

# Loomis Sayles Credit Income Fund

A corporate bond portfolio with flexibility to pursue income opportunities

## Portfolio highlights

- Value-driven, long-term fixed income investing strategy that attempts to exploit price inefficiencies and market volatility to deliver strong income and performance over a full market cycle.
- Combines bottom-up security selection, which is expected to be the primary driver of alpha<sup>4</sup>, with top-down strategic macroeconomic views.
- A corporate bond focused portfolio draws on a global investment universe that includes investment grade credit, high yield credit, securitized debt, emerging market debt and convertible bonds.
- Focuses primarily on fixed income securities with ample flexibility to invest in higher yielding parts of the market to pursue income and enhance diversification.
  - The fund may invest up to 35% of its assets in below investment-grade fixed income securities.
  - The fund may invest up to 30% of its assets in US dollar denominated securities of foreign issuers, including emerging markets.

## Portfolio applications

As a corporate bond holding in a diversified fixed income portfolio to address the need for income and yield.

As an alpha-generating fixed income fund that leverages the renowned research and experienced portfolio management capabilities of Loomis Sayles.

To complement and provide diversification to a traditional bond allocation, as the Fund has the flexibility to invest in sectors that fall outside the benchmark.

To help minimize the impact of interest rate changes, as the Fund's strategy explicitly manages duration with a focus on credit and valuation.



## ABOUT THE FUND

### Objective

The Fund seeks high current income with a secondary objective of capital growth.

### Portfolio manager<sup>1</sup>

Matthew J. Eagan, CFA<sup>®</sup>  
Elaine M. Stokes  
Brian P. Kennedy

### Inception date

09/29/2020

### Share classes

Admin Class	LOCAX
Retail Class	LOCCX
Institutional Class	LOCYX
Class N	LOCNX

### Benchmark<sup>2</sup>

Bloomberg Barclays U.S. Credit Index

### Expense ratios (gross/net)<sup>3</sup>

LOCAX	1.36%	0.82%
LOCCX	2.11%	1.57%
LOCYX	1.11%	0.57%
LOCNX	1.42%	0.52%

<sup>1</sup> CFA<sup>®</sup> and Chartered Financial Analyst<sup>®</sup> are registered trademarks owned by the CFA Institute.

<sup>2</sup> Bloomberg Barclays US Credit Index is comprised of the U.S. Corporate Index and a non-corporate component, which includes foreign agencies, sovereigns, supranationals, and local authorities. The U.S. Credit Index was called the U.S. Corporate Investment Grade Index until July 2000, when it was renamed to reflect the index's composition of both corporate and non-corporate issuers. Index history is available back to 1973. The U.S. Credit Index is a subset of the U.S. Government/Credit Index and the U.S. Aggregate Index.

<sup>3</sup> As of the most recent prospectus, the investment advisor has contractually agreed to waive fees and/or reimburse expenses (with certain exceptions) once the expense cap of the fund has been exceeded. This arrangement is set to expire on 1/31/22. When an expense cap has not been exceeded, the gross and net expense ratios and/or yields may be the same.

<sup>4</sup> A measure of the difference between a portfolio's actual returns and its expected performance, given its level of systematic market risk. A positive alpha indicates outperformance and negative alpha indicates underperformance relative to the portfolio's level of systematic risk.

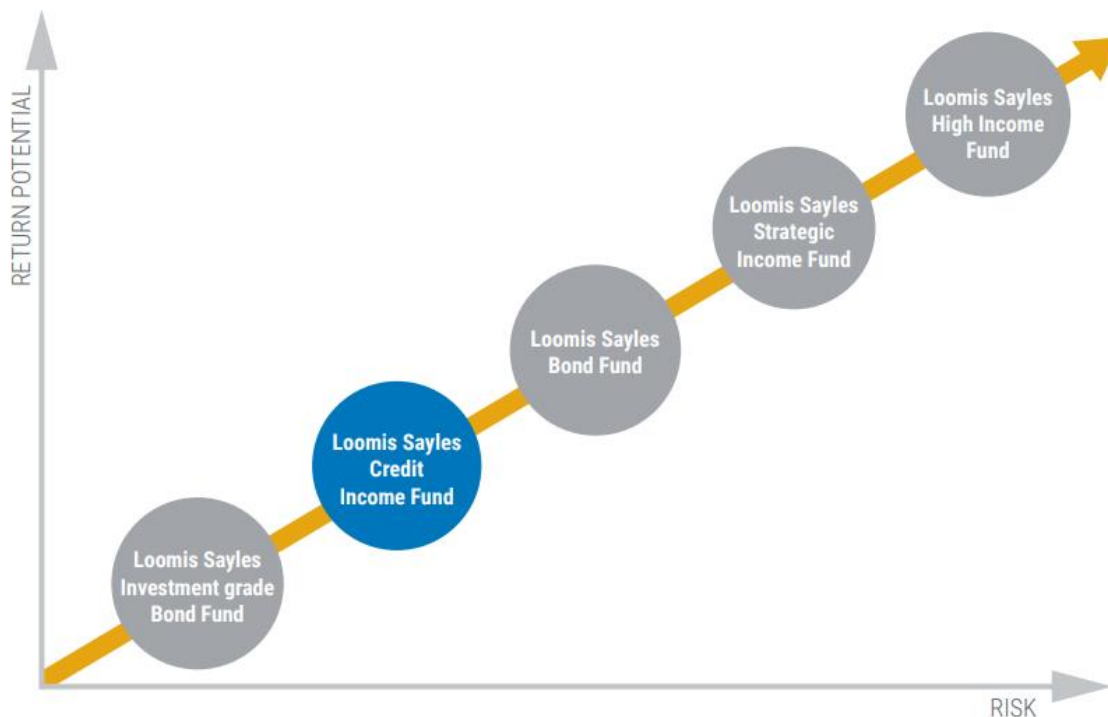
## Philosophy, process, and risk management

