

# Multi-Asset Income Fund

## MANAGEMENT TEAM

Tom Fahey  
Kevin P. Kearns  
Maura T. Murphy, CFA

## OBJECTIVE\*

Seeks current income with a secondary objective of capital appreciation

## BENCHMARK

Bloomberg Barclays US Aggregate Index

## HIGHLIGHTS

- Tactical multi-asset portfolio
- The top-down asset allocation process emphasizes a global cyclical analysis framework which is designed to help assess income opportunities and to optimize asset allocation
- Bottom-up security selection process focuses on quality of income and sources our best ideas across the firm by leveraging Loomis Sayles' expertise in fundamental research
- Disciplined and active risk management is incorporated throughout the investment process and is integral to the strategy's pursuit of its investment goal
- Under normal market conditions, the fund typically invests 20-80% of its assets in fixed-income securities and 30-70% in equity securities
- The fund is not required to allocate investments among asset classes in any fixed proportion and may invest up to 100% of assets in either equity securities or fixed-income securities

\*The fund's investment goal is non-fundamental, which means it may be changed without shareholder approval. The fund will provide 60 days' prior written notice to shareholders before changing the investment goal.

Prior to the stock market close August 31, 2015, the Fund had multiple sub-advisers. The performance results shown above for the periods prior to the stock market close August 31, 2015 reflect results achieved by those sub-advisers using different investment strategies.

Prior to the inception of Class Y shares (12/3/2012), performance is that of Class A shares and reflects the higher net expenses of that share class. Not all share classes are available for purchase by all investors. See the prospectus for more details.

Institutional Class shares (Class Y) are available to institutional investors only with a 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 4/30/19. When an expense cap has not been exceeded, the fund may have similar expense ratios and/or yields.

## FUND FACTS

Fund inception	11/17/05
Total net assets	\$146.8M
Turnover (at 12/31/17)	221%

Share class	Y
Inception	12/3/12
Ticker	YIDPX
CUSIP	63872R582
Gross expense ratio	0.91%
Net expense ratio	0.73%
Subsidized 30-day SEC yield	4.09%
Unsubsidized 30-day SEC yield	3.77%

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
CLASS Y	3.24	0.91	4.65	9.00	7.40	8.61
BENCHMARK	0.02	-1.60	-1.22	1.31	2.16	3.77

## CALENDAR YEAR PERFORMANCE (%)

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
CLASS Y	12.77	10.38	-1.72	13.05	5.93	13.26	7.21	16.73	33.32	-25.26	-2.80
BENCHMARK	3.54	2.65	0.55	5.97	-2.02	4.21	7.84	6.54	5.93	5.24	6.97

Performance data shown represents past performance and is no guarantee of, and not necessarily indicative 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
Banking	18.2
Basic Industry	3.6
Capital Goods	5.1
CMBS	0.2
Communications	6.1
Consumer Cyclical	3.7
Consumer Non-Cyclical	6.7
Electric	1.1
Energy	22.9
Finance Companies	1.4
Financial Other	1.8
Industrial Other	0.5
Insurance	4.3
REITs	0.5
Technology	10.2
Transportation	3.3
Sovereign Bonds/ Supranationals	7.3
Cash & Equivalents	2.8

## ASSET ALLOCATION (%)

	Fund
Bank Loans	8.8
Convertibles	0.8
Emerging Markets Debt	7.1
Global Equity	10.5
High Yield Credit	14.0
Investment Grade Credit	6.7
MLPs	4.9
Preferred	13.1
REITs	0.7
Securitized	0.2
US Equity	30.6
Cash & Equivalents	2.8

## CREDIT QUALITY (%)

	Fund
US Treasurys	-
AA	0.6
A	1.2
BAA	10.3
BA	16.4
B	17.7
CAA & Lower	1.8
Not Rated	-
Equity	49.1
Cash & Equivalents	2.8

The Bloomberg Barclays US Aggregate Index represents securities that are SEC-registered, taxable, and dollar denominated. The index covers the US investment grade fixed rate bond market, with index components for government and corporate securities, mortgage pass-through securities, and asset-backed securities. These major sectors are subdivided into more specific indices that are calculated and reported on a regular basis. Indices are unmanaged. It is not possible to invest directly in an index.

## REGIONAL ALLOCATION (%)

	Fund
North America	68.6
Europe	19.5
Emerging Markets	9.1
Developed Asia	2.7

## TOP 10 CURRENCIES (ex USD) (%)

	Fund
Euro	4.3
Japanese Yen	1.1
British Pound	1.0
South African Rand	0.5
Canadian Dollar	0.4
Indonesian Rupiah	0.2
Hong Kong Dollar	0.2
New Zealand Dollar	0.1
Danish Krone	0.1
Norwegian Krone	0.1

Portfolio composition statistics are from the adviser's internal system and may not match the fund's regulatory documents. Due to rounding, Sector Distribution, Asset Allocation, Quality, Regional Allocation and Currency totals may not equal 100%. This fund 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. Duration for equity securities is deemed to be zero.

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.

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

## ABOUT RISK

Asset allocation strategies do not guarantee a profit or protect against a loss. Equity securities are volatile and can decline significantly in response to broad market and economic conditions. 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. Below investment grade fixed income securities may be subject to greater risks (including the risk of default) than other fixed income securities. 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 U.S. securities, due to varying degrees of regulation and limited liquidity. These risks are magnified in emerging markets. Real estate investing may be subject to risks including, but not limited to, declines in the value of real estate, risks related to general economic conditions, changes in the value of the underlying property owned by the trust and defaults by borrowers. Master Limited Partnerships (MLPs) may trade less frequently than traditional investments such as equities, which may result in erratic price movement or difficulty in buying or selling. MLPs are subject to significant regulation and may be adversely affected by changes in the regulatory environment including the risk that an MLP could lose its tax status as a partnership. Derivatives involve risk of loss and may entail additional risks. Because derivatives depend on the performance of an underlying asset, they can be highly volatile and are subject to market and credit risks.



