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Fixed Income Perspectives Video

Bonds End on a High Note

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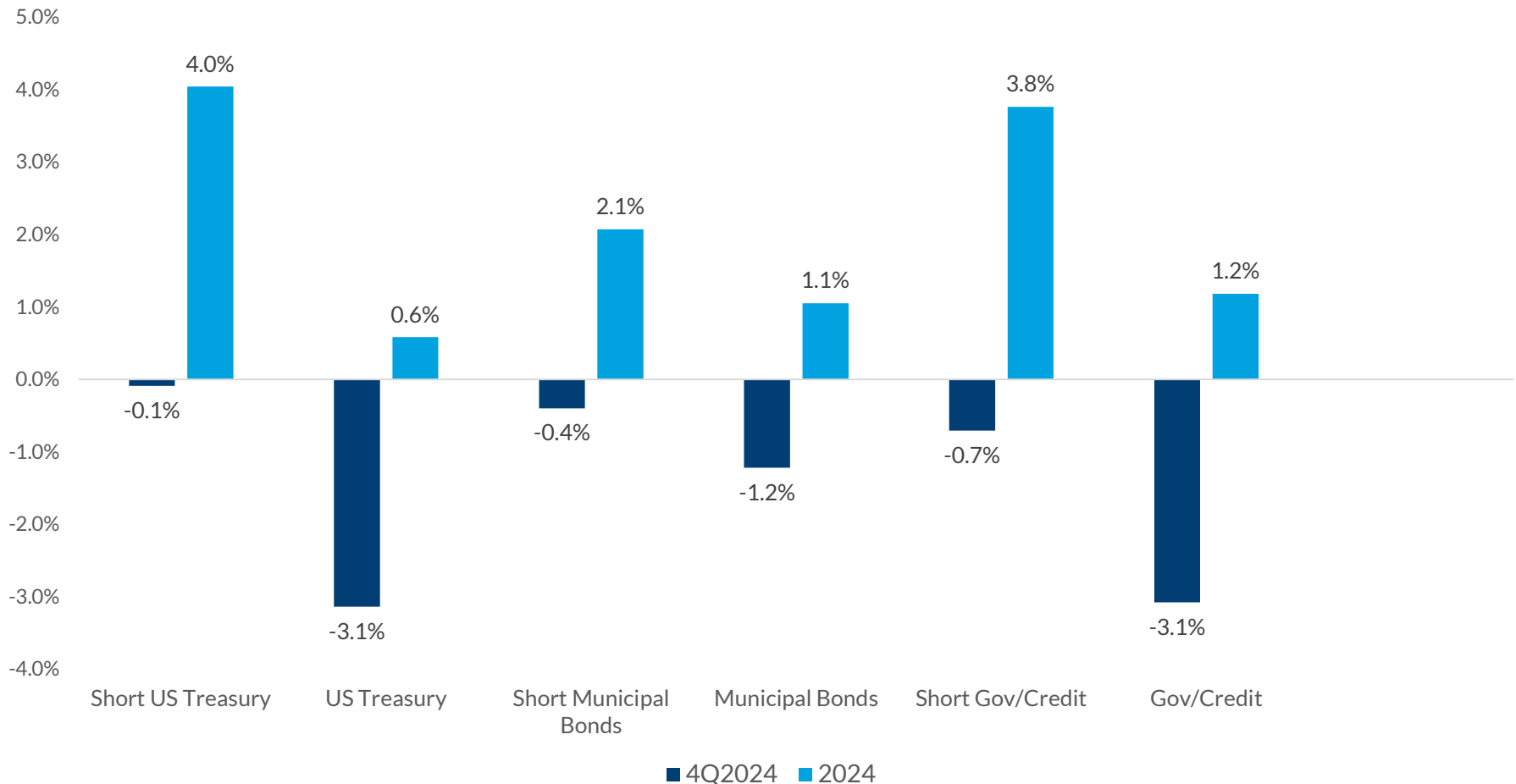
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Investment Grade Fixed Income Annual Total Return

- 2024 marked the second consecutive year of positive investment grade returns

Investment Grade 4Q2024 and Annual Total Return



Source: Bloomberg as of 12/31/2024. Bloomberg US Govt Bond 1-3 year index, Bloomberg US Treasury Index, Bloomberg Muni Short (1-5) Index, Bloomberg Municipal Bond Index, Bloomberg 1-5 year Gov/Credit Index, Bloomberg, Bloomberg US Government/Credit Index

