



# Investment Grade Bond Fund

## Management Team

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## Benchmark

Bloomberg US Government/Credit Index  
Bloomberg US Aggregate Index

## Highlights

- Under normal market conditions, the fund invests at least 80% of its net assets (plus any borrowings made for investment purposes) in investment grade fixed income securities
- May invest up to 15% of its assets in below investment grade fixed income securities
- May invest up to 30% of its assets in securities of foreign issuers, including those in emerging markets
- Initial portfolio position in any one holding is typically 0 to 3%; 5% maximum position size

## Objective

Seeks high total investment return through a combination of current income and capital appreciation

### Fund Facts

Fund inception	12/31/96
Total net assets	\$6,994.2M
Morningstar category	Intermediate Core-Plus
Average maturity	6.67 yrs
Average duration	5.44 yrs
Turnover (at 12/31/21)	27%

### Share class

Share class	Y
Inception	12/31/96
Ticker	LSIIX
CUSIP	543487136
Gross expense ratio	0.54%
Net expense ratio	0.49%
Subsidized 30-day SEC yield	4.67%
Unsubsidized 30-day SEC yield	4.61%

Additional share classes may be available for certain funds for eligible investors. Performance results will vary based on the share class.

<sup>1</sup>Bloomberg Barclays US Government/Credit Index

Effective December 31, 2020, the Bloomberg Barclays U.S. Aggregate Bond Index was added as the Fund's secondary benchmark. There were no changes to the Fund's investment strategy or process as a result of this secondary benchmark addition.

Institutional Class shares (Class Y) are available to institutional investors only; minimum initial investment of \$100,000.

As of the most recent prospectus, the investment advisor has contractually agreed to waive fees and/or reimburse expenses (with certain exceptions) once the expense limitation of the fund has been exceeded. This arrangement is set to expire on 4/30/22. When an expense limitation has not been exceeded, the fund may have similar expense ratios and/or yields.

Duration and Maturity for equity securities are deemed to be zero.

## Performance (%) as of December 31, 2022

	CUMULATIVE RETURN		AVERAGE ANNUALIZED RETURN			
	3 MO	YTD	1 YEAR	3 YEAR	5 YEAR	10 YEAR
<b>CLASS Y</b>	1.98	-11.31	-11.31	-0.24	1.54	2.14
<b>BENCHMARK</b>	1.80	-13.58	-13.58	-2.57	0.21	1.16

## Calendar Year Performance (%)

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
<b>CLASS Y</b>	-11.31	0.24	11.68	9.04	-0.32	6.66	6.16	-5.08	5.14	1.36
<b>BENCHMARK</b>	-13.58	-1.75	8.93	9.71	-0.42	4.00	3.05	0.15	6.01	-2.35

Performance data shown represents past performance and is no guarantee of future results. Investment return and value will vary and you may have a gain or loss when shares are sold. Current performance may be lower or higher than quoted. For most recent month-end performance, visit [www.loomissayles.com](http://www.loomissayles.com).

Returns reflect changes in share price and reinvestment of dividends and capital gains, if any.



SECTOR DISTRIBUTION (%)		
	Fund	Index
Investment Grade Credit	39.8	37.6
Securitized	17.4	-
US Treasury	11.6	57.9
High Yield Credit	4.4	-
Emerging Market Credit	3.7	1.9
Convertibles	1.9	-
Other	-	1.7
Municipals	-	0.9
Cash & Equivalents	21.2	-

CURRENCY DISTRIBUTION (%)		
	Fund	Index
US Dollar	100	100

COUNTRY DISTRIBUTION (%)		
	Fund	Index
United States	83.9	89.8
Cayman Islands	3.6	-
United Kingdom	1.7	1.5
Mexico	1.1	0.4
France	1.0	0.1
Australia	0.9	0.2
Germany	0.9	0.6
Norway	0.9	0.1
Switzerland	0.8	0.2
Other	5.3	7.1

The fund's primary benchmark, the Bloomberg US Government/Credit Index includes securities in the Government and Credit Indices. The Government Index includes treasuries (i.e., public obligations of the US Treasury that have remaining maturities of more than one year) and agencies (i.e., publicly issued debt of US Government agencies, quasi-federal corporations, and corporate or foreign debt guaranteed by the US Government). The Credit Index includes publicly issued US corporate and foreign debentures and secured notes that meet specified maturity, liquidity, and quality requirements.

