

Core Fixed Income with Securitized Asset Fund Managed Account

MARKETING COMMUNICATION

Management Team

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Objective

Seeks to outperform the Bloomberg US Aggregate Index while maintaining a benchmark-aware risk return objective

Highlights

- Individual investment ideas are evaluated on the basis of their investment return potential and contribution to portfolio risk
- Top-down macroeconomic analysis combined with bottom-up security selection helps drive portfolio construction
- Seek to create portfolios diversified by sector, industry and issuer
- Investment flexibility is constrained to the investment grade portion (rated Baa3/BBB- or higher) of the US fixed income markets
- Duration bands: +/- 1 year (typically within +/- 0.25 year) relative to the benchmark
- All investments must be US dollar denominated
- Issuer maximum of 1%, Treasurys and Government-sponsored entities (GSEs) excluded
- Industry maximum of 25%
- May invest up to 45% in the Loomis Sayles Securitized Asset Fund for diversification purposes
- Investment universe typically includes US Treasurys, agencies, asset-backed securities (ABS), commercial mortgage-backed securities (CMBS), investment grade corporate bonds, mortgage-backed securities (MBS), and Yankee bonds

Benchmark

Bloomberg US Aggregate Index

Facts		Portfolio Characteristics [^]		Composite	Benchmark
Strategy inception	3/1/07	Average maturity		7.54 yrs	8.11 yrs
Composite inception	11/1/20	Average effective duration		6.00 yrs	5.94 yrs
Strategy assets	\$28,751.5M	Average yield to worst		4.43%	4.31%
Composite assets	\$1,159.3M	Average credit quality		AA3	AA3
		Weighted average coupon		2.49%	3.65%
		Average option-adjusted spread		46 bps	27 bps

Composite Performance (%) as of December 31, 2025

	CUMULATIVE TOTAL RETURN		ANNUALIZED TOTAL RETURN					SINCE INCEPTION
	3 MO	YTD	1 YEAR	3 YEAR	5 YEAR	10 YEAR		
GROSS	1.12	7.51	7.51	5.14	0.01	-		0.23
NET TOTAL WRAP FEE	0.74	5.93	5.93	3.59	-1.47	-		-1.25
NET MGMT FEE - INSTL	1.04	7.20	7.20	4.84	-0.28	-		-0.06
BENCHMARK	1.10	7.30	7.30	4.66	-0.36	-		-0.14

Calendar Year Performance (%)^{*}

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
GROSS	7.51	2.07	5.92	-13.02	-1.06	1.16	-	-	-	-
NET TOTAL WRAP FEE	5.93	0.57	4.36	-14.32	-2.52	0.91	-	-	-	-
NET MGMT FEE - INSTL	7.20	1.78	5.62	-13.28	-1.34	1.11	-	-	-	-
BENCHMARK	7.30	1.25	5.53	-13.01	-1.54	1.12	-	-	-	-

^{*}2020 performance is from the composite inception of 11/1/20

[^]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.

Performance data shown represents past performance and is no guarantee of future results. Current performance may be lower or higher than quoted.

Gross returns are net of trading costs. Net of total wrap fee returns reflect the deduction of an annual fee of 1.50%, the highest fee a managed account sponsor would have charged. Net of management fee (institutional) returns are gross returns less effective management fees and are only applicable to institutional portfolios. Additional information about fees can be found in Loomis Sayles' Form ADV, which is available upon request. 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.

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

Diversification does not ensure a profit or guarantee against a loss.

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SECTOR DISTRIBUTION (%)		
	Composite Benchmark	
Investment Grade Corporate	35.9	24.0
US Treasurys	25.0	45.6
Securitized Agency	24.2	25.0
Securitized Credit	11.5	1.2
US Agency	0.7	0.6
Other	0.1	-
Government Related	-	3.2
Municipals	-	0.5
Cash & Equivalents	2.5	-

CURRENCY DISTRIBUTION (%)		
	Composite Benchmark	
US Dollar	100	100

COUNTRY DISTRIBUTION (%)		
	Composite Benchmark	
United States	94.6	93.5
Canada	2.1	1.1
Cayman Islands	1.3	-
Japan	1.0	0.5
Belgium	0.9	0.1
Ireland	-	0.1
China	-	0.1
Supra National	-	1.3
Other	-	3.3

CREDIT QUALITY (%)		
	Composite Benchmark	
US Treasurys	25.0	45.6
AAA	7.0	3.5
AA	33.1	29.8
A	20.4	11.2
BAA	10.2	9.9
BA	0.1	-
B	0.1	-
CAA & Lower	-	-
Not Rated	1.4	-
Cash & Equivalents	2.5	-