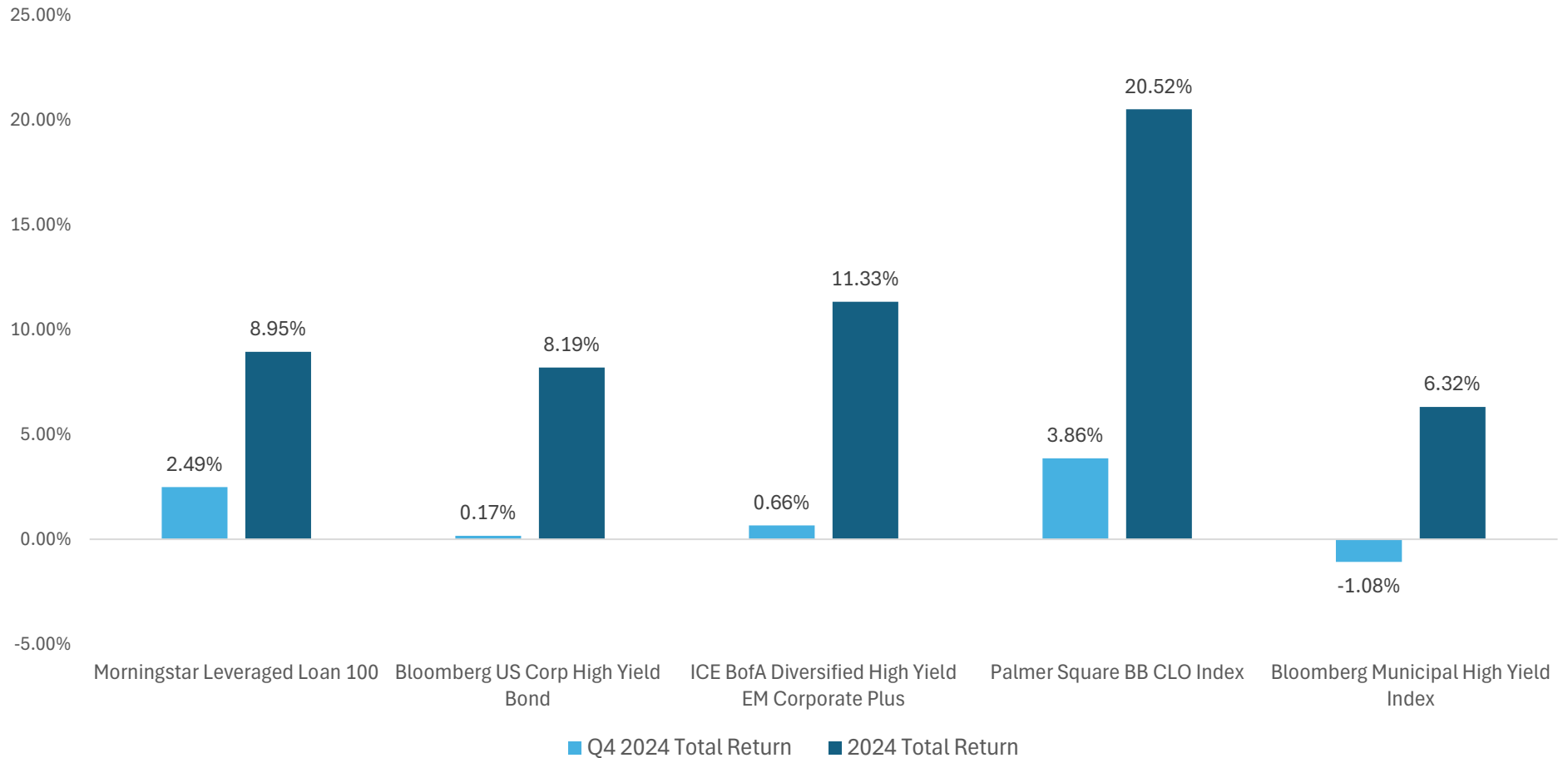
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Opportunistic Income Annual Total Return

- High Yield sectors outperforming investment grade markets in 2024

High Yield 4Q2024 and Annual Total Return



Source: Bloomberg as of 12/31/2024

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U.S Treasury Yields Seesaw in January

- The US Treasury market remains highly reactive to income data and will experience volatility



Source: Bloomberg U.S. Treasury Index as of 1/17/2025

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Fixed Income investing strategies & products. There are inherent risks with fixed income investing. These risks include, but are not limited to, interest rate, call, credit, market, inflation, government policy, liquidity or junk bond risks. When interest rates rise, bond prices fall. This risk is heightened with investments in longer-duration fixed income securities and during periods when prevailing interest rates are low or negative.



Index Definitions

Bloomberg U.S. Treasury Index: includes all publicly issued, U.S. Treasury securities that are rated investment grade, and have \$250 million or more of outstanding face value.

The Bloomberg US Municipal Bond Index measures the performance of investment grade, US dollar-denominated, long-term tax-exempt bonds.

The Bloomberg US Investment Grade Corporate Bond Index measures the performance of investment grade, corporate, fixed-rate bonds with maturities of one year or more.

Bloomberg Municipal Bond Muni Short (1-5) Index 1-5 year maturities of the US Municipal bond index.

The Bloomberg US 1-5 year Government/Credit Float-Adjusted Bond Index is a float-adjusted version of the US 1-5 year Government/Credit Index, which tracks the market for investment grade, US dollar-denominated, fixed-rate treasuries, government-related and corporate securities.

The Bloomberg Municipal Managed Money Short/ Intermediate Index is a market-value weighted index that measures the performance of publicly traded municipal bonds in the short/intermediate term tax-exempt bond market. The index includes: state and local general obligation bonds, revenue bonds, insured bonds, and pre-refunded bonds.

The Bloomberg U.S. Intermediate Government/Credit Index is an unmanaged index that measures the performance of investment grade, fixed-rate, taxable corporate and government-related debt securities with maturities of 1–10 years. The index is based on all publicly issued debt securities.

The Bloomberg Municipal High Yield Bond Index measures the performance of non-investment grade, US dollar-denominated, and non-rated, tax-exempt bonds.

The Bloomberg US Corporate High Yield Bond Index measures the USD-denominated, high yield, fixed-rate corporate bond market. Securities are classified as high yield if the middle rating of Moody's, Fitch and S&P is Ba1/BB+/BB+ or below. Bonds from issuers with an emerging markets country of risk, based on Bloomberg EM country definition, are excluded.





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