Global Credit/Corporate GBP Hedged

MARKETING COMMUNICATION

Management Team

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Objective

Seeks to identify undervalued securities worldwide and create diversified global credit portfolios that provide risk-adjusted performance superior to the benchmark through balanced contributions of top-down and bottom-up sources

Highlights

- Follows a broad global universe of securities including corporate credits, asset-backed securities including mortgages, as well as government, quasi-government and agency securities
- Primarily invests in investment grade fixed income securities issued by corporate issuers worldwide
- Employs a value-driven, benchmark sensitive approach implemented within a risk-budgeting framework
- Seeks to identify and create diversified portfolios with undervalued and preferably discount securities across relevant risk factors, including sector, country, curve and specific credit
- Seeks to manage risk through diversification and continuous monitoring of absolute risk and tracking error from the benchmark
- Below investment grade: typically limited to 20%
- Emerging markets debt allocation: typically less than 20%
- Target tracking error: 1% to 3%, depending on the market environment
- Typical portfolio: greater than 200 issues

Benchmark

Bloomberg Global Aggregate Credit Hedged to GBP Index

Facts

Strategy inception	2/1/07
Composite inception	2/1/07
Strategy assets*	$20,512.5M
Composite assets	£5,444.2M

Portfolio Characteristics^	Composite	Index
Average maturity	8.32 yrs	8.27 yrs
Average duration	5.77 yrs	5.85 yrs
Average yield	4.80%	4.54%
Average credit quality	A3	A2
Average number of issues	577	-

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	2.02	1.51	4.49	5.66	0.57	2.52	4.30
NET	1.92	1.31	4.08	5.24	0.23	2.24	4.07
BENCHMARK	1.84	1.32	4.34	5.43	0.31	1.78	3.61

Calendar Year Performance (%)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
GROSS	6.62	3.37	8.42	-15.31	-0.49	8.98	11.20	-2.57	5.50	8.26
NET	6.19	2.95	7.99	-15.49	-0.70	8.75	10.97	-2.77	5.27	8.02
BENCHMARK	6.72	3.13	7.64	-15.34	-1.13	6.83	9.97	-2.13	4.22	5.33

2007: since composite inception 2/1/2007

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

**Strategy assets are comprised of Loomis Sayles Global Credit style accounts including Global Credit/Corporate in USD and Global Credit/Corporate GBP Hedged and other Global Credit investment styles.*

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

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

SECTOR DISTRIBUTION (%)

	Composite	Index
Corporates	75.1	75.1
Government Related	10.9	24.9
Global Treasuries	10.2	-
Securitized	2.4	-
Cash & Equivalents	1.4	-

CURRENCY DISTRIBUTION (%)

	Composite	Index
US Dollar	69.7	62.7
Euro	22.1	28.6
British Pound Sterling	5.9	3.9
Canadian Dollar	1.7	2.5
Australian Dollar	0.6	1.2
Japanese Yen	-	0.5
Swiss Franc	-	0.4
New Zealand Dollar	-	0.1
Norwegian Krone	-	0.1
Other	-	0.1

COUNTRY DISTRIBUTION (%)

	Composite	Index
United States	49.8	-
United Kingdom	7.2	-
Germany	5.2	-
France	3.2	-
Canada	3.0	-
Mexico	2.5	-
Luxembourg	2.4	-
Italy	2.0	-
Australia	1.9	-
Other	22.8	100

CREDIT QUALITY (%)

	Composite	Index
AAA	4.2	14.1
AA	17.8	16.8
A	41.6	37.6
BAA	34.6	31.5
BA	2.3	-
B	-	-
CAA & Lower	-	-
Not Rated	-0.6	-

DURATION DISTRIBUTION (%)

	Composite	Index
Less than 1 Yr.	5.3	1.8
1 to 2 Yrs.	19.1	13.5
2 to 4 Yrs.	14.5	26.9
4 to 6 Yrs.	17.3	21.0
6 to 8 Yrs.	25.9	14.3
8 Yrs. or more	17.9	22.5

MATURITY DISTRIBUTION (%)

	Composite	Index
Less than 1 Yr.	5.1	1.3
1 to 3 Yrs.	23.3	24.8
3 to 5 Yrs.	16.3	22.8
5 to 10 Yrs.	36.3	28.8
10 to 20 Yrs.	9.4	10.6
20 Yrs. or more	10.2	11.7

KEY RISKS

Credit Risk, Issuer Risk, Interest Rate Risk, Liquidity Risk, Non-US Securities Risk, Currency 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 highest credit rating assigned to individual holdings of the composite among Moody's, S&P or Fitch; ratings are subject to change. **Duration** and **Maturity** Distribution Less than 1 Yr. may include cash and equivalents. **Cash & Equivalents** may include unsettled trades, fees and/or derivatives.*

The Composite includes all discretionary accounts with market values of at least £7.5 million managed by Loomis Sayles with guidelines prescribing investment in foreign bonds as well as U.S. dollar denominated bonds, that are benchmarked against the Bloomberg Global Aggregate –Corporate or similar index, and with the following characteristics. The Composite's focus is on 'spread' product, and the predominant 'spread' product instruments being used are corporate bonds, securitized bonds or both.The accounts and the benchmarks associated with the Composite are all expressed and hedged to British Pound Sterling. Prior to June 1, 2024 the Composite minimum account size requirement was £15 million and prior to July 1, 2016, the minimum account size requirement was £5 million. The Composite inception date is February 1, 2007. The Composite was created in August 2009.