadvisor does not manage any comparable client accounts and therefore could not provide fee schedules for comparable investment accounts managed by the subadvisor, and, with respect to the LCV Fund, the subadvisor's fee rate schedule was generally favorable compared to other comparable client accounts. The Board did not request profitability data from the subadvisor because the Board did not view this data as imperative to its deliberations given the arm's-length nature of the relationship between the Manager and the subadvisor with respect to the negotiation of subadvisor fee rates. In addition, the Board noted that the subadvisor may not account for its profits on an account-by-account basis and that different firms likely employ different methodologies in connection with these calculations.

Based on the foregoing information, the Board concluded that the profitability levels of the Manager were reasonable in light of the services performed by the Manager. A discussion regarding the Board's considerations with respect to each Fund's fee rates is set forth below under "Additional Considerations and Conclusions with Respect to Each Fund."

*Economies of Scale.* In considering the reasonableness of the management and investment advisory fees rates, the Board considered whether economies of scale will be realized as each Fund grows and whether fee rate levels reflect these economies of scale for the benefit of Fund shareholders. In this regard, the Board considered that the Manager has negotiated breakpoints for the subadvisor fee rate schedules. In this regard, the Board considered that the LCG Fund's current assets did not exceed the threshold necessary to reach the first subadvisor fee rate breakpoint.

In addition, the Board noted the Manager's representation that the Management Agreement contains fee schedule breakpoints at higher asset levels with respect to each Fund. In this regard, the Board considered that each Fund's current assets did not exceed the threshold necessary to reach the first management fee breakpoint. Based on the foregoing information, the Board concluded that the Manager and subadvisor fee rate schedules for each Fund provide for a reasonable sharing of benefits from any economies of scale with each Fund.

*Benefits Derived from the Relationship with the Funds.* The Board considered the "fall-out" or ancillary benefits that accrue to the Manager and/or the subadvisor as a result of the advisory relationships with the Funds, including greater exposure in the marketplace with respect to the Manager's or the subadvisor's investment process and expanding the level of assets under management by the Manager and the subadvisor. The Board also considered that the Manager may invest the Funds' cash balances and cash collateral provided by the borrowers of the Funds' securities in the American Beacon U.S. Government Money Market Select Fund, which the Manager manages directly, and for which the Manager receives a fee. Based on the foregoing information, the Board concluded that the potential benefits accruing to the Manager and the subadvisor by virtue of their relationships with the Funds appear to be fair and reasonable.

### Additional Considerations and Conclusions with Respect to Each Fund

The performance comparisons below were made for each Fund's R5 Class shares relative to the Fund's Broadridge Performance Universe and Morningstar Category. With respect to the Broadridge Performance Universe, the 1<sup>st</sup> Quintile represents the top 20 percent of the universe based on performance, and the 5<sup>th</sup> Quintile represents the bottom 20 percent of the universe based on performance. References to each Fund's Broadridge Performance

# Disclosure Regarding Approval of the Management and Investment Advisory Agreements (Unaudited)

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Universe are to the respective universe of mutual funds with comparable investment classifications and objectives as determined by Broadridge.

In reviewing the performance, the Board viewed longer-term performance over a full market cycle, typically five years or longer, as the most important consideration because relative performance over shorter periods may be significantly impacted by market or economic events and not necessarily reflective of subadvisor skill.

The expense comparisons below were made for each Fund's R5 Class shares relative to the Fund's Broadridge Expense Universe and Broadridge Expense Group, and Y Class shares relative to the Fund's Morningstar Fee Level universe. The 1<sup>st</sup> Quintile represents the lowest 20 percent of the universe or group based on lowest total expense, and the 5<sup>th</sup> Quintile represents the highest 20 percent of the universe or group based on highest total expense. References to each Fund's Expense Group and Expense Universe are to the respective group or universe of comparable mutual funds as determined by Broadridge. A Broadridge Expense Group consists of the Fund and a representative sample of funds with similar operating structures and asset sizes, as selected by Broadridge. A Broadridge Expense Universe includes all funds with comparable investment classifications/objectives and similar operating structures to that of the share class under review for each Fund, including funds in the Broadridge Expense Group. The Broadridge expense comparisons are based on the most recent audited financial information publicly available for a Fund as of December 31, 2020. References to each Fund's Morningstar Fee Level ranking are to the institutional share class of comparable mutual funds as determined by Morningstar.

