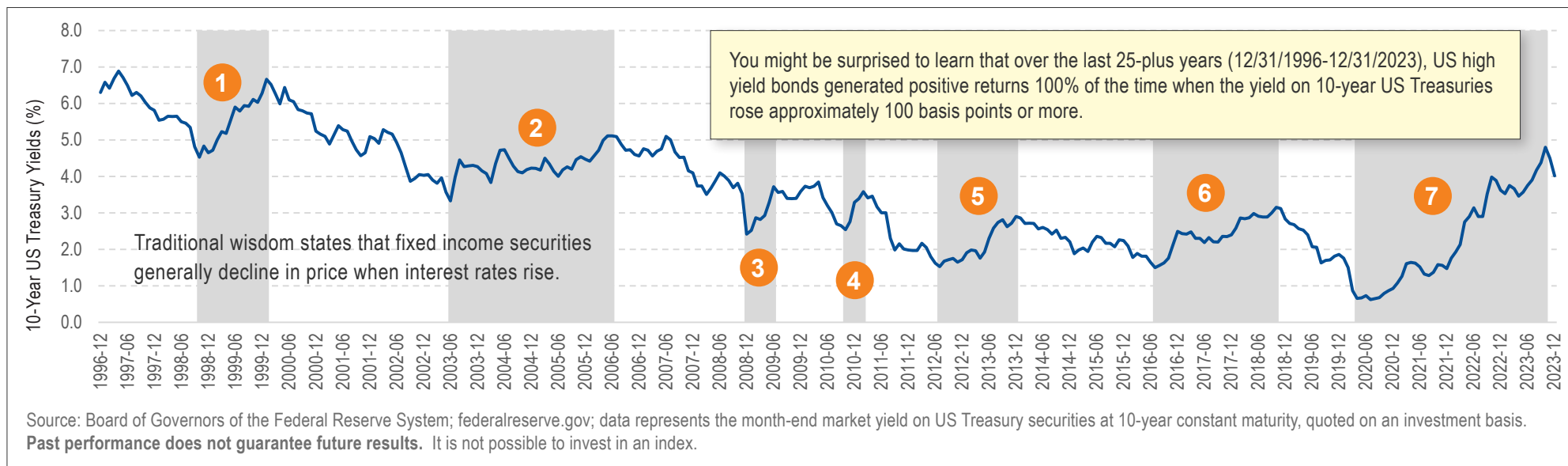


# High Yield Performance in Periods of Rising Rates



| Period                 | 10-Year US Treasury Yield Move (basis points) | Cumulative Total Return (%) |                         |               |                              |           |              |                  |
|------------------------|---|-----------------------------|-------------------------|---------------|------------------------------|-----------|--------------|------------------|
|                        |   | 1-3 Year US Govt/Credit     | 7-10 Year US Treasuries | US High Yield | Short Duration US High Yield | US Credit | US Aggregate | Global Aggregate |
| 1 10/31/1998–1/31/2000 | +213  | 3.53                        | -5.89                   | 7.22          | 6.12                         | -0.17     | -0.29        | -5.92            |
| 2 6/30/2003–6/30/2006  | +178  | 5.10                        | 2.41                    | 27.73         | 18.23                        | 6.28      | 6.48         | 12.97            |
| 3 12/31/2008–6/30/2009 | +130  | 1.98                        | -7.37                   | 30.47         | 23.42                        | 6.39      | 1.62         | 0.75             |
| 4 10/31/2010–2/28/2011 | +104  | -0.16                       | -4.33                   | 4.15          | 2.62                         | -1.08     | -1.29        | -1.80            |
| 5 7/31/2012–12/31/2013 | +137  | 1.02                        | -6.12                   | 14.04         | 9.66                         | -0.07     | -1.55        | -0.74            |
| 6 7/31/2016–10/31/2018 | +165  | 0.44                        | -3.11                   | 5.84          | 3.35                         | -0.29     | -0.94        | -1.61            |
| 7 5/1/2020–10/31/2023  | +414  | -0.31                       | -6.83                   | 4.14          | 4.24                         | -3.30     | -4.44        | -5.23            |

Sources: Morningstar (returns) and Board of Governors of the Federal Reserve System; federalreserve.gov (10-Year Treasury Yield Move) based on month-end yield. Past performance does not guarantee future results. It is not possible to invest in an index. Please see reverse for indexes used and their respective definitions.



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#### Indexes and Definitions:

1-3 Year US Govt/Credit is represented by the **Bloomberg US Govt/Credit 1-3 Year Index**, which is an unmanaged index comprised of the US Government/Credit component of the US Aggregate Index. 7-10 Year US Treasuries is represented by the **ICE BofA US Treasuries 7-10 Year Index**, which tracks the performance of US dollar denominated sovereign debt publicly issued by the US government in its domestic market. US High Yield is represented by the **BofA US High Yield Master II Index**, which is an unmanaged index that tracks the performance of below-investment-grade, US-dollar-denominated corporate bonds publicly issued in the US domestic market. Short Duration US High Yield is represented by the **ICE BofA 1-3 Year BB Cash Pay High Yield Index** which is a subset of the Bank of America US Cash Pay High Yield Index including all securities with a remaining term to final maturity less than 3 years and rated BB1 through BB3, inclusive. US Credit is represented by the **Bloomberg US Credit Bond Index** measures the performance of investment grade corporate debt and agency bonds that are dollar denominated and have a remaining maturity of greater than one year. Global Aggregate bonds are represented by the **Bloomberg Global Aggregate Bond Index**, which is a measure of global investment grade debt from twenty-four different local currency markets. This multi-currency benchmark includes fixed-rate treasury, government-related, corporate and securitized bonds from both developed and emerging markets issuers. US Aggregate is represented by the **Bloomberg US Aggregate Bond Index**, an unmanaged, broad based index composed of US dollar denominated, investment grade, fixed-rate taxable bonds with at least \$250 million par amount outstanding and at least one year to final maturity. Total return comprises price appreciation/depreciation and income as a percentage of the original investment. Indices are rebalanced monthly by market capitalization.

**Past performance does not guarantee future results.** It is not possible to invest directly in an index.

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