



*July, 2024*

# Fixed Income Perspectives Video

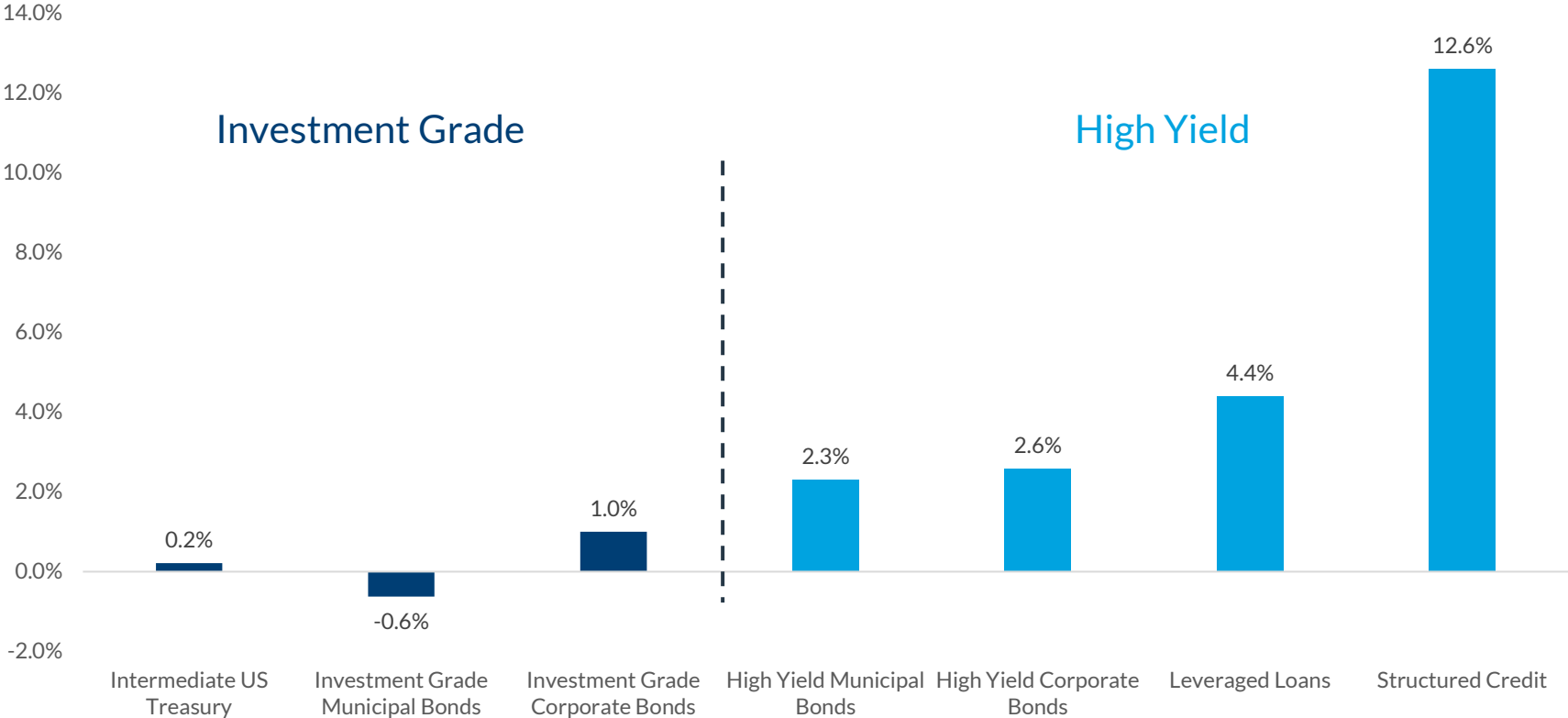
## Midyear Check-up

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# Fixed Income Performance as of June 30, 2024

