Active US Treasury (1yr-30yr)

MARKETING COMMUNICATION

Management Team

Portfolio Manager
Michael Gladchun

Objective

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

Benchmark

Bloomberg US Treasury Index

Highlights

- The investment process utilizes fundamental analysis of macro-economic trends and policies and also quantitative signals to guide positioning in duration, yield curve and TIPS
- The strategy utilizes a tactical, rules based process designed to seek alpha in an unbiased, risk controlled manner
- The strategy tends to have a large relative overweight to more liquid on-the-run Treasury securities
- Duration bands: +/- 1.5 years relative to the benchmark
- Investment in TIPS limited to 15% of duration contribution
- Investment universe includes US Treasury bills, notes, bonds, agency discount notes, TIPS and STRIPS
- All investments must be US dollar denominated
- Eligible derivatives may include US Treasury futures

Facts

Strategy inception	1/30/20
Composite inception	3/1/20
Strategy assets	$688.6M
Composite assets	$616.6M

Portfolio Characteristics^	Composite	Index
Average maturity	6.85 yrs	7.66 yrs
Average duration	5.58 yrs	5.74 yrs
Average yield	4.39%	4.37%
Average credit quality	AA1	AA1
Average number of issues	19	-
Weighted average coupon	2.88%	3.34%
OAS	0 bps	0 bps

Composite Performance (%) as of June 30, 2026

	CUMULATIVE TOTAL RETURN		ANNUALIZED TOTAL RETURN				
	3 MO	YTD	1 YEAR	3 YEAR	5 YEAR	10 YEAR	SINCE INCEPTION
GROSS	0.44	0.76	3.25	3.60	0.30	-	0.56
NET	0.40	0.69	3.10	3.45	0.16	-	0.42
BENCHMARK	0.32	0.28	2.71	3.17	-0.42	-	-0.32

Calendar Year Performance (%)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
GROSS	7.08	0.80	4.00	-10.89	-1.51	4.37	-	-	-	-
NET	6.92	0.65	3.84	-11.00	-1.64	4.26	-	-	-	-
BENCHMARK	6.32	0.58	4.05	-12.46	-2.32	2.70	-	-	-	-

2020 performance is from the composite inception of 3/1/2020

^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 returns are gross returns less effective management fees. Retu*rns 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.

Commodity, interest and derivative trading involves substantial risk of loss.

SECTOR DISTRIBUTION (%)

	Composite	Index
US Treasurys	82.4	100
Cash & Equivalents	17.6	-

CURRENCY DISTRIBUTION (%)

	Composite	Index
US Dollar	100	100

COUNTRY DISTRIBUTION (%)

	Composite	Index
United States	100	100

CREDIT QUALITY (%)

	Composite	Index
US Treasurys	82.4	100
AAA	-	-
AA	-	-
A	-	-
BAA	-	-
BA	-	-
B	-	-
CAA & Lower	-	-
Not Rated	-	-
Cash & Equivalents	17.6	-

DURATION DISTRIBUTION (%)

	Composite	Index
Less than 1 Yr.	-25.3	1.9
1 to 3 Yrs.	43.8	36.1
3 to 5 Yrs.	38.5	22.5
5 to 7 Yrs.	1.2	14.8
7 to 10 Yrs.	4.2	4.1
10 Yrs. or more	20.0	20.5
Cash & Equivalents	17.6	-

MATURITY DISTRIBUTION (%)

	Composite	Index
Less than 1 Yr.	-	1.5
1 to 3 Yrs.	17.2	34.5
3 to 5 Yrs.	29.6	21.4
5 to 7 Yrs.	10.1	12.3
7 to 10 Yrs.	1.5	9.3
10 Yrs. or more	24.1	21.0
Cash & Equivalents	17.6	-

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, **Currency**, **Sector**, **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.*

The Composite includes all discretionary accounts with market values greater than $1 million managed by Loomis Sayles with investment guidelines prescribing investment in U.S. Treasury securities with maturities that range from one to thirty year maturities and has a benchmark of the Bloomberg U.S. Treasury Index. The Composite inception date is March 1, 2020. The Composite was created in March 2020. For additional information on this and other Loomis Sayles strategies, please visit our web site at www.loomissayles.com.