DURATION DISTRIBUTION (%)		
	Composite Benchmark	
Less than 1 Yr.	7.5	1.7
1 to 3 Yrs.	20.5	28.2
3 to 5 Yrs.	21.9	21.3
5 to 7 Yrs.	10.2	17.3
7 to 10 Yrs.	24.4	15.2
10 Yrs. or more	13.0	16.3
Cash & Equivalents	2.5	-

MATURITY DISTRIBUTION (%)		
	Composite Benchmark	
Less than 1 Yr.	9.0	1.0
1 to 3 Yrs.	18.9	24.1
3 to 5 Yrs.	17.0	19.6
5 to 7 Yrs.	9.7	13.8
7 to 10 Yrs.	20.6	23.5
10 Yrs. or more	22.2	18.1
Cash & Equivalents	2.5	-

The Bloomberg 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 passthrough 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 and do not incur fees. It is not possible to invest directly in an index.

IMPORTANT INFORMATION ON RISK: **Investing involves risk, including possible loss of principal. Fixed-income securities** may be susceptible to general movements in the bond market and are subject to credit and interest rate risks. **Credit risk** arises from an issuer's ability to make interest and principal payments when due, as well as the prices of bonds declining when an issuer's credit quality is expected to deteriorate. **Interest rate risk** occurs when interest rates rise causing bond prices to fall. The issuer of a debt security may be able to repay principal prior to the security's maturity, known as **prepayment (call) risk**, because of an improvement in its credit quality or falling interest rates. In this event, this principal may have to be reinvested in securities with lower interest rates than the original securities, reducing the potential for income.

DEFINITIONS: **Average Maturity** is the individual maturity date of each bond weighted relative to the total market value to arrive at the average number of years until the bonds reach maturity. **Average Effective Duration** is the interest rate sensitivity, or the rate of change in the price relative to the change in interest rates subject to certain embedded options that can change the maturity such as call options or put options. **Average Yield to Worst (YTW)** is the lowest potential yield that can be received on a bond without the issuer actually defaulting. The YTW is calculated by making worst-case scenario assumptions on the issue by calculating the return that would be received if the issuer uses provisions, including prepayments, calls, or sinking funds. This metric is used to evaluate the worst-case scenario for yield to help investors manage risks and ensure that specific income requirements will still be met even in the worst scenarios. **Average Credit Quality** of an investment portfolio is a weighted average of the credit ratings of all the debt securities it holds, providing a snapshot of the overall creditworthiness and risk. Please see our Credit Quality Methodology in the Important Disclosure section. **Weighted Average Coupon** is the yield paid by a fixed-income security; a fixed-income security's coupon rate is simply the annual coupon payments paid by the issuer relative to the bond's face or par value. The coupon rate is the yield the bond paid on its issue date. **Average Option-Adjusted Spread** is the additional offered beyond the risk-free rate which accounts for cashflow optionality as interest rates change. In other words, it is the spread that needs to be added to the risk-free interest rate curve to discount the cashflows to match the market price while factoring in all embedded.



IMPORTANT DISCLOSURE

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 ratings on underlying securities of the holdings within the Composite are received from S&P, Moody's and Fitch and converted to the equivalent Moody's major rating category. This breakdown is provided by Loomis Sayles and takes the highest rating of the three agencies with separate categories for Cash & Equivalents and US Treasurys. In absence of a rating from S&P, Moody's or Fitch, a rating determined by the Loomis Sayles Research Department will be used. Below investment grade is represented by a rating below Baa3. Not Rated securities do not necessarily indicate low quality. Ratings and portfolio credit quality may change over time. **Cash & Equivalents** may include unsettled trades, fees and/or derivatives. **Country Distribution, "Other"** generally includes cash and countries that are not included in the above stated countries, by market weight. In some instances the countries will vary and, due to rounding, totals may not equal 100%.

The Composite includes all discretionary Managed Accounts with market values greater than \$100,000 managed by Loomis Sayles with investment guidelines prescribing investment in liquid U.S. dollar denominated bonds that do not allow high yield, may invest up to 45% in the Loomis Sayles Securitized Asset Fund and has a benchmark of the Bloomberg U.S. Aggregate Index. Proprietary quantitative models are employed in portfolio construction and risk assessment. Loomis Sayles's security level research and tactical sector allocation are primary alpha sources for this product. Yield curve and duration management are additional tools utilized by the portfolio management team. The Composite inception date is November 1, 2020. The Composite was created in November 2020.

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