

# Limited Term Government and Agency Fund

**MANAGEMENT TEAM**

Christopher T. Harms  
Cliff V. Rowe, CFA  
Kurt L. Wagner, CFA, CIC

**BENCHMARK**

Bloomberg Barclays US 1-5 Year Government Bond Index

**HIGHLIGHTS**

- Focuses on securities that are issued or guaranteed by the US government or its agencies<sup>1</sup>
- Emphasizes intermediate-term securities with a yield advantage and relative price stability
- Seeks securities that will provide the fund with an effective portfolio duration of 2 to 4 years
- Average credit quality of holdings is typically equal to the credit rating of the US government's long term debt

**OBJECTIVE**

Seeks high current return consistent with preservation of capital

**FUND FACTS**

Fund inception	1/3/89
Total net assets	\$756.0M
Morningstar category	Short Government
Average maturity	2.79 yrs
Average duration	2.01 yrs
Turnover (at 9/30/18)	157%

Share class	Y
Inception	3/31/94
Ticker	NELYX
CUSIP	543487326
Gross expense ratio	0.55%
Net expense ratio	0.55%
Subsidized 30-day SEC yield	1.22%
Unsubsidized 30-day SEC yield	1.22%

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

**PERFORMANCE (%)**

	CUMULATIVE RETURN		AVERAGE ANNUALIZED RETURN			
	3 MO	YTD	1 YEAR	3 YEAR	5 YEAR	10 YEAR
<b>CLASS Y</b>	1.57	2.62	4.01	1.39	1.38	2.34
<b>BENCHMARK</b>	1.85	3.09	4.94	1.32	1.53	1.72

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 once the expense cap of the fund has been exceeded. This arrangement is set to expire on 1/31/20. When an expense cap has not been exceeded, the fund may have similar expense ratios and/or yields. Unsubsidized 30-day SEC yield is calculated using the gross expenses of the fund.

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

**CALENDAR YEAR PERFORMANCE (%)**

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
<b>CLASS Y</b>	1.39	1.09	0.95	0.47	1.87	-0.60	3.41	2.85	5.38	8.08
<b>BENCHMARK</b>	1.53	0.69	1.02	0.93	1.18	-0.12	0.97	3.21	3.57	0.98

<sup>1</sup> US Government guarantees relate to the timely payment of principal and interest of the fund's portfolio securities and not the shares of the fund, which will fluctuate in value.

**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
US Treasury	39.6	96.1
Agency MBS	34.4	-
ABS/RMBS	2.3	-
CMBS	2.1	-
US Agency	0.3	3.8
Investment Grade Credit	-	0.1
Cash & Equivalents	21.3	-

CURRENCY DISTRIBUTION (%)		
	Fund	Index
US Dollar	100	100

COUNTRY DISTRIBUTION (%)		
	Fund	Index
United States	100	100

*The Bloomberg Barclays US 1-5 Year Government Bond Index is an unmanaged index of bonds issued by the US government and its agencies having maturities of between one and five years. Indices are unmanaged. It is not possible to invest directly in an index.*

CREDIT QUALITY (%)		
	Fund	Index
US Treasuries	39.6	96.1
AAA	39.1	3.8
AA	-	-
A	-	-
BAA	-	-
BA	-	-
B	-	-
CAA & Lower	-	-
Not Rated	-	-
Cash & Equivalents	21.3	-

DURATION DISTRIBUTION (%)		
	Fund	Index
Less than 1 Yr.	22.6	3.0
1 to 3 Yrs.	24.9	60.6
3 to 5 Yrs.	25.3	36.4
5 to 7 Yrs.	4.6	-
7 to 10 Yrs.	1.3	-
10 Yrs. or more	-	-
Cash & Equivalents	21.3	-

MATURITY DISTRIBUTION (%)		
	Fund	Index
Less than 1 Yr.	6.3	2.5
1 to 3 Yrs.	26.1	59.6
3 to 5 Yrs.	35.9	37.9
5 to 7 Yrs.	7.9	-
7 to 10 Yrs.	1.9	-
10 Yrs. or more	0.7	-
Cash & Equivalents	21.3	-

**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. **US government agency securities** are not insured and may not be guaranteed by the US government. **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.

*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 Barclays Emerging Markets Ex-Aggregate Index.*

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

**Natixis Distribution, L.P. (fund distributor, member FINRA|SIPC) and Loomis, Sayles & Company, L.P. are affiliated.**

NOT FDIC INSURED • MAY LOSE VALUE • NO BANK GUARANTEE

1160231.7.4  
MALR022301-0819