Total Return Across Fixed Income Asset Classes  
YTD - June 30, 2024

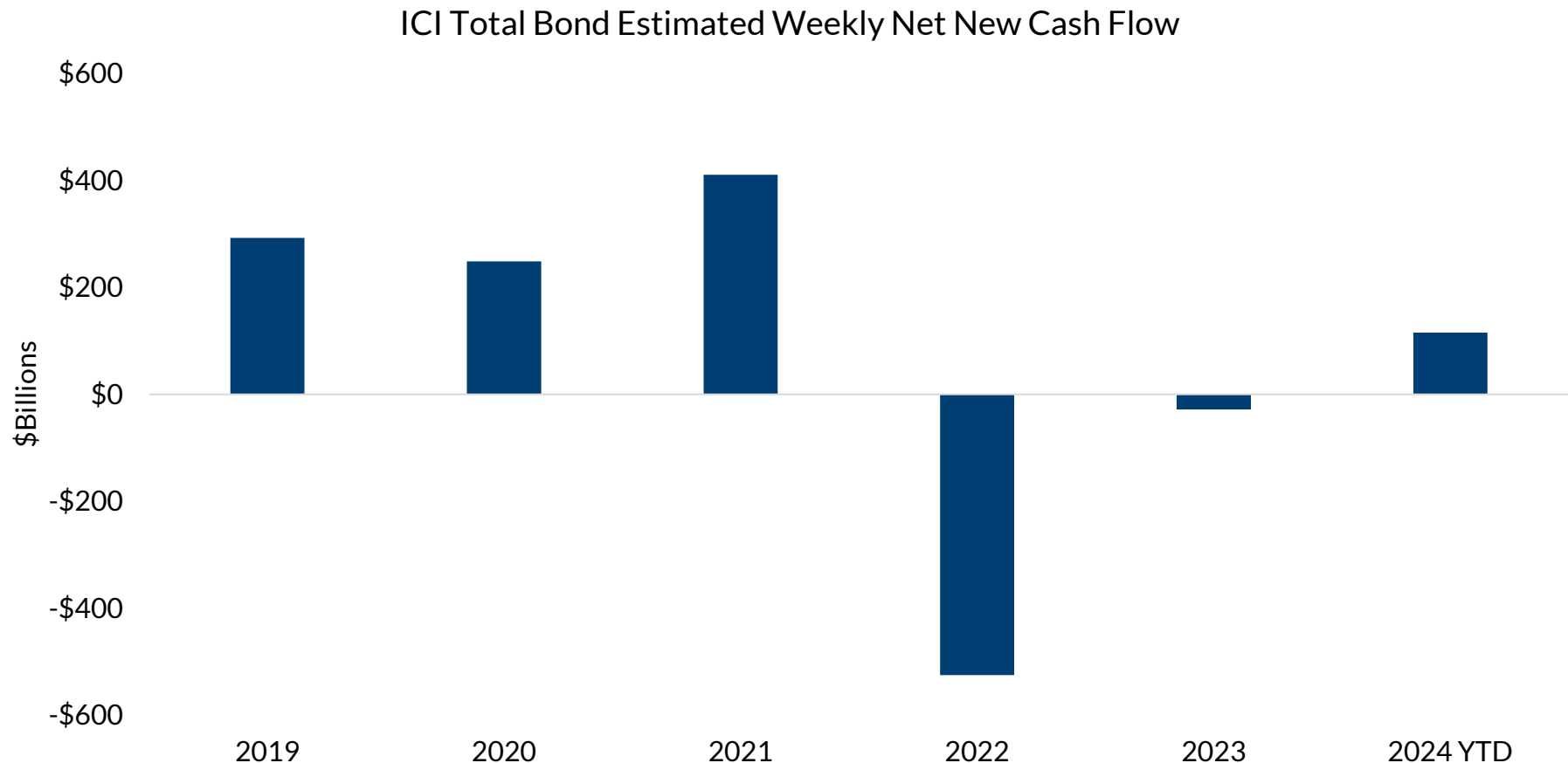


Municipal bond index yields are tax-adjusted at 37% federal and 3.8% Medicare surcharge rates.  
 Sources: Bloomberg, CNR Research, as of May 2024. Information is not representative of any CNR product or service.  
 Indices are unmanaged, and one cannot invest directly in an index. Index returns do not reflect a deduction for fees or expenses. Information is subject to change and is not a guarantee of future results.  
 Index information: Intermediate US Treasury: Bloomberg U.S. Treasury: Intermediate Index. Investment Grade Municipal Bonds: Bloomberg U.S. 1-15 Yr. Municipal Bond Index. Investment Grade Corporate Bonds: Bloomberg U.S. Intermediate Corporate Bond Index. High Yield Municipal Bonds: Bloomberg 60% Tax-Exempt HY/40% LB Municipal Bond Index. High Yield Corporate Bonds: Bloomberg U.S. High Yield Corporate Bond Index. Leveraged Loans: Morningstar LSTA U.S. Leveraged Loan Index. Structured Credit: Palmer Square CLO BB Index.



# Fund Flows in Positive Territory Support Demand

- Higher absolute yields coupled with less risk of further Fed rate hikes has attracted investor capital.
- Net additions to bond funds this year have helped counterbalance increased supply.



