US High Yield

MANAGEMENT TEAM
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OBJECTIVE
- Seeks to outperform the Bloomberg Barclays US Corporate High Yield 2% Issuer Capped Index through a diversified and actively managed exposure to the US high yield credit market
- Seeks to achieve gross returns of 100-125 basis points in excess of the Bloomberg Barclays US Corporate High Yield 2% Issuer Capped Index with tracking error of 100-200 basis points

HIGHLIGHTS
- Primarily seek to leverage the insight of Loomis Sayles high yield sector team to outperform through issue and sector selection
- Modify relative market exposure based on macro views of credit cycle
- We believe we can isolate value through intensive fundamental credit research
- We believe we can exploit opportunities through alteration of portfolio positioning based on disciplined process consisting of our macro outlook, credit cycle theory, and examination of market technicals
- Bottom-up security selection in the US high yield market is the primary driver of performance; also seek to add value through limited exposure to off-benchmark positions (maximum 20%)
- Duration: (+/-) 2 years relative to index
- Maximum industry exposure: 25%
- Maximum issuer exposure: 3%
- Maximum investment grades corporate exposure: 10%
- At the time of purchase, minimum portfolio average quality must be B-

BENCHMARK
Bloomberg Barclays US Corporate High Yield 2% Issuer Capped Index

FACTS
| Strategy inception | 7/1/09 |
| Strategy assets   | $3,951.2M |
| Composite inception | 10/1/09 |
| Composite assets  | $793.3M |

PORTFOLIO CHARACTERISTICS
- Average maturity: Composite 3.85 yrs, Index 3.93 yrs
- Average duration: Composite 2.94 yrs, Index 3.00 yrs
- Average yield: Composite 5.76%, Index 5.69%
- Average credit quality: Composite BA3, Index B1
- Average number of issues: Composite 228, Index -
- Weighted average coupon: Composite 6.36%, Index 6.38%
- OAS: Composite 373 bps, Index 377 bps

COMPOSITE PERFORMANCE (%)

<table>
<thead>
<tr>
<th>CUMULATIVE RETURN</th>
<th>AVERAGE ANNUALIZED RETURN</th>
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<tbody>
<tr>
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<td>3 MO</td>
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<tr>
<td>GROSS</td>
<td>0.59</td>
</tr>
<tr>
<td>NET</td>
<td>0.48</td>
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<tr>
<td>BENCHMARK</td>
<td>1.33</td>
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COMPOSITE PERIOD PERFORMANCE (%)

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</thead>
<tbody>
<tr>
<td>GROSS</td>
<td>-2.93</td>
<td>8.03</td>
<td>16.29</td>
<td>-1.77</td>
<td>3.38</td>
<td>9.05</td>
<td>16.85</td>
<td>3.64</td>
<td>15.89</td>
<td>5.55</td>
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<tr>
<td>NET</td>
<td>-3.37</td>
<td>7.56</td>
<td>15.72</td>
<td>-2.26</td>
<td>2.86</td>
<td>8.51</td>
<td>16.27</td>
<td>3.13</td>
<td>15.32</td>
<td>5.42</td>
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<tr>
<td>BENCHMARK</td>
<td>-2.08</td>
<td>7.50</td>
<td>17.13</td>
<td>-4.43</td>
<td>2.46</td>
<td>7.44</td>
<td>15.78</td>
<td>4.96</td>
<td>14.94</td>
<td>6.18</td>
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2009: since composite inception 10/1/2009

Performance data shown represents past performance and is no guarantee of future results. Current performance may be lower or higher than quoted. Returns are shown in US dollars and are annualized for one and multi-year periods. Gross returns are net of trading costs. Net returns are gross returns less effective management fees.

There is no guarantee that the investment objective will be realized or that the strategy will generate positive or excess return.
KEY RISKS

Credit Risk, Issuer Risk, Interest Rate Risk, Liquidity Risk, Prepayment Risk and Extension Risk. Investing involves risk including possible loss of principal.

Due to rounding, Sector, Currency, Country, Credit Quality, Duration and Maturity distribution totals may not equal 100%. This portfolio is actively managed and characteristics are subject to change. Credit Quality reflects the middle credit rating assigned to individual holdings of the composite by Moody’s, S&P or Fitch; ratings are subject to change. 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 Ex-Aggregate Index.

The US High Yield Composite includes all discretionary separate accounts with market values greater than $5 million managed by Loomis Sayles with investment guidelines that allow for a diversified, actively managed exposure to the US High Yield credit market which emphasizes a disciplined portfolio construction and risk assessment process in fixed income and related investments of any maturity and credit quality, including lower-rated fixed income investments, derivatives, and bonds with equity like features. The Composite was created in 2010. For additional information on this and other Loomis Sayles strategies, please visit our web site at www.loomissayles.com.

MALR024085-0923