**GOAL**

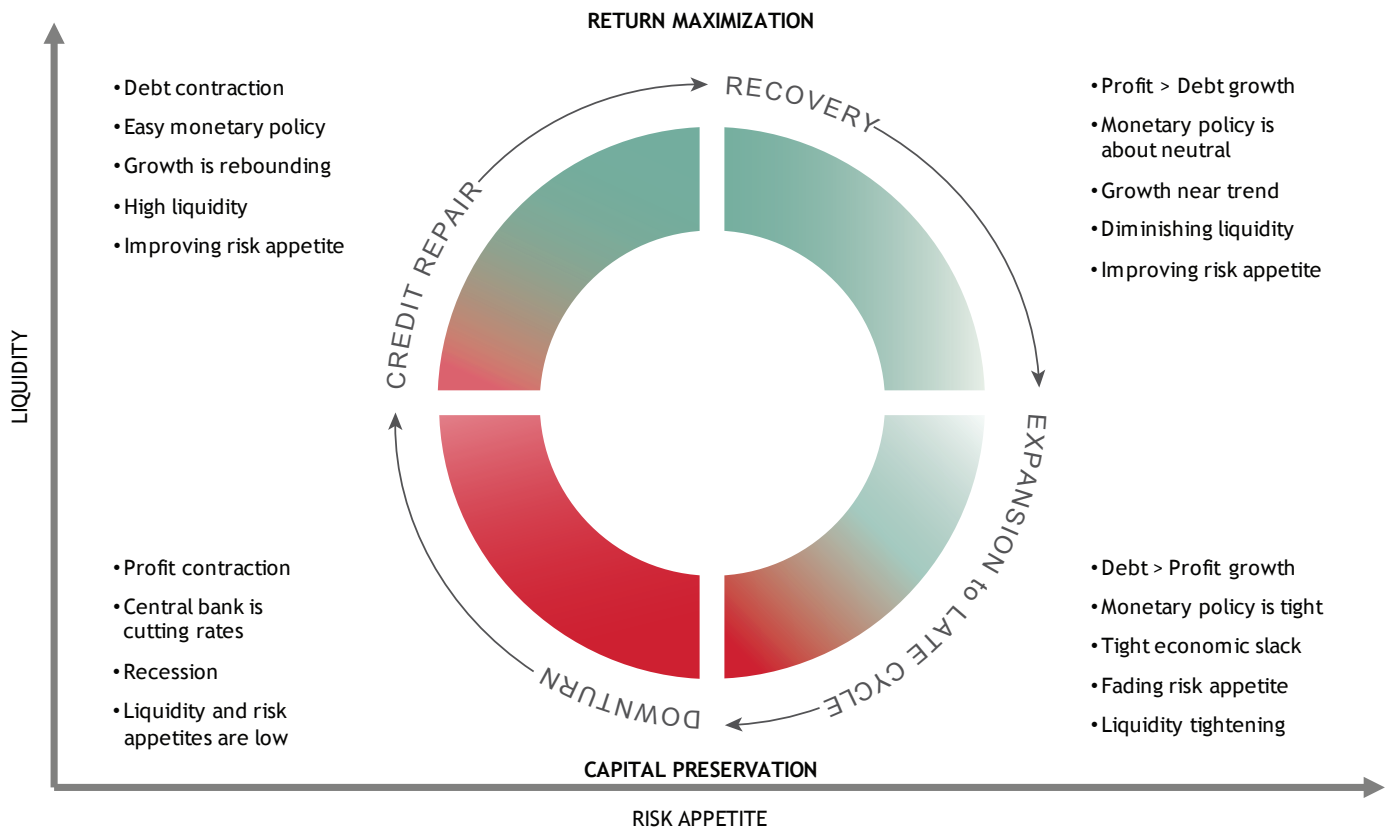
- To deliver consistently strong income
- Enhance yield of fixed income, reduce equity volatility

**WE BELIEVE**

- We are in a yield-starved world that is likely to persist
- Low yields typically push investors out the risk spectrum
- Reaching for yield is not the only solution

**WHY LOOMIS SAYLES MULTI-ASSET INCOME**

- Our solution involves a thorough understanding of the various types of income globally and emphasizes quality instead of merely reaching for yield
- Look to add diversification and alpha<sup>1</sup> through tactical allocation throughout the economic cycle
- Flexibility to adapt to a changing market environment is key
- Economic cycle analysis and tactical exposure adjustments can help to seek a better risk-adjusted return
- Strong security selection enhances allocation decision
- Combining the quality of income and awareness of market factors can help to diversify return streams
- Our emphasis on quality of income is designed to help manage drawdown risk and protect capital in many economic environments



Green shaded areas denote generally positive economic conditions; red shaded areas denote generally weak economic conditions at each point in the credit cycle.

This material is provided for informational purposes only and should not be construed as investment advice. Investment decisions should consider the individual circumstances of the particular investor. This reflects the current opinions of the sector team and views are subject to change at any time without notice. Other industry analysts and investment personnel may have different views and opinions.

Diversification does not ensure a profit or guarantee against loss.

<sup>1</sup>Alpha is a measure of the difference between a portfolio's actual returns and its expected performance, given its level of systematic market risk. A positive alpha indicates outperformance and negative alpha indicates underperformance relative to the portfolio's level of systematic risk.