



# HIGH YIELD FUND

## FUND FACT SHEET

HWHIX  
HWHAX  
HWHZX

JUNE 30, 2025

### DESCRIPTION

The High Yield Fund seeks to invest in undervalued debt securities of companies with attractive cash flow, strong asset coverage and financial flexibility to de-lever over time. We combine our research team's expertise in small/mid-caps and fallen angels with a bias toward senior securities as we seek to maximize risk-adjusted returns.

### ABOUT US

Since 1980, Hotchkis & Wiley has focused on discovering undervalued securities through extensive internal research. We manage \$34 billion in value equity and high yield assets for institutional and mutual fund investors. The firm is independently owned with a majority interest held by employees.

### PERFORMANCE (%) as of June 30, 2025

|                                       | QTR  | YTD  | 1 Yr | 3 Yr | 5 Yr | 10 Yr | Since 3/31/09 |
|---------------------------------------|------|------|------|------|------|-------|---------------|
| High Yield Fund – I Shares            | 3.79 | 4.29 | 8.92 | 9.28 | 6.71 | 4.46  | 7.77          |
| ICE BofA BB-B US HY Constrained Index | 3.47 | 4.67 | 9.08 | 9.24 | 5.36 | 5.07  | 8.03          |

The performance shown represents past performance. Past performance is no guarantee of future results and current performance may be higher or lower than the performance shown. Investment results and principal value will fluctuate so that shares, when redeemed, may be worth more or less than their original cost. To obtain performance data current to the most recent month-end, access our website at [www.hwcm.com](http://www.hwcm.com).

The Fund's total annual operating gross expense ratio as of the most current prospectus is 0.78% for I Shares; 0.70% net expense ratio. The Advisor has contractually agreed to waive advisory fees and/or reimburse expenses through August 29, 2026. Expense ratio shown is gross of any fee waivers or expense reimbursements. I shares sold to a limited group of investors. Periods over one year are average annual total return. Average annual total returns include reinvestment of dividends and capital gains. Expense limitations may have increased the Fund's total return. 30-Day SEC Yield with Expense Waiver: 6.90%; 30-Day SEC Yield w/o Expense Waiver: 6.82%.

### PORTFOLIO CHARACTERISTICS

|                                       | Portfolio | ICE BofA BB-B |
|---------------------------------------|-----------|---------------|
| Current Yield                         | 6.9%      | 6.5%          |
| Yield-to-Worst                        | 7.1%      | 6.3%          |
| Modified Duration                     | 2.9 years | 3.0 years     |
| Spread over Treasuries                | 325 bps   | 226 bps       |
| Number of Active Issuers <sup>2</sup> | 173       | 774           |

### CREDIT QUALITY (%)<sup>1</sup>

|                    | Portfolio | ICE BofA BB-B |
|--------------------|-----------|---------------|
| Investment Grade   | 1.3       | 2.9           |
| BB                 | 43.1      | 61.3          |
| B                  | 44.0      | 35.1          |
| CCC+ or Lower      | 5.9       | 0.2           |
| Non-Rated          | 2.5       | 0.5           |
| Cash & Equivalents | 3.3       | 0.0           |

### SECTOR ALLOCATION (%)<sup>1</sup>

|                                 | Portfolio | Compared to ICE BofA BB-B |
|---------------------------------|-----------|---------------------------|
| Chemicals - Industries          | 6.9       | 3.6                       |
| Energy                          | 14.0      | 2.3                       |
| Consumer and Capital Goods      | 11.9      | 1.3                       |
| Automotive                      | 4.4       | 1.3                       |
| Media                           | 7.9       | 1.2                       |
| Materials & Const. - Industries | 5.1       | 1.2                       |
| Forestry & Paper - Industries   | 1.1       | 0.9                       |
| Insurance                       | 2.8       | 0.6                       |
| Metals & Mining - Industries    | 2.6       | -0.1                      |
| Miscellaneous                   | 0.0       | -0.3                      |
| Technology & Electronics        | 4.4       | -0.3                      |
| Transportation                  | 0.5       | -1.1                      |
| Leisure & Services              | 11.6      | -1.1                      |
| Healthcare                      | 6.6       | -1.5                      |
| Banking & Finance               | 6.5       | -1.5                      |
| Satellite & Wireless - Telecom  | 0.4       | -1.7                      |
| Real Estate                     | 2.5       | -1.8                      |
| Retail                          | 4.4       | -1.9                      |
| Wireline & Services - Telecom   | 1.6       | -2.0                      |
| Utility                         | 1.3       | -2.5                      |

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<sup>1</sup> % of total portfolio includes total investments, cash and cash equivalents, and accrued investment income on a trade date basis.

<sup>2</sup> Number of Active Issuers excludes calls, tenders, and restructured issuers that are being liquidated (186 total issuers).

*Investments in debt securities involve credit risk and typically decrease in value when interest rates rise. Investments in lower rated and non rated securities involve greater risk. The fund may invest in derivatives, asset backed and mortgage backed securities, and foreign securities. Please read the fund prospectus for a full list of fund risks.*

The ICE BofA BB-B US High Yield Constrained Index contains all securities in the ICE BofA US High Yield Index rated BB+ through B- by S&P (or equivalent as rated by Moody's or Fitch), but caps issuer exposure at 2%. Index constituents are capitalization weighted, based on their current amount outstanding, provided the total allocation to an individual issuer does not exceed 2%. The index does not reflect the payment of transaction costs, fees and expenses associated with an investment in the Fund. It is not possible to invest directly in an index.

Bond ratings are grades given to bonds that indicate their credit quality as determined by private independent rating services such as S&P, Moody's and Fitch. These firms evaluate a bond issuer's financial strength, or its ability to pay a bond's principal and interest in a timely fashion. Ratings are expressed as letters ranging from 'AAA', which is the highest grade, to 'D', which is the lowest grade. Bond Credit Quality weights were derived from the highest bond rating as determined by S&P and Moody's. In limited situations where neither rating agency has issued a formal rating, the Advisor will classify the security as nonrated. Investment Grade includes credits that are BBB- or above.

Data source: H&W, ICE BofA, Bloomberg. Holdings are subject to change and are not buy/sell recommendations. **Current Yield** is that of the securities held in the portfolio; it is not reflective of the yield distributed to shareholders. Current yield is calculated by taking the annual income (interest or dividends) divided by the current price of the security. **Yield-to-Worst** is the lowest possible yield from owning a bond considering all potential call dates prior to maturity. **Modified Duration** measures the price sensitivity of a bond to interest rate movements. **Spread over Treasuries** is the yield-to-worst of the portfolio minus the yield-to-worst on Treasuries.

The 30-day SEC Yield represents net investment income earned by a fund over a 30-day period, expressed as an annual percentage rate based on the fund's share price at the end of the 30-day period. The SEC Yield should be regarded as an estimate of the fund's rate of investment income, and it may not equal the fund's actual income distribution rate, the income paid to a shareholder's account, or the income reported in the fund's financial statements.

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*This material must be preceded or accompanied by a summary prospectus or prospectus of the Hotchkis & Wiley High Yield Fund*

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