

## Osterweis Strategic Income Fund (OSTIX)

Quarterly Fact Sheet | December 31, 2020

### PROFILE

Ticker	OSTIX
CUSIP	742935489
Inception Date	8/30/2002
Load	None
12b-1 Fees	None
Fund Assets	\$4.9 billion
Fiscal Year Turnover (as of 3/31/20)	40%
Expense Ratio (as of 03/31/20)	0.87%
NAV	\$11.35
Number of Holdings	163

### ASSET ALLOCATION (% OF TOTAL PORTFOLIO)

High Yield*	69.8%
Cash & Equivalents	11.3
Investment Grade	6.9
Equity Sensitive Convertibles	4.9
Common Stocks	3.3
Busted Convertibles	2.3
Preferred Stocks	1.1
Non-Agency MBS/CMO	0.3

### HIGHLIGHTS

- Strategic top-down asset allocation based on macroeconomic conditions
- Bottom-up security selection based on rigorous fundamental and credit analysis
- Unconstrained, risk-aware strategy
- Experienced investment team
- Adviser is majority-owned by its employees

### PORTFOLIO MANAGERS

Carl Kaufman                      Bradley Kane  
Craig Manchuck

### MINIMUM INVESTMENTS

- \$5,000 initial investment for regular accounts
- \$1,500 initial investment for IRA or other tax-deferred accounts
- \$100 for subsequent investments

### FUND OBJECTIVE & STRATEGY

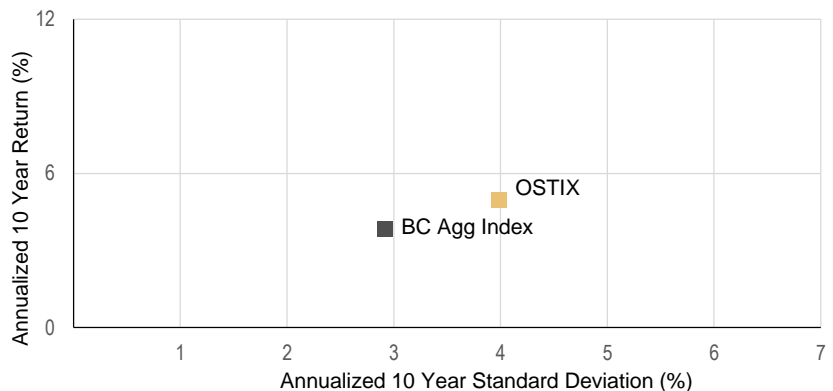
The Fund seeks to preserve capital and attain long-term total returns through a combination of current income and moderate capital appreciation. Allocation of the Fund's assets will be adjusted as dictated by changes in interest rates, as well as the overall economic environment.

### Fund Performance (as of 12/31/20)

	QTR	YTD	1 Yr.	3 Yr.	5 Yr.	10 Yr.	15 Yr.	Since Inception (8/30/2002)
OSTIX	4.97%	9.02%	9.02%	4.50%	6.06%	4.95%	6.00%	6.53%
Bloomberg Barclays U.S. Aggregate Bond Index	0.67%	7.51%	7.51%	5.34%	4.44%	3.84%	4.49%	4.44%

Rates of return for periods greater than one year are annualized. **Performance data quoted represent past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance of the Fund may be higher or lower than the performance quoted. Performance data current to the most recent month end may be obtained by calling shareholder services toll free at (866) 236-0050.**

### 10 Year Risk and Return



† Securities not included in the high yield category (e.g., convertible bonds and preferred stocks) may also be rated below investment grade.

MBS/CMO = Mortgage Backed Securities/Collateralized Mortgage Obligation

The Bloomberg Barclays U.S. Aggregate Bond Index (BC Agg) is an unmanaged index which is widely regarded as the standard for measuring U.S. investment grade bond market performance. This index does not incur expenses and is not available for investment. The index includes reinvestment of dividends and/or interest income.  
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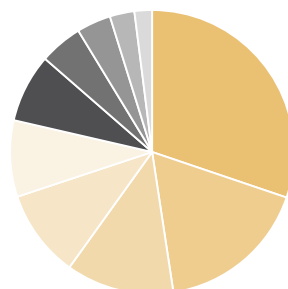
## CALENDAR YEAR PERFORMANCE