### About Risk

**Fixed income securities** may carry one or more of the following risks: credit, interest rate (as interest rates rise bond prices usually fall), inflation and liquidity. **Foreign and emerging market securities** may be subject to greater political, economic, environmental, credit, currency and information risks. Foreign securities may be subject to higher volatility than US securities due to varying degrees of regulation and limited liquidity. These risks are magnified in emerging markets. **Below investment grade fixed income securities** may be subject to greater risks (including the risk of default) than other fixed income securities. **Mortgage-related and asset-backed securities** are subject to the risks of the mortgages and assets underlying the securities. Other related risks include prepayment risk, which is the risk that the securities may be prepaid, potentially resulting in the reinvestment of the prepaid amounts into securities with lower yields.

CREDIT QUALITY (%)		
	Fund	Index
US Treasuries	11.6	57.9
AAA	5.7	5.2
AA	4.9	6.4
A	13.6	15.2
BAA	32.7	15.3
BA	4.7	-
B	1.6	-
CAA & Lower	0.2	-
Not Rated	3.7	-
Cash & Equivalents	21.2	-

DURATION DISTRIBUTION (%)		
	Fund	Index
Less than 1 Yr.	2.6	1.4
1 to 3 Yrs.	14.0	31.3
3 to 5 Yrs.	18.7	21.8
5 to 7 Yrs.	14.4	13.2
7 to 10 Yrs.	13.9	10.7
10 Yrs. or more	15.2	21.6
Cash & Equivalents	21.2	-

MATURITY DISTRIBUTION (%)		
	Fund	Index
Less than 1 Yr.	9.4	1.1
1 to 3 Yrs.	13.7	29.3
3 to 5 Yrs.	18.6	20.3
5 to 7 Yrs.	7.9	13.0
7 to 10 Yrs.	14.6	12.3
10 Yrs. or more	14.5	24.1
Cash & Equivalents	21.2	-

Portfolio composition statistics are from the adviser's internal system and may not match the fund's regulatory documents. Due to rounding, **Sector, Currency, Country, Quality, Duration and Maturity** totals may not equal 100%. This portfolio is actively managed and characteristics are subject to change. **Credit Quality** reflects the highest credit rating assigned to individual holdings of the fund among Moody's, S&P or Fitch; ratings are subject to change. The fund's shares are not rated by any rating agency and no credit rating for fund shares is implied. Bond credit ratings are measured on a scale that generally ranges from AAA (highest) to D (lowest). **Cash & Equivalents** may include unsettled trades, fees and/or derivatives. **ABS/RMBS**: Asset-Backed Securities/Residential Mortgage-Backed Securities. **Agency MBS**: Agency Mortgage-Backed Securities. **CMBS**: Commercial Mortgage-Backed Securities. **Emerging Markets Debt** in the sector distribution is defined as US dollar denominated, non-investment grade bonds, which are from a country on the firm approved Emerging Markets list based on Bloomberg Emerging Markets Ex-Aggregate Index.

The 30-day SEC yield is a standardized calculation, calculated by dividing the net investment income per share for the 30-day period by the maximum offering price per share at the end of the period and annualizing the result. Treasury Inflation-Protected Securities (TIPS) are designed to provide protection against inflation through monthly adjustments to the principal value of TIPS, which increases with inflation and decreases with deflation as measured

by the Consumer Price Index. Monthly principal adjustments for inflation (increases and decreases) are excluded from the 30-day SEC yield calculation. Such adjustments can vary substantially from one month to the next, and if they were included, may materially impact the 30-day SEC yield either higher or lower. A subsidized 30-day SEC yield reflects the effect of fee waivers and expense reimbursements. The SEC yield is not based upon distributions of the fund and actual income distributions may be higher or lower than the 30-day SEC yield amounts. During periods of unusual market conditions and/or activity in the sales or redemptions of fund shares, the fund's 30-day SEC yield amounts may be materially higher or lower than its actual income distributions. Unsubsidized 30-day SEC yield is calculated using the gross expenses of the fund. Gross expenses do not include any fee waivers or reimbursement.

**Before investing, consider the fund's investment objectives, risks, charges, and expenses. Please visit [www.loomissayles.com](http://www.loomissayles.com) or call 800-225-5478 for a prospectus and a summary prospectus, if available, containing this and other information. Read it carefully.**

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