



Osterweis Strategic Income Fund

OSTIX

Annual Shareholder Report | March 31, 2025

OSTERWEIS
FUNDS

This annual shareholder report contains important information about the Osterweis Strategic Income Fund for the period of April 1, 2024, to March 31, 2025. You can find additional information about the Fund at <https://www.osterweis.com/regulatory-reports>. You can also request this information by contacting us at 1-866-236-0050.

WHAT WERE THE FUND COSTS FOR THE PAST YEAR? (based on a hypothetical \$10,000 investment)

Fund Name	Costs of a \$10,000 investment	Costs paid as a percentage of a \$10,000 investment
Osterweis Strategic Income Fund	\$86	0.83%

HOW DID THE FUND PERFORM LAST YEAR AND WHAT AFFECTED ITS PERFORMANCE?

For the period of April 1, 2024, to March 31, 2025, the Osterweis Strategic Income Fund (the Fund) generated a total return of 6.25% versus 4.88% for the Bloomberg U.S. Aggregate Bond Index (the Agg). Our outperformance was due primarily to our overweight to high yield (versus the Agg), as high yield bonds delivered stronger returns than investment grade bonds.

Inflation was the top concern among fixed income investors during the first three quarters of the previous fiscal year. During the first fiscal quarter, the investment grade bond market was subdued as inflation continued to hover above the Fed’s 2% target, which dashed hopes that the central bank would reduce interest rates. Our short duration high yield portfolio fared well and outperformed the Agg.

During the second fiscal quarter, inflation cooled, and the Fed announced a series of rate cuts, which triggered a broad rally in the bond market. Ten-year Treasury yields declined 62 basis points during the quarter, and high yield bonds also performed well. Because we deliberately maintain a shorter duration profile than the Agg, we lagged the index during the period, though we still generated positive absolute returns.

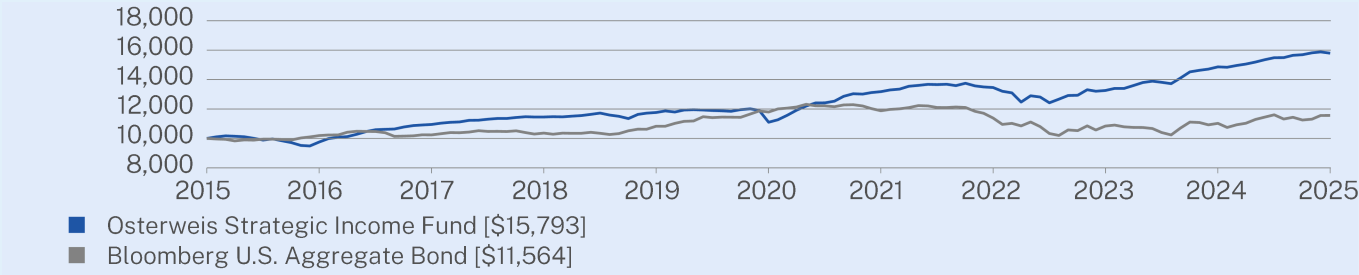
Concerns about inflation resumed somewhat unexpectedly in the third fiscal quarter, causing fixed income markets to give back a portion of their gains from the previous period. In response to elevated CPI data, the Fed revised its prior plans and announced fewer rate cuts for 2025. We outperformed during the quarter, as our shorter duration profile sheltered us from the worst of the selloff. We delivered positive absolute returns compared to negative absolute returns for the Agg.

The final fiscal quarter marked a shift in market sentiment, as concerns about lingering inflation and Fed policy were replaced by deeper worries about the consequences of a global trade war, including higher inflation and a potential recession. Equity markets sold off aggressively, triggering the classic flight to quality that caused Treasuries to rally. Our portfolio lagged the index due to our shorter duration profile, but we still delivered positive absolute returns.

HOW DID THE FUND PERFORM OVER THE PAST 10 YEARS?*

The \$10,000 chart reflects a hypothetical \$10,000 investment in the class of shares noted and assumes the maximum sales charge. The chart uses total return NAV performance and assumes reinvestment of dividends and capital gains. Fund expenses, including 12b-1 fees, management fees and other expenses were deducted.

CUMULATIVE PERFORMANCE (Initial Investment of \$10,000)



ANNUAL AVERAGE TOTAL RETURN (%)

	1 Year	5 Year	10 Year
OSTIX (without sales charge)	6.25	7.31	4.68
Bloomberg U.S. Aggregate Bond	4.88	-0.40	1.46

Visit <https://www.osterweis.com/regulatory-reports> for more recent performance information.

* The Fund's past performance is not a good predictor of how the Fund will perform in the future. The graph and table do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or redemption of Fund shares.

KEY FUND STATISTICS (as of March 31, 2025)

Net Assets	\$6,036,366,113
Number of Holdings	176
Net Advisory Fee	\$40,234,769
Portfolio Turnover	40%

Visit <https://www.osterweis.com/regulatory-reports> for more recent performance information.

WHAT DID THE FUND INVEST IN? (as of March 31, 2025)

Top Holdings	(% of net assets)
MSILF Treasury Securities Portfolio - Class Institutional	1.5%
Federated Hermes U.S. Treasury Cash Reserves - Class Institutional	1.5%
Lyft, Inc.	1.4%
American Airlines, Inc./AAdvantage Loyalty IP Ltd.	1.2%
OneMain Finance Corp.	1.2%
Conduent Business Services LLC / Conduent State & Local Solutions, Inc.	1.2%
Airbnb, Inc.	1.1%
United Natural Foods, Inc.	1.1%
Wells Fargo & Co.	1.1%
Cable One, Inc.	1.1%

For additional information about the Fund; including its prospectus, financial information, holdings and proxy information, scan the QR code or visit <https://www.osterweis.com/regulatory-reports>.

HOUSEHOLDING

To reduce Fund expenses, only one copy of most shareholder documents may be mailed to shareholders with multiple accounts at the same address (Householding). If you would prefer that your Osterweis Funds documents not be househanded, please contact the Osterweis Funds at 1-866-236-0050, or contact your financial intermediary. Your instructions will typically be effective within 30 days of receipt by the Osterweis Funds or your financial intermediary.