	Strategic Income	BC Agg
2020	9.02%	7.51%
2019	5.35	8.72
2018	-0.66	0.01
2017	5.99	3.54
2016	10.95	2.65
2015	-0.93	0.55
2014	1.26	5.97
2013	6.58	-2.02
2012	8.55	4.21
2011	4.06	7.84
2010	10.14	6.54
2009	24.90	5.93
2008	-5.54	5.24
2007	3.43	6.97
2006	9.99	4.33

CREDIT QUALITY EXPOSURE  
(% OF TOTAL PORTFOLIO)

Government	0.0%
AAA	0.0
AA	0.0
A	1.2
BBB	6.8
BB	20.9
B	34.4
Below B	8.6
Not Rated Securities	16.9
Cash & Equivalents	11.3

## Sector Exposure (% of Portfolio excluding Cash)



Industrials	30.2%
Consumer Discretionary	17.4
Materials	12.3
Financials	10.0
Information Technology	8.7
Consumer Staples	7.8
Health Care	4.9
Energy	3.9
Communication Services	2.8
Real Estate	2.0

## Top 10 Holdings (% of Total Portfolio)

Southeastern Grocers Inc	2.7%	Caleres Inc	6.250% 8/15/23	1.5%
Consolidated Energy Fin 144A	2.1	American Airlines 12-2 C Trst	4.700% 6/3/21	1.4
3.967% 6/15/22				
XPO Logistics Inc 144A	2.0	XPO Logistics Inc 144A	6.250% 5/1/25	1.4
6.500% 6/15/22				
Resolute Forest Products	1.6	Navistar Intl Corp 144A	6.625% 11/1/25	1.4
5.875% 5/15/23				
Xerox Holdings Corp 144A	1.5	Avation Capital SA 144A	6.500% 5/15/21	1.4
5.000% 8/15/25				
<b>Total</b>				<b>17.1%</b>

Data reflect rounding. Additional portfolio information is available at [osterweis.com](http://osterweis.com).

The Osterweis Funds are available by prospectus only. The Funds' investment objectives, risks, charges and expenses must be considered carefully before investing. The summary and statutory prospectuses contain this and other important information about the Funds. You may obtain a summary or statutory prospectus by calling toll free at (866) 236-0050, or by visiting [www.osterweis.com/statpro](http://www.osterweis.com/statpro). Please read the prospectus carefully before investing to ensure the Fund is appropriate for your goals and risk tolerance. **Mutual fund investing involves risk. Principal loss is possible. The Osterweis Strategic Income Fund may invest in debt securities that are un-rated or rated below investment grade. Lower-rated securities may present an increased possibility of default, price volatility or illiquidity compared to higher-rated securities. The Fund may invest in foreign and emerging market securities, which involve greater volatility and political, economic and currency risks and differences in accounting methods. These risks may increase for emerging markets. Investments in debt securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term debt securities. Small- and mid-capitalization companies tend to have limited liquidity and greater price volatility than large-capitalization companies. Higher turnover rates may result in increased transaction costs, which could impact performance. From time to time, the Fund may have concentrated positions in one or more sectors subjecting the Fund to sector emphasis risk. The Fund may invest in municipal securities which are subject to the risk of default.** Standard Deviation (Annualized): This measure of dispersion represents the degree to which an investment's returns vary around a mean. The greater the Standard Deviation, the more volatile an investment's returns were during the period measured. Investment grade and non-investment grade (high yield) categories are determined by credit ratings from Standard and Poor's and Moody's, which are private independent rating services that assign grades to bonds to represent their credit quality. The issues are evaluated based on such factors as the bond issuer's financial strength, or its ability to pay a bond's principal and interest in a timely fashion. Standard and Poor's ratings are expressed as letters ranging from 'AAA', which is the highest grade, to 'D', which is the lowest grade. Moody's ratings are expressed as letters and numbers ranging from 'Aaa', which is the highest grade, to 'C', which is the lowest grade. A Standard and Poor's rating of BBB- or higher is considered investment grade. A Moody's rating of Baa3 or higher is considered investment grade. A Standard and Poor's rating below BBB- is considered non-investment grade. A Moody's rating below Baa3 is considered non-investment grade. If an issue is rated by both agencies, the higher rating is used to determine the sector. Fund breakdown by credit ratings are based on Standard and Poor's ratings. Not Rated Securities consists of securities not rated by either agency, including common stocks, if any. While the fund is no-load, management fees and other expenses still apply. Please refer to the prospectus for more information. Fund holdings and/or sector allocations are subject to change at any time and are not recommendations to buy or sell any security. Osterweis Capital Management is the adviser to the Osterweis Funds, which are distributed by Quasar Distributors, LLC. [28896]