



# Senior Loan

## Management Team Portfolio Manager

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## Highlights

The Senior Loan strategy is based primarily on defensive strategies:

- Investment philosophy is transparent benchmark-aware and long-only
- Intense fundamental research aims to reduce default risk
- Favor higher quality, par loans that offer multiple credit cushions
- Portfolios are diversified by industry and security
- Seeks to avoid second lien loans under most market conditions

## Objective

Designed to deliver pure bank loan exposure and outperform the benchmark over a full credit cycle

## Benchmark

Morningstar LSTA US BB  
Ratings Loan Index

### Facts

Strategy inception	9/1/04
Composite inception	9/1/04
Strategy assets	\$989.5M
Composite assets	\$722.3M
Current yield	6.64%
Average purchase price	\$99.79
Average price	\$99.51

*Strategy assets exclude leveraged assets and assets allocated from other account types.*

## Composite Performance (%) as of September 30, 2025

	CUMULATIVE RETURN		ANNUALIZED TOTAL RETURN				
	1 MO	YTD	1 YEAR	3 YEAR	5 YEAR	10 YEAR	SINCE INCEPTION
<b>GROSS</b>	0.25	4.64	7.09	9.19	6.49	4.99	4.70
<b>NET</b>	0.21	4.28	6.59	8.68	6.00	4.50	4.20
<b>BENCHMARK</b>	0.49	4.72	7.04	9.01	6.34	4.79	4.43

## Composite Period Performance (%)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<b>GROSS</b>	8.40	11.50	1.51	3.64	1.59	8.56	0.20	3.72	8.04	1.48
<b>NET</b>	7.91	10.98	1.09	3.15	1.11	8.04	-0.27	3.24	7.53	1.00
<b>BENCHMARK</b>	8.17	10.18	2.99	3.12	0.75	9.31	-0.42	3.44	7.33	2.23

*Descriptions assume normal market conditions. Numbers are approximate.*

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

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*Please see risks and disclosures on the following page for additional important information.*

**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.**

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

**HOLDINGS BY INDUSTRY (%)**

Hotels Restaurants & Leisure	6.7	Aerospace & Defense	2.0	Consumer Staples Distribution & Retail	0.8
Insurance	6.6	Entertainment	2.0	Independent Power Producers & Energy Traders	0.8
Capital Markets	5.9	Trading Companies & Distributors	2.0	Automobiles	0.8
Software	5.5	Construction Materials	2.0	Broadline Retail	0.7
Professional Services	5.0	Financial Services	1.9	Life Sciences Tools & Services	0.6
Health Care Providers & Services	4.6	Oil Gas & Consumable Fuels	1.8	Health Care Technology	0.6
Specialty Retail	4.0	Machinery	1.7	Consumer Finance	0.6
Media	3.5	Pharmaceuticals	1.5	Computers & Peripherals	0.5
Diversified Consumer Services	3.3	Leisure Equipment & Products	1.4	Mortgage Real Estate Investment Trusts (REITs)	0.4
Commercial Services & Supplies	3.1	Automobile Components	1.1	Beverages	0.4
Construction & Engineering	3.0	Transportation Infrastructure	1.1	Real Estate Management & Development	0.4
Chemicals	3.0	Textiles Apparel & Luxury Goods	1.0	Interactive Media & Services	0.4
IT Services	2.9	Passenger Airlines	1.0	Household Products	0.3
Food Products	2.9	Semiconductors & Semiconductor Equipment	0.9	Distributors	0.3
Building Products	2.5	Electronic Equipment Instruments & Components	0.9	Cash & Equivalent	4.6
Health Care Equipment & Supplies	2.2	Electric Utilities	0.9		

**CREDIT QUALITY (%)**

	Portfolio	Index
AA	-	-
A	-	-
BBB	6.1	6.0
BB	44.3	24.1
B	44.5	62.5
CCC & Lower	0.2	5.2
Not Rated	0.4	2.2
Cash & Equivalents	4.6	-
Second Lien	-	1.7
Avg. Credit Quality	BB-	B+

Reflects the credit ratings assigned by Standard & Poors. If shown, the Morningstar LSTA US BB Ratings Loan Index would be rated 100% BB.

**SECTOR DISTRIBUTION (%)**

	Portfolio
Industrials	21.4
Consumer Discretionary	19.4
Financials	15.3
Information Technology	10.7
Health Care	9.5
Communication Services	5.9
Materials	4.9
Consumer Staples	4.4
Energy	1.8
Utilities	1.7
Real Estate	0.4
Cash & Equivalent	4.6

**TOP FIVE HOLDINGS (%)**

	Portfolio	Industry
MEDLINE TLB S+200 6.1634 USD	1.2	Health Care Equipment & Supplies
QUIKRETE TLB1 S+225 6.4134 USD	1.0	Construction Materials
CLARIVATE TLB S+275 6.9134 USD	1.0	Professional Services
HARBOURVEST TLB S+225 6.2515 USD	0.9	Capital Markets
MISSION NEXSTAR TLB S+CSA+250 6.8947 USD	0.9	Media

**COUNTRY DISTRIBUTION (%)**

	Portfolio
United States	91.7
United Kingdom	3.2
Other	5.1

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

Any investment that has the possibility of profits also has the possibility of losses, including the loss of principal.

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

**Key Risks**

Credit Risk, Issuer Risk, Interest Rate Risk, Liquidity Risk, Derivatives 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**, **Credit Quality** and **Country** distribution totals may not equal 100%. This portfolio is actively managed and characteristics are subject to change. **Top Five Holdings** may not be representative of current or future holdings and will evolve over time. Excludes cash and equivalents. **Credit Quality** reflects the credit rating assigned to individual holdings of the strategy by S&P; ratings are subject to change. **Cash & Equivalents** may include unsettled trades, fees and/or derivatives.

The Composite includes all discretionary accounts with market values greater than \$50 million managed by Loomis Sayles with a primary focus on attractive risk/return trade-offs within the bank loan sector. The Composite inception date is September 1, 2004. The Composite was created in 2007. For additional information on this and other Loomis Sayles Strategies, please visit our website at [www.loomisayles.com](http://www.loomisayles.com).

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