The Board considered each Fund's Morningstar fee level category with the 1<sup>st</sup> Quintile representing the lowest 20 percent of the category constituents and the 5<sup>th</sup> Quintile representing the highest 20 percent of the category in terms of total expense.

In reviewing expenses, the Board considered the positive impact of fee waivers and the Manager's agreement to continue the fee waivers. The Board also considered that, in connection with the change in the name of the Funds' Institutional Class shares, the share class used for the Funds' Morningstar Fee Level comparisons had changed from the R5 Class shares to the Y Class shares, which may have resulted in a less favorable Morningstar Fee Level Ranking for the Funds than in prior years.

## Additional Considerations and Conclusions with Respect to the American Beacon Bridgeway Large Cap Growth Fund

In considering the renewal of the Agreements for the LCG Fund, the Board considered the following additional factors:

### Broadridge Total Expense Analysis Excluding 12b-1 Fees and Morningstar Fee Level Ranking

Compared to Broadridge Expense Group	1 <sup>st</sup> Quintile
Compared to Broadridge Expense Universe	3 <sup>rd</sup> Quintile
Morningstar Fee Level Ranking	4 <sup>th</sup> Quintile

### Broadridge and Morningstar Performance Analysis (five-year period ended December 31, 2020)

Compared to Broadridge Performance Universe	3 <sup>rd</sup> Quintile
Compared to Morningstar Category	4 <sup>th</sup> Quintile

The Board also considered: (1) that the LCG Fund acquired the assets of another American Beacon Fund on December 15, 2017; (2) the subadvisor's representation that it has no other comparable accounts in the same strategy as the subadvisor manages the LCG Fund; and (3) the Manager's recommendation to continue to retain the subadvisor.

# Disclosure Regarding Approval of the Management and Investment Advisory Agreements (Unaudited)

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Based on these and other considerations, the Board: (1) concluded that the fees paid to the Manager and subadvisor under the Agreements are fair and reasonable; and (2) determined that the LCG Fund and its shareholders would benefit from the Manager’s and subadvisor’s continued management of the LCG Fund.

## Additional Considerations and Conclusions with Respect to the American Beacon Bridgeway Large Cap Value Fund

In considering the renewal of the Agreements for the LCV Fund, the Board considered the following additional factors:

### Broadridge Total Expense Analysis Excluding 12b-1 Fees and Morningstar Fee Level Ranking

Compared to Broadridge Expense Group	4 <sup>th</sup> Quintile
Compared to Broadridge Expense Universe	3 <sup>rd</sup> Quintile
Morningstar Fee Level Ranking	4 <sup>th</sup> Quintile

### Broadridge and Morningstar Performance Analysis (five-year period ended December 31, 2020)

Compared to Broadridge Performance Universe	5 <sup>th</sup> Quintile
Compared to Morningstar Category	5 <sup>th</sup> Quintile

The Board also considered: (1) information provided by the subadvisor regarding fee rates charged for managing assets in the same or a similar strategy as the subadvisor manages the LCV Fund; (2) the subadvisor’s contractual agreement to waive a portion of its subadvisory fee equal to 0.05% of the LCV Fund’s average daily net assets managed by the subadvisor on amounts that exceed \$750 million through April 30, 2022; (3) certain biases within the subadvisor’s process and portfolio construction have been out of favor, adversely affecting both shorter-term and longer-term performance; and (4) the Manager’s recommendation to continue to retain the subadvisor.

Based on these and other considerations, the Board: (1) concluded that the fees paid to the Manager and subadvisor under the Agreements are fair and reasonable; and (2) determined that the LCV Fund and its shareholders would benefit from the Manager’s and subadvisor’s continued management of the LCV Fund.

## Disclosure Regarding Liquidity Risk Management Program (Unaudited)

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Rule 22e-4 under the Investment Company Act of 1940, as amended (“Rule 22e-4”), requires open-end registered investment companies (other than money market funds) to adopt and implement a written liquidity risk management program that is reasonably designed to assess and manage liquidity risk. The Fund has adopted a Liquidity Risk Management Program (the “Program”) that is designed to assess and manage liquidity risk, which is the risk that the Fund could not meet requests to redeem its shares without significant dilution of the remaining shareholders’ interests in the Fund. Pursuant to Rule 22e-4, the Program includes the following elements:

