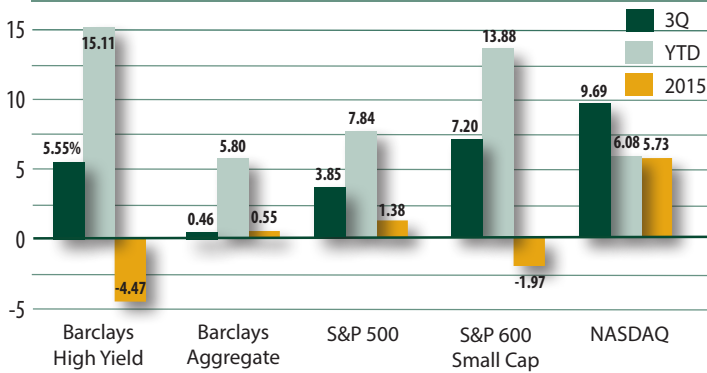




HIGH YIELD QUARTERLY

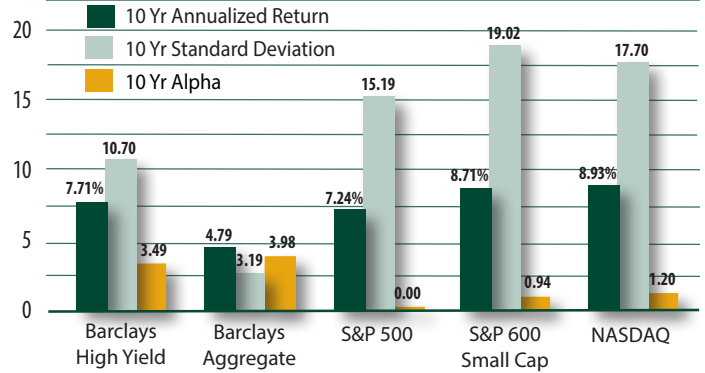
SEPT
2016

INDEX RETURNS



Source: Barclays, Informais PSN

HISTORICAL PERFORMANCE



Source: Informais PSN; Annualized 10 Years

SECTOR RETURNS	3Q	YTD	2015
BB	4.36%	12.29%	-1.00%
B	5.70	13.52	-4.72
CCC	8.20	25.55	-12.11
CC - D	17.11	63.29	-56.15
Not Rated	-1.93	4.38	-19.82
Basic Industry	8.04	32.65	-17.57
Capital Goods	3.98	11.39	0.08
Consumer Cyclical	4.74	11.33	1.66
Consumer Non-Cyclical	3.83	7.85	2.11
Energy	6.75	29.81	-23.55
Technology	6.57	13.34	0.70
Transportation	4.16	7.34	-0.48
Communication	6.23	12.56	-1.74
Other Industrials	6.06	18.94	-3.70
Utility	4.62	14.69	-5.16
Financial	4.83	7.62	2.42

Source: Barclays

SECTOR SPREADS	9/30/16	12/31/15	12/31/14
BB	335	444	347
B	496	697	542
CCC	982	1,467	873
CC - D	2,672	5,644	3,544
Not Rated	935	2,371	959
Basic Industry	517	1,170	633
Capital Goods	458	618	479
Consumer Cyclical	435	559	524
Consumer Non-Cyclical	478	525	456
Energy	648	1,390	769
Technology	470	603	490
Transportation	663	680	526
Communication	511	601	443
Other Industrials	791	1,007	655
Utility	548	695	400
Financial	437	458	389

Source: Barclays

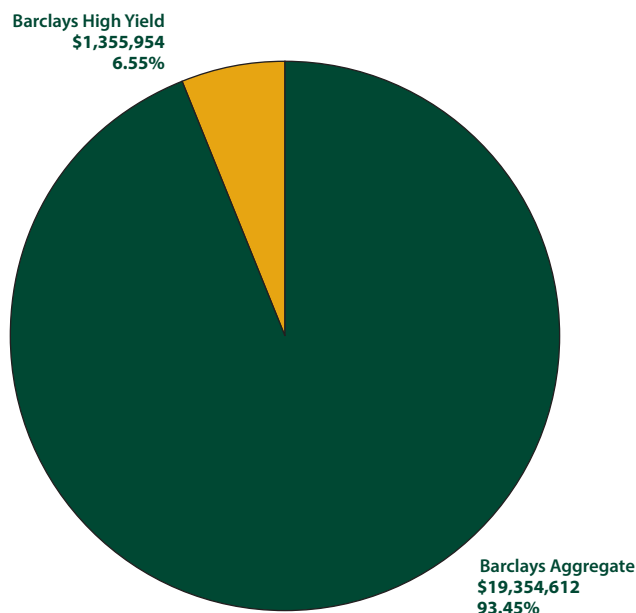
KEY CHARACTERISTIC	9/30/16	12/31/15
Duration	4.1	4.3
Yield To Maturity	6.6	8.9
Current Yield	6.6	7.5
Yield To Worst	6.2	8.7
Weighted Average Maturity	6.3	6.2
% \$500mm and under	31.9	33.0
% \$501mm and over	68.1	67.0