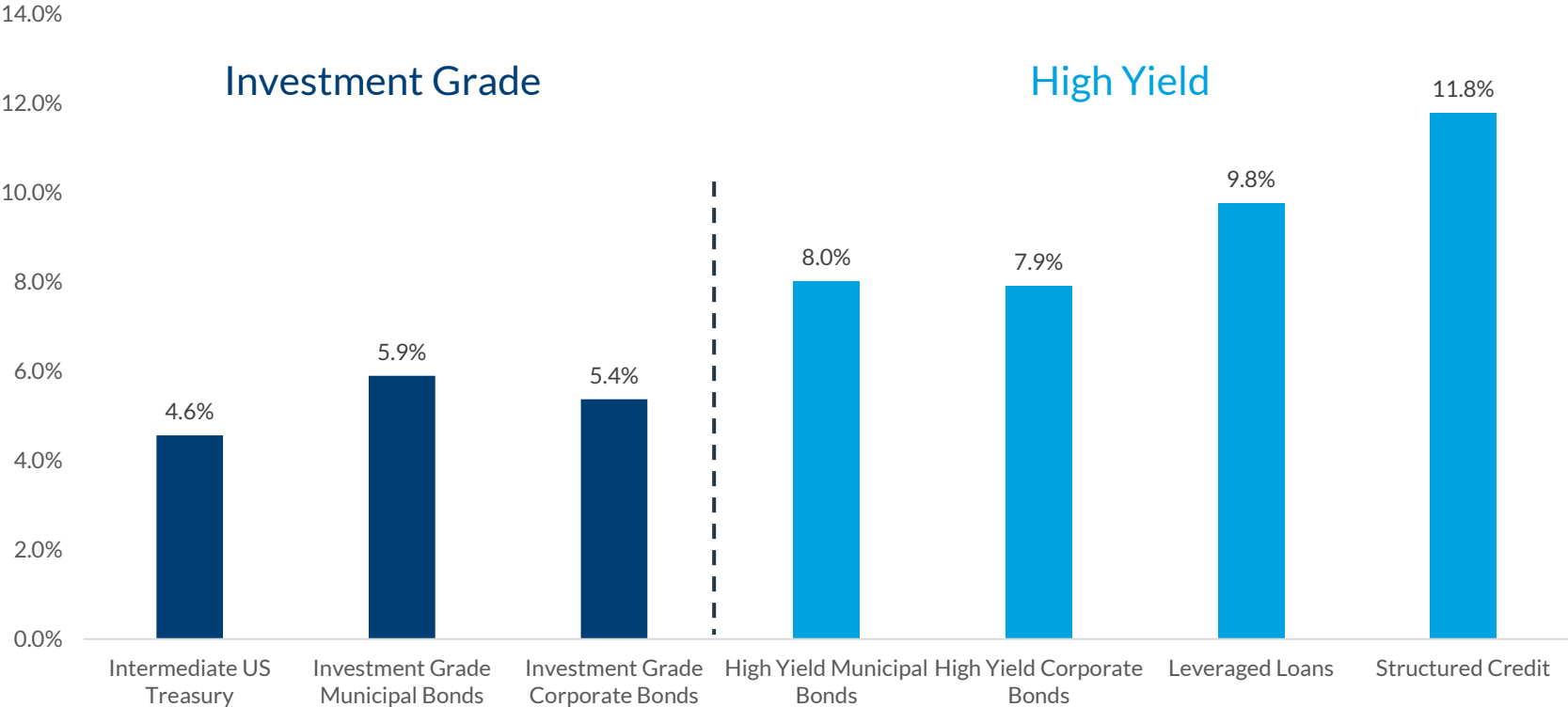
Source: Bloomberg as of 6/14/2024  
 Information is subject to change and is not a guarantee of future results  
 ICI - Investment Company Institute



# Yields are substantially higher

- Higher yields have opened the door to a more diversified fixed income allocation.

Yield Levels Across Fixed Income Asset Classes



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# Index Definitions

The Bloomberg Barclays US Intermediate Corporate Bond Index is a measure of the investment grade, fixed-rate, taxable corporate bond market. It includes USD-denominated securities publicly issued by US and non-US industrial, utility and financial issuers that have between 1 and up to, but not including, 10 years to maturity. The maturity range of the bonds included in the index is between 1 to 9.9999 years.

Bloomberg U.S. 1-15 Yr. Municipal Bond Index consists of a broad selection of investment grade general obligation and revenue bonds of maturities ranging from one year to 17 years.

Bloomberg Tax-Exempt HY is market value-weighted and designed to measure the performance of U.S. dollar-denominated high-yield municipal bonds issued by U.S. states, the District of Columbia, U.S. territories and local governments or agencies.

Bloomberg U.S. 6M Treasury Bill Index: The 6 Month Treasury Bill Rate is the yield received for investing in a US government issued treasury bill that has a maturity of 6 months.

The Bloomberg Barclays U.S. Corporate High Yield Index is an unmanaged, U.S.-dollar-denominated, nonconvertible, non-investment-grade debt index. The index consists of domestic and corporate bonds rated Ba and below with a minimum outstanding amount of \$150 million.

Morningstar LSTA U.S. Leveraged Loan Index is designed to measure the performance of the 100 largest facilities in the US leveraged loan market.

Palmer Square CLO BB Index is a rules-based observable pricing and total return index for CLO debt sold in the United States, rated A, BBB or BB (or equivalent rating), i.e., mezzanine CLO debt.





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