

BBH Multisector Fixed Income

Fact Sheet | 3Q 2024

Portfolio Characteristics (As of 09/30/2024)

	Rep Account	Benchmark Index
Yield to Maturity	8.54%	4.23%
Effective Duration (years)	2.20	6.16

Top 10 Credits (As of 09/30/2024)

Inmarsat	2.3%
Enstar Group Ltd	2.0%
Hannon Armstrong Sustainable Infrastructure Capital	2.0%
Charter Communications	1.9%
Eastern Generation	1.8%
ams AG	1.5%
Rockpoint Gas Storage	1.5%
Priority Technology Holdings Inc	1.5%
Midcontinent Communications	1.5%
Bank of America Corp	1.5%
Total	17.5%

Portfolio Co-Managers



Andrew P. Hofer
Principal
Head of Taxable Fixed Income
Portfolio Manager
37 Years of Investment Experience



Neil Hohmann, PhD
Partner
Head of Structured Products
Portfolio Manager
26 Years of Investment Experience



Paul Kunz, CFA
Principal
Head of Corporate Credit
Portfolio Manager
25 Years of Investment Experience

Diligent Selection

The Strategy represents our “best ideas” in the credit market. We employ a bottom-up process to identify credit opportunities across a broad opportunity set of investment-grade and high-yield sectors without consideration of an Index’s duration, sector, or composition.

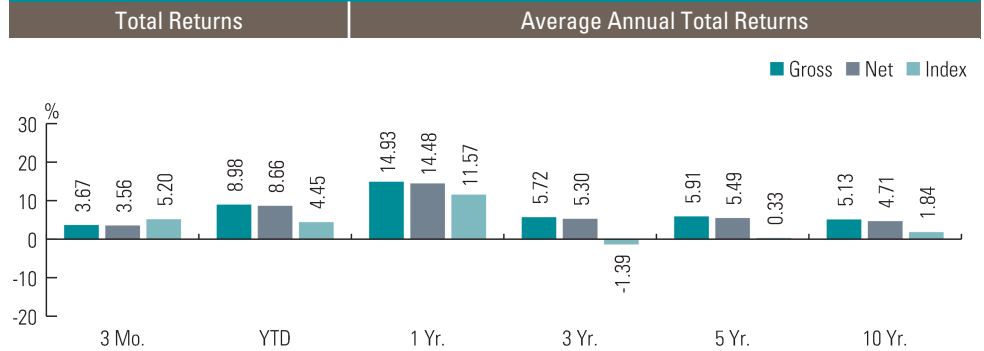
Durable Credits

We seek credits able to withstand severe stress scenarios without permanent impairment of principal or interest. Our research focuses on an issuer’s durability, transparency, management, and structure.

Unique Valuation Focus

Our unique valuation framework attempts to ensure adequate levels of risk-adjusted returns potential for each investment. We aim to preserve capital against credit losses, promote discipline, limit biases toward pursuing high yields, and focus our analysts’ research efforts.

Performance (As of 09/30/2024)



Inception Date: 06/01/2014

Returns of less than one year are not annualized.

Sources: BBH & Co. and Bloomberg

Net of fees return reflects the deduction of the maximum investment advisory fee.

Past performance does not guarantee future results.

Credit Quality (As of 09/30/2024)

	Rep Account	Benchmark Index
Cash and Cash Equivalents	4.0%	0.0%
U.S. Treasuries	0.0%	43.4%
AAA	0.6%	3.4%
AA	0.6%	29.2%
A	6.4%	11.5%
BBB	36.2%	12.4%
BB	27.2%	0.0%
B or Lower	16.5%	0.0%
Not Rated	8.5%	0.0%

Portfolio holdings and characteristics are of the Representative Account and are subject to change. Totals may not sum due to rounding.

Sector Distribution (As of 09/30/2024)

	Rep Account	Benchmark Index
Corporate Securities	49.3%	24.5%
Loans	27.3%	0.0%
Asset-Backed Securities	15.2%	0.5%
Commercial Mortgage-Backed Securities	3.6%	1.5%
Municipal Securities	0.3%	0.0%
Agency Commercial Mortgage-Backed Securities	0.3%	0.8%
Fixed Income Derivatives	0.0%	0.0%
Fixed Income Funds	0.0%	0.0%
Agency Mortgage-Backed Securities	0.0%	25.5%
U.S. Treasuries	0.0%	43.4%

Credit Quality letter ratings are provided by Standard and Poor's, Moody's, and Fitch and are presented as the higher of the three ratings. When a security is not rated by Standard & Poor's, Moody's, or Fitch, the highest credit ratings from DBRS and Kroll may be used. Absent a rating from these agencies, we may display Private Credit ratings, if permitted by the issuer, which could include ratings from Egan-Jones Ratings Co. Credit ratings reflect the credit quality of the underlying issues in the portfolio and not the portfolio itself. Credit rating exposure and composition are subject to change.

