

# Tactical Credit Asset Opportunities

## Management Team

### Portfolio Manager

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## Objective

Seeks to maximize return potential by investing in what we consider to be attractive issuers in the global investment grade credit, high yield credit, bank loan, securitized, and emerging markets sectors based on the current phase of the global credit cycle

## Benchmark

33% Bloomberg U.S. Corporate High Yield Index, 33% JP Morgan Emerging Markets Bond Index (EMBI) Global Diversified, 34% S&P UBS Leveraged Loan Index

## Highlights

- Multi asset credit (MAC) strategy that seeks to capture credit risk premiums in markets that we believe can offer strong risk-adjusted return potential over a full market cycle with a primarily sub-investment grade focus
- Asset allocation determined by evaluating the current stage of the global credit cycle and the attractiveness of the various sectors
- Top-down analysis driven by real-time market data, economic releases, and market technicals, coupled with our quantitative models
- Bottom-up analysis is driven by the portfolio management team's daily interaction with sector teams and the insights the teams generate

## Portfolio Construction

- Duration: 0 to 7 years
- Maximum below investment grade: 100%
- Currency: 20% maximum non-US dollar after hedges\*
- Leverage: None; not including use of futures for duration and interest rate management
- Sector ranges\*
  - Investment grade investments (US & non-US): 0-25%
  - High yield investments (US & non-US): 5-50%
  - Bank loans: 0-50%
  - CLO\*\*: 0-15%
  - Securitized (RMBS/CMBS/ABS): 0-25%
  - Emerging markets: 0-50%

### Facts

Strategy inception	6/30/20
Strategy assets	\$163.9M
Composite assets	\$163.9M

### Portfolio Characteristics<sup>^</sup>

Portfolio Characteristics <sup>^</sup>	Composite
Average maturity	5.87 yrs
Average duration	4.31 yrs
Yield to worst	7.60%
Average credit quality	BA3

## Composite Performance (%) as of December 31, 2025

	CUMULATIVE RETURN		ANNUALIZED TOTAL RETURN				
	3 MO	YTD	1 YEAR	3 YEAR	5 YEAR	10 YEAR	SINCE INCEPTION
<b>GROSS</b>	1.92	10.60	10.60	9.37	-	-	10.30
<b>NET</b>	1.79	10.05	10.05	8.83	-	-	9.76
<b>BENCHMARK</b>	1.92	9.54	9.54	10.01	-	-	10.70

\* Non-US-dollar-denominated investments may not exceed 20% of the Composite excluding The Senior Floating Rate Fund, LLC, which allows for up to 5% of its total assets in senior loans denominated in currencies other than USD.

\*\* CLOs are included within the securitized allocation.

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Since composite inception: 11/1/22

<sup>^</sup>Performance and risk statistics 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.** Returns for multi-year periods are annualized. 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.**

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

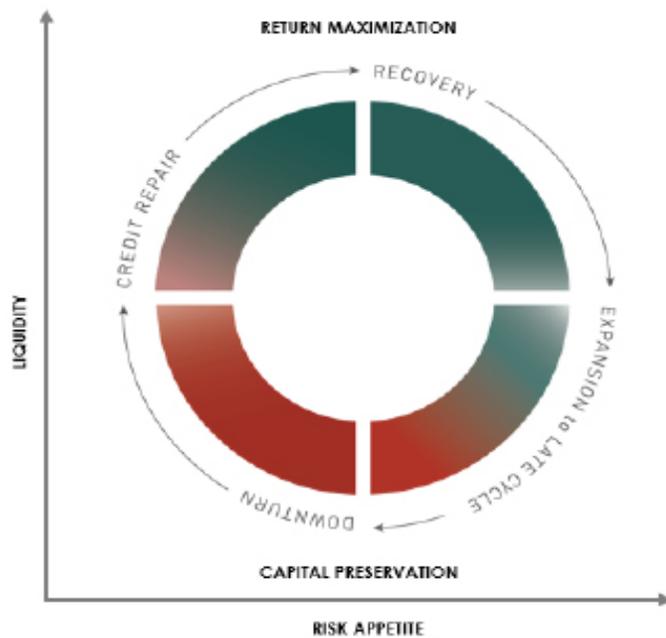
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SECTOR DISTRIBUTION (%)		CREDIT QUALITY (%)	
Bank Loans	18.7	AAA	0.0
Emerging Markets	46.9	AA	6.1
High Yield	22.1	A	2.1
Investment Grade	2.5	BAA	17.4
Securitized	3.6	BA	32.1
		B	36.7
		CAA & Lower	5.5
		Not Rated / Other	0.2

### Top Down Credit Cycle Theory

Categorizing country and region by stage of the credit cycle



The above chart is being shown for illustrative purposes only and should not be construed as investment advice. The information is not intended to represent any actual portfolio managed by Loomis Sayles.

### KEY RISKS

Credit Risk, Issuer Risk, Interest Rate Risk, Liquidity Risk, Non-US Securities Risk, Currency Risk, Derivatives Risk, Leverage Risk, Counterparty Risk, Prepayment Risk and Extension Risk. Investing involves risk including possible loss of principal.

Due to rounding, Sector and Credit Quality 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. NR consists of non-rated issues plus securities such as common stock, ADRs, ETFs, CDXs and forwards. Commodity, interest and derivative trading involves substantial risk of loss. Cash & Equivalents may include unsettled trades, fees and/or derivatives. ABS: Asset-Backed Securities. CMBS: Commercial Mortgage-Backed Securities. RMBS: Residential Mortgage-Backed Securities.

The Tactical Credit Asset Opportunities Composite includes all discretionary accounts with market values at least \$50 million managed by Loomis Sayles that seek to maximize risk-adjusted returns by allocating across the credit spectrum based on macro analysis of economic regimes and the global credit cycle. Accessing a broad investment opportunity set allows the product team to seek to create a diversified portfolio with what the team believes are the most attractive issuers in the global investment grade credit, high yield credit, bank loan, securitized and emerging markets. Interest rate duration is managed from zero to seven years. The Composite inception date is November 1, 2022. The Composite was created in January 2023.

For additional information on this and other Loomis Sayles strategies, please visit our web site at www.loomisayles.com.

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