- Assessment, management, and periodic review of liquidity risk;
- Classification of each of the Fund’s portfolio investments into one of four liquidity categories: highly liquid, moderately liquid, less liquid, and illiquid;
- Determination and review of a highly liquid investment minimum for any Fund that does not primarily hold assets that are highly liquid investments;
  - Policies and procedures to respond to a shortfall in the highly liquid investment minimum, including associated reports to the Fund’s Board of Trustees (the “Board”) and the Securities and Exchange Commission (“SEC”);
- A prohibition against a Fund acquiring an illiquid investment if immediately after the acquisition the Fund would have more than 15% of its net assets invested in illiquid investments that are assets;
  - Reporting of breaches of the illiquid investment prohibition to the Board and the SEC; and
- Policies and procedures regarding how and when a Fund will satisfy redemption requests by distributing portfolio securities or other assets.

The Manager’s Liquidity Committee administers the Program and has provided quarterly reports to the Board regarding the Fund’s liquidity risk. In addition, at the Board’s March 3-4, 2021 meetings, the Board reviewed the Liquidity Committee’s written report (“Report”) that addressed the operation of the Program and assessed the adequacy and effectiveness of its implementation from January 1, 2020 through December 31, 2020 (the “review period”).

Key conclusions that the Liquidity Committee included in the Report are listed below:

- The Program is reasonably designed to assess and manage the Fund’s liquidity risk.
- The operation of the Program was adequate during the review period.
- There were no material changes to the Program during the review period.
- The Fund included in this shareholder report was deemed to primarily hold assets that are highly liquid, and no highly liquid investment minimum was recommended.
- The Program was effectively implemented by the Liquidity Committee during the review period.
- Administration of the Program by the Liquidity Committee continues to be appropriate.

## Delivery of Documents

Shareholder reports are available online at [www.americanbeaconfunds.com/reports](http://www.americanbeaconfunds.com/reports). Please be advised that reports are no longer sent by mail. Instead, the reports are made available online, and you will be notified by mail each time a report is posted online. You will be provided with a website link to access the report. You may elect to receive all future reports in paper free of charge. You can request to continue receiving paper copies by calling 1-866-345-5954, or you may directly inform your financial intermediary. Detailed instructions are also included in your report notifications.

If you invest in the Fund through a financial institution, you may be able to receive the Fund's regulatory mailings, such as the Prospectus, Annual Report and Semi-Annual Report, by e-mail. If you are interested in this option, please go to [www.icsdelivery.com](http://www.icsdelivery.com) and search for your financial institution's name or contact your financial institution directly.

### To obtain more information about the Fund:



**By E-mail:**

[american\\_beacon.funds@ambeacon.com](mailto:american_beacon.funds@ambeacon.com)



**On the Internet:**

Visit our website at [www.americanbeaconfunds.com](http://www.americanbeaconfunds.com)



**By Telephone:**

Call (800) 658-5811



**By Mail:**

American Beacon Funds  
P.O. Box 219643  
Kansas City, MO 64121-9643

#### Availability of Quarterly Portfolio Schedules

In addition to the Schedule of Investments provided in each semi-annual and annual report, the Fund files a complete schedule of its portfolio holdings with the Securities and Exchange Commission ("SEC") on Form N-PORT as of the end of each fiscal quarter. The Fund's Forms N-PORT are available on the SEC's website at [www.sec.gov](http://www.sec.gov). The Forms N-PORT may also be reviewed and copied at the SEC's Public Reference Section, 100 F Street, NE, Washington, D.C. 20549-2736. Information regarding the operation of the SEC's Public Reference Room may be obtained by calling (800)-SEC-0330. A complete schedule of the Fund's portfolio holdings is also available at [www.americanbeaconfunds.com](http://www.americanbeaconfunds.com) approximately sixty days after the end of each calendar quarter.

#### Availability of Proxy Voting Policy and Records

A description of the policies and procedures the Fund uses to determine how to vote proxies relating to portfolio securities is available in the Fund's Statement of Additional Information, is available free of charge on the Fund's website [www.americanbeaconfunds.com](http://www.americanbeaconfunds.com) and by calling 1-800-967-9009 or by accessing the SEC's website at [www.sec.gov](http://www.sec.gov). The Fund's proxy voting record for the most recent year ended June 30 is filed annually with the SEC on Form N-PX. The Fund's Forms N-PX are available on the SEC's website at [www.sec.gov](http://www.sec.gov). The Fund's proxy voting record may also be obtained by calling 1-800-967-9009.

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