Loomis Sayles views fixed income investing as a research-intensive process focused on understanding the fundamentals of each issuer and the factors that influence valuation.

Top-down analysis develops long-term themes and sector outlooks on the global economy, central bank policy expectations, worldwide interest rate differentials and an assessment of geopolitical factors to establish investment bias on duration, yield curve, and credit quality.

Research analysts, portfolio managers, and traders form sector teams to determine the risk/return value and performance potential of individual securities. Collectively, the various sector teams cover a variety of corporate, government, municipal, mortgage- and asset-backed issuers.

The product team focuses on strategy and implementation, developing investment themes that reflect their macro perspective and sector teams' assessments. The product team is also supported by the quantitative research and risk analysis team, which assists in monitoring and evaluating the portfolio's sensitivities and risk profile.



### RISKS:

**Fixed income securities** may carry one or more of the following risks: credit, interest rate (as interest rates rise bond prices usually fall), inflation and liquidity. **Below investment grade fixed income securities** may be subject to greater risks (including the risk of default) than other fixed income securities. **Foreign and emerging market securities** may be subject to greater political, economic, environmental, credit, currency and information risks. Foreign securities may be subject to higher volatility than US securities, due to varying degrees of regulation and limited liquidity. These risks are magnified in emerging markets. **Collateralized Loan Obligation (“CLO”) Risk:** Investments in CLOs involve risks in addition to the risks associated with investments in debt obligations and other fixed-income securities such as credit risk, interest rate risk, liquidity risk and market/issuer risk. The degree of such risk will generally correspond to the type of underlying assets and the specific tranche in which the Fund is invested.

**Before investing, consider the fund’s investment objectives, risks, charges, and expenses. Visit [im.natixis.com](http://im.natixis.com) or call 800-225-5478 for a prospectus or a summary prospectus containing this and other information. Read it carefully.**

Natixis Distribution, LLC. is a limited purpose broker-dealer and the distributor of various registered investment companies for which advisory services are provided by member companies of Natixis Investment Managers. • Natixis Distribution, LLC. is located at 888 Boylston Street, Suite 800, Boston, MA 02199-8197. • 800-862-4863 • [im.natixis.com](http://im.natixis.com) • Member FINRA | SIPC

Loomis, Sayles & Company helps fulfill the investment needs of institutional and mutual fund clients worldwide. The firm’s performance-driven investors integrate deep proprietary research and integrated risk analysis to make informed, judicious decisions. Loomis Sayles looks for value across traditional asset classes and alternative investments to pursue attractive, sustainable returns.

## Natixis Investment Managers

Our multi-affiliate approach connects you to the independent thinking and focused expertise of more than 20 active managers. Ranked<sup>1</sup> among the world’s largest asset managers (\$1,354.8 billion in AUM)<sup>2</sup>, we deliver a diverse range of solutions across asset classes, styles, and vehicles. We’re dedicated to advancing sustainable finance and developing innovative ESG products. We consult and partner with our clients, and continually evaluate markets and assumptions to ensure their strategy delivers on long-term goals.

1 Cerulli Quantitative Update: Global Markets 2021 ranked Natixis Investment Managers as the 15th largest asset manager in the world based on assets under management as of December 31, 2020.

2 Assets as of March 31, 2021. Assets under management (“AUM”), as reported, may include notional assets, assets serviced, gross assets, assets of minority-owned affiliated entities and other types of non-regulatory AUM managed or serviced by firms affiliated with Natixis Investment Managers.

> To learn more:  
Visit: [im.natixis.com](http://im.natixis.com)