

## Floating Rate Income

30 June 2022

PERFORMANCE (%)	QTD	YTD	1 Year	3 Year	5 Year	10 Year	Since Inception
PPM America – Floating Rate Income (Gross)	-6.07	-6.76	-5.08	0.71	1.96	3.25	3.34
PPM America – Floating Rate Income (Net)	-6.19	-7.00	-5.55	0.21	1.45	2.74	2.81
Benchmark <sup>1</sup>	-4.45	-4.55	-2.78	2.09	2.91	3.74	3.65
Excess Return vs. Benchmark (Gross)	-1.61	-2.21	-2.30	-1.37	-0.95	-0.49	-0.31

Returns greater than one year are annualized. Inception: 01 April 2011. Performance is preliminary and reported in US dollars. Historical model fees may have differed from current stated fees. Additional information is available upon request. Please refer to “GIPS® Composite Information” for the most recent final performance and additional information. The performance quoted represents past performance. Past performance is no guarantee of future results.

### STRATEGY DESCRIPTION

The strategy actively invests in a diversified portfolio of primarily floating rate bank loans using a credit-intensive fundamental investment process. It may also purchase small positions in high yield bonds and other asset classes. The portfolio management team seeks to add value over the long-term primarily through security selection. The strategy seeks to outperform its benchmark, the S&P/LSTA Leveraged Loan Index, over 1- and 3-year time horizons, and as a supplementary measure, performance is tracked against relevant peer groups.

### PORTFOLIO MANAGEMENT TEAM

David Wagner <sup>2</sup>	Senior Managing Director
Adam Spielman	Senior Managing Director

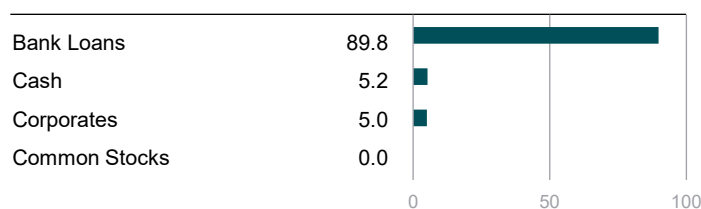
### STRATEGY FACTS<sup>3</sup>

Inception Date	01 April 2011
Total Assets (\$M)	1,688.8
Number of Issuers	298
Average Rating	B
Average Price (\$)	90.86
Yield to Maturity (%)	8.42

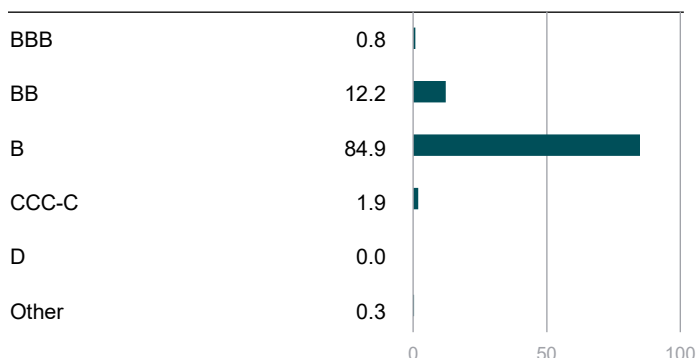
### RISK CALCULATIONS (3 Year)<sup>4</sup>

Alpha (%)	-1.22
Information Ratio	-1.17
Portfolio Turnover – Last 12 Months (%)	26.93
Sharpe Ratio	0.01
Standard Deviation (%)	8.01

### SECTOR POSITIONING (%)



### RATINGS POSITIONING (%)<sup>3</sup>



The positioning shown above is specific to that of a representative account of this strategy. This positioning is provided solely for informational purposes and could vary substantially from that of a separately managed account or other mandate. (1) S&P/LSTA Leveraged Loan Index. See section 5 on page 2 for a full description. (2) Primarily responsible for the day-to-day management of the portfolios within this strategy. (3) Average Rating and Yield to Maturity are representative of bank loan portion only of portfolio. (4) Based on gross performance.

# Floating Rate Income

## 1. Compliance Statement

PPM America, Inc. claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. PPM America, Inc. has been independently verified for the periods 1 Dec 1992 through 31 Dec 2021. The verification report(s) is/are available upon request. A firm that claims compliance with the GIPS standards must establish policies and procedures for complying with all the applicable requirements of the GIPS standards. Verification provides assurance on whether the firm's policies and procedures related to composite and pooled fund maintenance, as well as the calculation, presentation, and distribution of performance, have been designed in compliance with the GIPS standards and have been implemented on a firm-wide basis. Verification does not provide assurance on the accuracy of any specific performance report.

## 2. Firm Definition

Headquartered in Chicago, PPM America, Inc. ("PPMA") was founded in 1990 and provides clients with investment solutions across markets, including public fixed income, private equity, and private debt. PPMA is an affiliate of Jackson National Life Distributors LLC. PPMA is an indirect, wholly owned subsidiary of Jackson Financial Inc. Jackson Financial Inc. is a publicly traded company. Prudential plc and Athene Life Re Ltd. each hold a minority economic interest in Jackson Financial Inc. Prudential plc has no relation to Newark, New Jersey-based Prudential Financial, Inc. For purposes of GIPS, the Firm includes all investment management activities of PPMA with the exception of private equity assets as well as commercial mortgage loans and other non-security real estate investments. Private equity assets follow a distinct investment process and have been excluded since the Firm's redefinition as of 1 Jan 2011. Commercial mortgage loans and other non-security real estate investments have been excluded since the Firm's redefinition as of 30 Apr 2019 to address the merger of PPMA and its affiliate, PPM Finance, Inc. which previously managed these assets. PPM Loan Management Company, LLC is an affiliate of PPMA and the collateral manager for collateralized loan obligation entities ("CLOs") (together with PPMA referred to herein as "PPM"). The performance results displayed herein represent the investment performance record for a composite of fixed income portfolios (Floating Rate Income Composite) managed by the Firm. A list of all composite and pooled fund investment strategies offered by the firm, with a description of each strategy, is available upon request. Past performance is no guarantee of future results.

