

# NORTHERN TRUST ASSET MANAGEMENT

## NORTHERN TRUST US HIGH YIELD

### FIXED INCOME FUND

Marketing Communication  
**ACTIVE FIXED INCOME**

SHARE CLASS B USD AS OF OCTOBER 2023

#### Investment Objective

The investment objective of the Fund is to provide a high level of current income.

The Fund is to invest at least 80% of its net assets in lower quality bonds and other fixed income securities (that is, bonds and other similar kinds of assets) that are primarily high-yielding, lower-rated corporate debt which is (commonly referred to as "junk bonds"). The Fund will primarily invest in bonds of U.S. companies but there may also be limited investment in bonds in non U.S. companies. These may be fixed or floating rate bonds and the fund may also invest in securities such as asset-backed, mortgage-backed and corporate securities.

The Fund does not have any portfolio maturity limitation, and may invest its assets in instruments with short, medium or long maturities. The instruments held by the Fund are considered speculative, and an investment in the Fund presents substantial risks relative to a fund that invests in investment grade instruments.

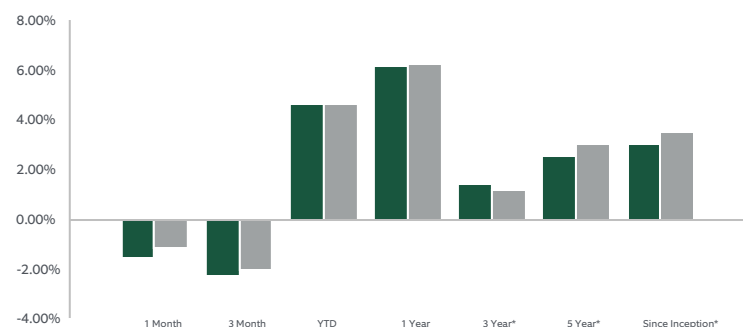
Target Market: This Fund is appropriate for investors who plan to invest over the medium to long term; and are looking for an actively managed investment in the relevant market(s). This Fund is appropriate for investors looking for an actively managed investment in high yield bonds.

Benchmark: For information purposes the benchmark is: Bloomberg Barclays US Corporate High Yield 2% Issuer Capped Total Return Index Value Unhedged USD.



#### SHARE CLASS PERFORMANCE % — IN USD AS OF 31/10/23

■ Northern Trust US High Yield Fixed Income Fund  
■ BB US Corp HY 2% Cap



#### Past performance does not predict future returns

	1 Month	3 Month	YTD	1 Year	3 Year*	10 Year*	Since Inception*
Share Class	-1.57	-2.28	4.62	6.19	1.38	—	3.02
Index	-1.17	-2.07	4.63	6.23	1.19	—	3.52

Performance is calculated from the inception of the share class. All data shown is net of fees. Please refer to the Fund prospectus for pricing information.  
\* Performance shown annualized for periods greater than 1 year.

#### All performance in USD as of 31/10/23

#### 12 MONTH PERFORMANCE PERIODS — TO LAST MONTH END

	31/10/22-31/10/23	31/10/21-31/10/22	31/10/20-31/10/21	31/10/19-31/10/20	31/10/18-31/10/19	31/10/17-31/10/18	31/10/16-31/10/17	31/10/15-31/10/16	31/10/14-31/10/15	31/10/13-31/10/14	Calendar Year 2022
Share Class	6.19	-12.14	11.68	0.81	8.06	0.88	9.56	6.09	-0.52	—	-11.52
Index	6.23	-11.76	10.53	3.42	8.38	0.98	8.92	10.16	-1.91	—	-11.18

Index performance returns do not reflect any advisory fees, transaction costs or expenses. It is not possible to invest directly in any index.

#### RISK WARNINGS

**Credit Risk** – A borrower or a counterparty may fail to repay or otherwise fail to meet contractual obligations to the Fund.

**Liquidity Risk** – Some recognised exchanges are less liquid or more volatile which may affect the price received and time taken when selling investments. Small capitalisation companies are also less liquid and this may result in fluctuations in the price of shares.

**Investment Risk** - The Fund may not achieve its investment objective. An investment in the Fund involves investment risks including possible loss of the amount invested.

**Issuer Risk** – The issuer of a bond held within the Fund may not be able to meet its obligations to the Fund.

**Counterparty Risk** - In case of bankruptcy of the broker, there is no guarantee collateral held by the broker will be returned to the Fund. In the event of bankruptcy of the counterparty, the premium and any unrealised gains may be lost.

**Derivative Risk** - Derivatives may result in gains or losses that are greater than the original amount invested.

**Valuation Risk** - A position in the Fund may be valued incorrectly, as some prices may be uncertain at a point in time.

**Currency Risk** - Where a class of shares are in a currency other than the base currency of the Fund, the non-base share classes of the Fund may be affected unfavourably by fluctuations in currency rates.

The Fund may invest in sub-investment grade debt securities which carry a greater possibility that the issuer may be unable or unwilling to make timely payments of interest and principal and thus default. If this happens, or is perceived as likely to happen, the values of those debt securities will usually be more volatile. A default or expected default could also make it difficult for the Fund to sell the sub-investment grade securities at prices approximating the values that the Fund had previously placed on them.