Source: Barclays, Yield Book

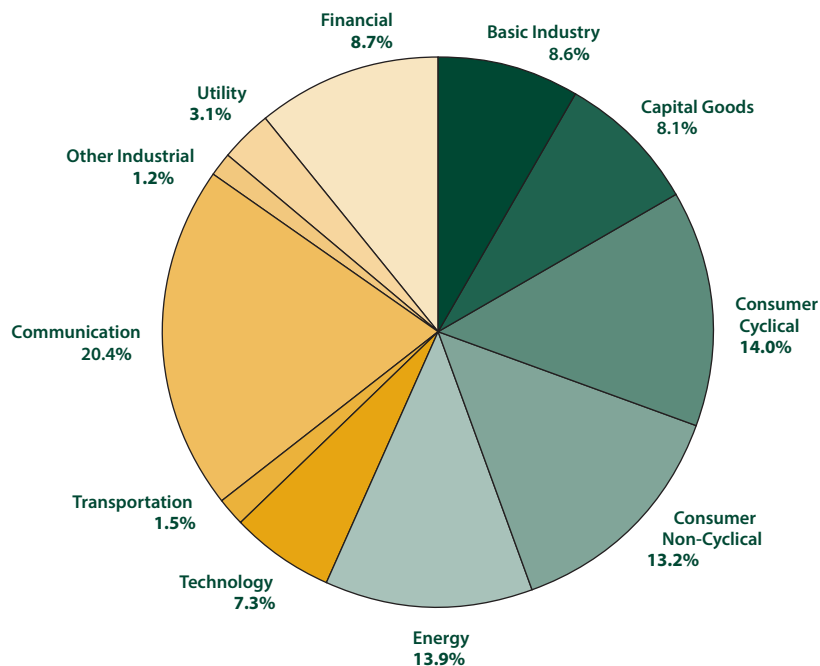
KEY CHARACTERISTIC	9/30/16	12/31/15
% BB or >	46.4	45.8
% B	38.3	39.6
% CCC	14.4	14.1
% CC and below	0.9	0.5
% Debt Maturing in < 3 Years	12.6	13.0
% Debt Maturing in 3 - 5 Years	25.0	24.7
% Debt Maturing in > 5 Years	62.4	62.3

Source: Barclays

US DEBT MARKET (\$MM)



BARCLAYS HIGH YIELD

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All investments carry a degree of risk, including loss of principal. It is important to note that there are risks inherent in any investment and there can be no assurance that any asset class will provide positive performance over any period of time.

Barclays U.S. High Yield Index covers the universe of fixed rate, non-investment grade debt. Eurobonds and debt issues from countries designated as emerging markets (e.g., Argentina, Brazil, Venezuela, etc.) are excluded, but Canadian and global bonds (SEC registered) of issuers in non-EMG countries are included. Original issue zeroes, step-up coupon structures, 144-As and pay-in-kind bonds (PIKs, as of October 1, 2009) are also included. The index includes both corporate and non-corporate sectors. The corporate sectors are Industrial, Utility, and Finance, which include both U.S. and non-U.S. corporations. The Yankee sector has been discontinued as of 7/1/00. The bonds in the former Yankee sector have not been removed from the index, but have been reclassified into other sectors. You cannot invest directly in an index.

Barclays U.S. Aggregate Bond Index is an unmanaged index that covers the investment grade fixed rate bond market with index components for government and corporate securities, mortgage pass-through securities, and asset-backed securities. The issues must be rated investment grade, be publicly traded, and meet certain maturity and issue size requirements. You can not invest directly in an index.

S&P 500 Index – The S&P 500 index includes 500 leading companies in leading industries of the U.S. economy. The S&P 500 is designed to be a leading indicator of U.S. equities and is meant to reflect the risk/return characteristics of the large cap universe. You can not invest directly in an index.

S&P SmallCap 600 covers approximately 3% of the domestic equities market. Measuring the small cap segment of the market that is typically renowned for poor trading liquidity and financial instability, the index is designed to be an efficient portfolio of companies that meet specific inclusion criteria to ensure that they are investable and financially viable. You can not invest directly in an index.

Nasdaq Composite is a stock market index of the common stocks and similar securities (e.g. ADRs, tracking stocks, limited partnership interests) listed on the NASDAQ stock market, meaning that it has over 3,000 components. It is highly followed in the U.S. as an indicator of the performance of stocks of technology companies and growth companies. Since both U.S. and non-U.S. companies are listed on the NASDAQ stock market, the index is not exclusively a U.S. index. You can not invest directly in an index.



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