Issues with credit ratings of BBB or better are considered to be investment grade, with adequate capacity to meet financial commitments. Issues with credit ratings below BBB are considered speculative in nature and are vulnerable to the possibility of issuer failure or business interruption.

Duration is a measure of the portfolio's return sensitivity to changes in interest rates.

Yield to Maturity is the rate of return the portfolio would achieve if all purchased bonds and derivatives were held to maturity, assuming all coupon and principal payments are received as scheduled and reinvested at the same yield to maturity. This figure is subject to change and is not meant to represent the yield earned by any particular security. Yield to Maturity is before fees and expenses.

Credits: obligations such as bonds, notes, loans, leases, and other forms of indebtedness, except for Cash and Cash Equivalents, issued by obligors other than the U.S. Government and its agencies, totaled at the level of the ultimate obligor or guarantor of the Obligation.

The Representative Account is managed with the same investment objectives and employs substantially the same investment philosophy and processes as the Strategy. Each investor's portfolio is individually managed and may vary from the information shown. The representative account may change from time to time.

The Bloomberg US Aggregate Bond Index is a market-weighted index that tracks the daily price, coupon, pay-downs, and total return performance of fixed-rate, publicly placed, dollar-denominated, and non-convertible investment grade debt issues with at least \$300 million par amount outstanding and with at least one year to final maturity.

The composition of the index is materially different than the Strategy's holdings. An index is not available for direct investment.

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Gross of fee performance results for this composite do not reflect the deduction of investment advisory fees. Net of fees performance results reflect the deduction of the maximum investment advisory fees. Returns include all dividends and interest, other income, realized and unrealized gain, are net of all brokerage commissions and execution costs. Performance calculated in U.S. dollars.

Risks

Investors should be able to withstand short-term fluctuations in the fixed income markets in return for potentially higher returns over the long term. The value of portfolios changes every day and can be affected by changes in interest rates, general market conditions, and other political, social, and economic developments.

Bond prices may be sensitive to changes in interest rates and a rise in interest rates can cause a decline in their prices. Investing in the bond market is subject to certain risks including market, interest-rate, issuer, maturity, call, credit, and inflation risk; investments may be worth more or less than the original cost when redeemed.

Asset-Backed Securities ("ABS") are subject to risks due to defaults by the borrowers; failure of the issuer or servicer to perform; the variability in cash flows due to amortization or acceleration features; changes in interest rates which may influence the prepayments of the underlying securities; misrepresentation of asset quality, value or inadequate controls over disbursements and receipts; and the security being structured in ways that give certain investors less credit risk protection than others.

Foreign investing involves special risks including currency risk, increased volatility, political risks, and differences in auditing and other financial standards.

Below investment grade bonds, commonly known as junk bonds, are subject to a high level of credit and market risks and are considered speculative.

The Strategy may engage in certain investment activities that involve the use of leverage, which may magnify losses.

There can be no assurance the Strategy will achieve its investment objectives.

Illiquid investments subject the Strategy to the risk that it may not be able to sell the investments when desired or at favorable prices.

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The objective of our Multisector Fixed Income Strategy is to provide attractive total return with a focus on income and preservation of capital over the long term. The strategy seeks to deliver excellent after-tax returns in excess of industry benchmarks through market cycles. The composite is comprised of all fully discretionary, fee paying multisector fixed income accounts with an initial investment equal to or greater than \$10 million and invested in a broad range of taxable bonds. The accounts have durations that generally range between 2 and 5 years, invest across investment-grade and non-investment-grade ("high yield") securities and instruments, and possess characteristics that demonstrate less awareness to market benchmarks. Accounts that subsequently fall below \$9.25 million are excluded from the Composite. As of 7/1/2022 the Unconstrained Credit - Fixed Income composite was renamed BBH Multisector Fixed Income, and the description was slightly adjusted in order to better align with the investment strategy.

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