Investment Grade Securitized Credit

Management Team

Portfolio Manager

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Highlights

- Credit focused strategy that seeks to outperform through both security selection and sector allocation within the non-agency securitized asset classes
- Seeks to maintain an investment grade risk profile but can hold securities if downgraded below investment grade
- Minimum average rating: BBB- at time of purchase
- Securitized credit generally results in a portfolio with shorter duration than the overall fixed income market
- Duration is typically (+/-) 2 years of the benchmark duration
- Ability to purchase agency mortgage-backed securities (agency MBS) for opportunistic as well as liquidity purposes

Objective

Pursues high current income and total return through diversified credit exposure to securitized assets including asset-backed securities (ABS), collateralized loan obligation securities (CLO), commercial mortgage-backed securities (CMBS) and non-agency residential mortgage-backed securities (RMBS)

Benchmark

ICE BofA ABS & CMBS Index

Facts

Strategy inception	5/1/09
Composite inception	5/1/09
Strategy assets	$2,100.8M
Composite assets	$899.3M

Portfolio Characteristics^

	Composite	Index
Average maturity	3.18 yrs	3.09 yrs
Average duration	2.34 yrs	2.64 yrs
Average yield	5.95%	4.74%
Average credit quality	A3	AA2
Average number of issues	349	-
Weighted average coupon	4.64%	4.19%
OAS	202 bps	99 bps

Composite Performance (%) as of September 30, 2025

	CUMULATIVE RETURN		ANNUALIZED TOTAL RETURN				
	3 MO	YTD	1 YEAR	3 YEAR	5 YEAR	10 YEAR	SINCE INCEPTION
GROSS	1.68	5.82	6.83	8.56	4.57	4.55	7.13
NET	1.56	5.43	6.30	8.04	4.14	4.17	6.75
BENCHMARK	1.56	5.28	5.13	5.87	2.00	2.67	4.18

Calendar Year Performance (%)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
GROSS	10.29	8.46	-5.93	2.84	5.85	5.72	3.68	5.46	4.14	2.68
NET	9.75	7.93	-6.22	2.53	5.53	5.40	3.35	5.12	3.80	2.35
BENCHMARK	5.96	5.55	-7.20	0.05	5.20	5.89	1.74	2.84	2.71	0.81

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.* ***Returns may increase or decrease as a result of currency fluctuations.***

Indices are unmanaged and do not incur fees. It is not possible to invest directly in an index.

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

^Performance and risk metrics are calculated on a gross-of-fee basis and do not reflect the deduction of fees and expenses. Please see the Composite trailing returns for standard gross and net performance.

Average Yield is Yield to Effective Maturity. Duration and Maturity for equity securities are deemed to be zero.

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SECTOR DISTRIBUTION (%)

	Composite	Index
ABS	46.9	49.3
CMBS	18.0	27.4
RMBS	10.3	2.8
CDO/CLO	9.4	-
Agency CMBS	6.0	20.1
Agency CMO	1.8	-
Other	0.3	-
Cash & Equivalents	7.3	0.3

CURRENCY DISTRIBUTION (%)

	Composite	Index
US Dollar	100	100

COUNTRY DISTRIBUTION (%)

	Composite	Index
United States	87.3	98.1
Cayman Islands	10.5	0.6
Bermuda	1.0	0.3
Ireland	0.7	-
China	0.6	0.1
Canada	-	0.7
Barbados	-	0.1

CREDIT QUALITY (%)

	Composite	Index
US Treasurys	-	-
AAA	12.3	65.4
AA	26.4	19.5
A	17.8	8.6
BAA	33.1	6.3
BA	4.1	-
B	4.6	-
CAA & Lower	1.7	-
Not Rated	-	0.1
Cash & Equivalents	7.3	0.3

DURATION DISTRIBUTION (%)

	Composite	Index
Less than 1 Yr.	22.9	23.2
1 to 3 Yrs.	37.3	36.9
3 to 5 Yrs.	24.2	27.3
5 to 7 Yrs.	4.7	9.7
7 to 10 Yrs.	3.6	2.5
10 Yrs. or more	-	0.1
Cash & Equivalents	7.3	0.3

MATURITY DISTRIBUTION (%)

	Composite	Index
Less than 1 Yr.	13.4	19.2
1 to 3 Yrs.	32.1	34.5
3 to 5 Yrs.	27.2	28.4
5 to 7 Yrs.	9.6	11.6
7 to 10 Yrs.	10.2	5.5
10 Yrs. or more	0.1	0.4
Cash & Equivalents	7.3	0.3

KEY RISKS

Credit Risk, Issuer Risk, Interest Rate Risk, Liquidity Risk, Derivatives Risk, Leverage Risk, Counterparty Risk, Non-US Securities Risk, Prepayment Risk, Extension Risk and Management 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 highest credit rating assigned to individual holdings of the composite among Moody's, S&P or Fitch; ratings are subject to change. **Cash & Equivalents** may include unsettled trades, fees and/or derivatives. Negative Cash & Equivalents reflect the market value of future trade commitments for the portfolio. Cash exposure for the Index represents accrued income provided by Bloomberg. **ABS**: Asset-Backed Securities. **Agency CMBS**: Agency Commercial Mortgage-Backed Securities. **Agency CMO**: Agency Collateralized Mortgage Obligations. **CMBS**: Commercial Mortgage-Backed Securities. **RMBS**: Residential Mortgage-Backed Securities.*

Effective 6/30/2020 the Composite formerly known as Securitized Credit changed its name. The Composite includes all discretionary accounts with market values of at least $25 million managed by Loomis Sayles, with a credit focused strategy and guidelines that allow for investment grade average credit risk profile with the following additional considerations. The Composite seeks a high level of current income and total return through diversified exposure to non-agency securitized sectors: ABS, CMBS, and Non-agency MBS. The Composite inception date is May 1, 2009. The Composite was created in September 2010. For additional information on this and other Loomis Sayles Strategies, please visit our website at www.loomissayles.com.

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