## 3. Description and Inclusion/Exclusion Policy of the Composite

The Floating Rate Income Composite includes all segregated and pooled portfolios invested primarily in high yield corporate loans with additional exposure to high yield and lower-rated investment-grade debt securities. Composite creation and inception dates were 1 Apr 2011.

## 4. Calculation Methodology

The Floating Rate Income Composite results are time-weighted rates of return net of commissions and transactions costs, and have been presented both gross and net of investment advisory fees. The reporting currency is the US dollar. All rates of return presented are calculated gross of foreign withholding tax. The Firm consistently values all portfolios each day on a trade-date basis and recognizes income on an accrual basis. Monthly returns are calculated by linking the daily returns through compounded multiplication. Monthly composite returns are

calculated by weighting each portfolio's monthly return by its beginning market value as a percent of the total composite beginning market value. Quarterly composite returns are calculated by linking the monthly composite returns through compounded multiplication. Annual returns are calculated by linking the monthly returns through compounded multiplication. Cumulative rates of return for multiyear periods are calculated by compounding the annual rates of return within such periods. The annualized rate of return is equivalent to the annual rate of return, which if earned in each year of the indicated multiyear period, would produce the actual cumulative rate of return over the time period. Gross monthly composite returns are calculated excluding all management and administrative fees. Net monthly returns are calculated by subtracting the highest monthly advisory fee rate, as reflected in the standard fee schedule on note 6, from the gross monthly composite return. Quarterly and annual net composite returns are calculated by linking the monthly net of fee returns as described previously. Fee rates used in the net of fee calculation may not represent actual fees incurred by all accounts in the composite. Standard deviation is a measure of variability, which is often used in the investment industry as an indicator of risk. The asset-weighted standard deviation of annual account gross returns within the composite is calculated from the measurements of variance from the asset-weighted mean annual account gross return. Assuming "normal" distribution of returns, plus or minus one standard deviation from the weighted mean return would encompass 68% of all possible outcomes. Only portfolios that have been managed for the full year are included in the standard deviation calculation for that year. The three-year annualized ex-post standard deviation measures the variability of the composite (using gross returns) and the benchmark returns over the preceding 36-month period. It is not required to be presented for annual periods prior to 2011 or when 36 monthly composite returns are not yet available. The internal dispersion of annual returns is measured by the asset-weighted deviation of the annual gross returns of those accounts in the composite for a full year. Policies for valuing investments, calculating performance, and preparing GIPS Reports are available upon request.

## 5. Comparison with Market Index

The S&P/LSTA Leveraged Loan Index provides a broad, market value-weighted measure of US institutional leveraged loans. It includes the institutional tranches of loans syndicated to US loan investors. Benchmark returns are not covered by the report of independent verifiers. The returns for this unmanaged index do not include any transaction costs, management fees, or other costs.

## 6. Other

No alteration of the composite as presented has occurred because of changes in personnel or other related reasons at any time. Leverage has not been used in the portfolios included within the composite. No non-fee paying portfolios are included in the composite. There has been no linkage with simulated portfolios. Net of fees returns are calculated using the Model Fee Schedule below. Historical model fees may have differed from current stated fees. Additional information is available upon request. GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein.

### Model Fee Schedule for Floating Rate Income Accounts:

All Accounts 0.50%

Fees may be negotiated in lieu of the model fee schedule.

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
PPM America Rate of Return (%; Gross)	4.69	1.41	9.21	-0.10	3.79	10.33	-0.18	1.12	5.44	8.90
PPM America Rate of Return (%; Net)	4.17	0.90	8.66	-0.60	3.27	9.78	-0.61	0.75	4.86	8.21
Benchmark <sup>1</sup> (%)	5.20	3.12	8.64	0.44	4.12	10.16	-0.69	1.60	5.29	9.66
Composite Standard Deviation (%; 3Y Ann.)	7.79	8.00	2.92	2.83	2.66	2.84	2.25	2.05		
Benchmark Standard Deviation (%; 3Y Ann.)	8.47	8.67	2.77	2.86	2.70	2.89	2.11	2.10		
Number of Portfolios	5/Fewer	5/Fewer	5/Fewer	5/Fewer	5/Fewer	5/Fewer	5/Fewer	5/Fewer	5/Fewer	5/Fewer
Asset WTD Standard Deviation										
Composite Assets (\$M)	1,208.1	1,074.2	1,489.4	1,681.0	1,490.9	1,627.0	1,690.0	1,719.4	1,542.1	658.8
Total Firm Assets (\$M)	66,885.4	92,580.1	115,467.0	104,649.3	99,963.3	97,924.0	96,842.2	96,937.8	95,294.0	95,223.0