NORTHERN TRUST ASSET MANAGEMENT

# NORTHERN TRUST US HIGH YIELD FIXED INCOME FUND

## CREDIT RATING ALLOCATION %

	Fund	Benchmark
BBB	4.2	0.1
BB	39.2	46.4
B	42.0	41.1
CCC	12.9	11.4
CC	0.8	0.5
C	0.0	0.1
D	0.3	0.1
Unrated	0.4	0.3
Cash Equivalents	0.4	0.0

## TOP REGIONS/ COUNTRIES %

	Fund	Benchmark
United States	84.6	86.0
United Kingdom	2.7	4.3
Canada	2.7	2.1
Germany	1.4	1.1
Luxembourg	1.1	0.8
Others	7.5	5.7

## MATURITY ALLOCATION %

	Fund	Benchmark
0-1yr	0.4	0.0
1yr-2yrs	6.0	8.1
2yrs-3yrs	11.8	13.4
3yrs-5yrs	34.1	33.3
5yrs-7yrs	35.0	31.2
7yrs-10yrs	8.4	10.6
10yrs-15yrs	1.1	1.5
15yrs-20yrs	0.3	0.4
20yrs-25yrs	0.0	0.5
25yrs-30yrs	0.7	0.2

## SECTOR ALLOCATION %

	Fund	Benchmark
Industrial	83.9	87.3
Financial	13.4	9.9
Utilities	2.1	2.8
Foreign Agencies	0.4	0.0
Committed Cash	0.4	0.0
Foreign Local Govt	0.0	0.0
Municipals	0.0	0.0
Other	0.0	0.0
Other	0.0	0.0

## FUND OVERVIEW

Domicile	Ireland
Legal Structure	ICVC
Regulatory Structure	UCITS IV
Currencies Offered	USD/GBP/EUR
Distributions	April
Total Fund Assets	\$106.3 Million
Benchmark	BB US Corp HY 2% Cap
Fund Launch Date	12/05/14
Share Class Launch Date	12/05/14
Fund Base Currency	USD
Share Class Currency	USD
Bloomberg Ticker	NTUHFUB
ISIN	IE00BJOJSZ06
Minimum Initial Investment	\$100,000
Minimum Subsequent Investment	\$1,000
Dealing Frequency	Daily
Dealing Deadline	4:00pm Irish Time on the Dealing Day
Settlement	T+1
Portfolio Manager	Team Managed
OCF SHARE CLASS B USD**	0.52%
Use of Income	Distributing
UK Distributor/Reporting Status	Yes

## FUND CHARACTERISTICS

	Fund	Benchmark
Average Coupon	6.4	6.1
Yield to Maturity	10.2	9.5
Current Yield	7.4	7.0
Average Maturity	6.4	5.3
Duration	3.7	3.7
Convexity	0.1	0.1
Total Number of Issues	566.0	1,911.0

## Glossary

**Business Related Exclusions :** Business related exclusions cover tobacco manufacturing, retail and trade and for-profit prisons.

**Duration:** is a measure of the sensitivity of the price of a bond or other debt instrument to a change in interest rates.

**Forward EPS Growth:** is an estimated growth of the next period's earnings of a company, usually till the completion of the current fiscal year and sometimes to the following fiscal year.

**ISIN:** International Securities Identification Number. It is a 12-digit alphanumeric code that uniquely identifies a specific security.

**LT / ST:** Long Term / Short Term.

**Modified Duration:** measures the change in the value of the a bond in response to a change in 100-basis-point (1%) change in interest rates.

**Ongoing Charge:** is a figure representing all annual charges and other payments taken from the fund.

**Price-to-Book Ratio:** is used to compare a firm's market capitalization to its book value. It's calculated by dividing the company's stock price per share by its book value per share. Book value is calculated as follows: (total asset - total liabilities) / number of shares outstanding.

**Quant Active:** securities are chosen based on numerical data compiled through quantitative analysis. It is aiming for high alpha from exposure to multiple factors: proven stock ranking model focused on selecting stocks that exhibit good value, quality, momentum and analyst revisions characteristics etc.

**Spread Duration:** is an estimate of how much the price of a specific bond will move when the spread of that specific bond changes.

**SRRI:** is a value based on the volatility of the fund, which gives an indication of the overall risk and reward profile of the fund.

**Swing Pricing:** protects existing shareholders against fund dilution by passing transaction costs to purchasing or redeeming shareholders. It allows funds to adjust the net asset value up or down once purchase or redemption limits are exceeded.

**Trailing 12-month price-to-earnings ratio:** is a relative valuation multiple based on the last 12 months of actual earnings, calculated by dividing the current stock price by the trailing EPS for the previous year.

**WAL (Nominal Weighted Average Life):** A bond's maturity is the length of time until the principal amount of the bond is to be repaid. WAL of the fund is calculated as the average of the underlying bonds' maturities, adjusted to take account of their relative weight (size) within the fund.

**WAM (Weighted Average Maturity):** A bond's maturity is the length of time until the principal amount of the bond is to be repaid. WAM of the ETF is calculated as the average of the underlying bonds' maturities, adjusted to take account of their relative weight (size) within the fund.

**Weighted Average Market Cap:** refers to a type of stock market index construction that is based on the market capitalization of the index's constituent stocks.

**Yield to Maturity (%):** is the total return anticipated on a bond if the bond is held until it matures.

## For More Information

Please visit [www.northerntrust.com/pooledfunds](http://www.northerntrust.com/pooledfunds) OR please contact your local Northern Trust representative using the information below.

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