

# Putnam Core Bond

**INCEPTION DATE**

3/31/93

**BENCHMARK**

Lehman Brothers Aggregate Bond Index

**ASSETS UNDER MANAGEMENT**

\$xxx billion

**KEY CHARACTERISTICS**

	Putnam Core Bond	Lehman Aggregate
Effective duration	xx	xx
Average credit quality	xx	xx
Average coupon	xx	xx
Average yield	xx	xx
Number of securities	xx	xx
Beta/Sharpe ratio	xx	xx

**PRODUCT HIGHLIGHTS**

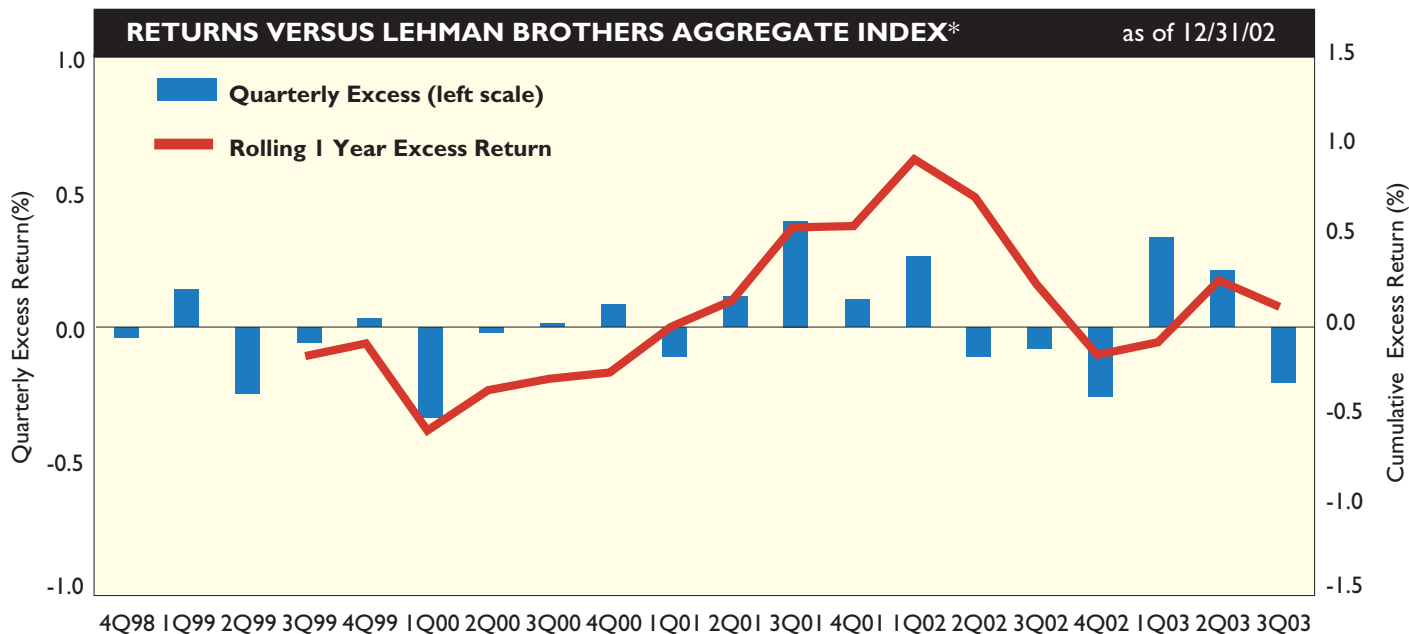
- Utilizes full opportunity set within the U.S. investment-grade universe (government, securitized MBS/ABS/CMO, investment-grade corporates)
- Integrates alpha generation from sector specialists using a disciplined portfolio construction process
- Primary emphasis on security selection and subsector rotation as sources of alpha

**OBJECTIVE**

Above-average total returns with low volatility relative to the Lehman Brothers Aggregate Bond Index, through an actively managed, broadly diversified portfolio.

**PHILOSOPHY**

- Active management to effectively exploit market inefficiencies
- Measured risk-taking that utilizes multiple independent diversification strategies
- Exploitation of all sources of excess return, emphasizing those with the best risk-to-return profiles
- Systematic, disciplined processes for allocating risk within the portfolio
- Broad, comprehensive research platform to identify and exploit market opportunities



# INVESTMENT PROCESS

## LEAD PORTFOLIO MANAGERS

**Kevin M. Cronin, CFA**  
Chief Investment Officer, Fixed Income  
*15 years of investment experience*

**James M. Prusko, CFA**  
Team Leader, High-Grade Corporates  
*x years of industry experience*

**D. William Kohli**  
Team Leader, Portfolio Construction  
*x years of industry experience*

**Rob A. Bloemker**  
Team Leader, Mortgage- and Asset-  
Backed, Governments  
*x years of industry experience*

**David L. Waldman**  
Director, Fixed Income Quantitative  
Research  
*x years of industry experience*

## PRODUCT MANAGER

**Wilson S. Berglund, CFA**  
*x years of investment experience*

“CIO quote here.”

Kevin M. Cronin, CIO

Putnam’s Core Fixed Income team employs an integrated investment process that combines:

## VALUATION

- Uses bond-specific proprietary and integrated systems for assessing which bonds across the investment grade U.S. universe are cheap, and why.

## RISK MANAGEMENT

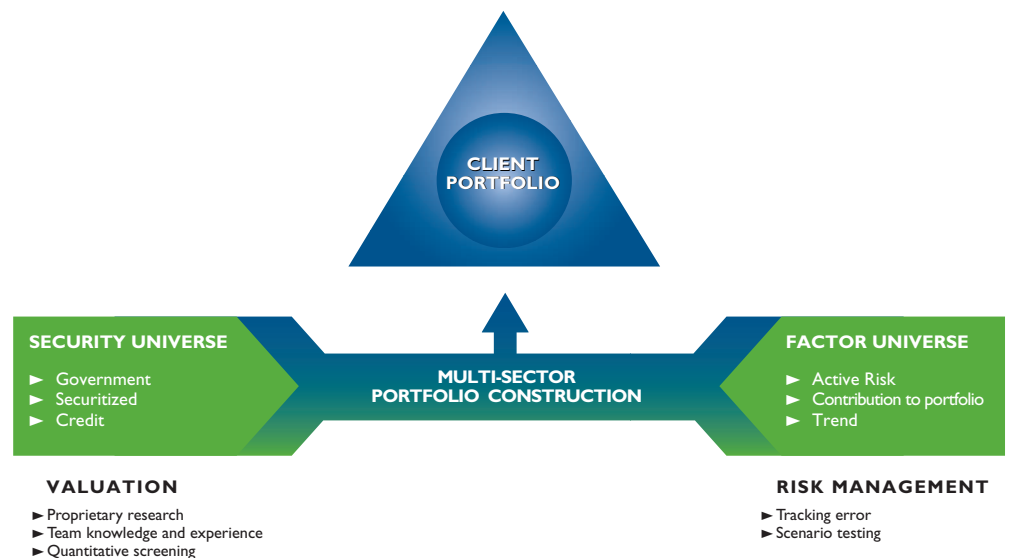
Proprietary platform that provides:

- Risk decompositions across macro, sector, sub-sector, and security factors
- Risk budgeting that links core philosophies with market environment
- Scenario stress testing to assess the impact of non-normal events

## PORTFOLIO CONSTRUCTION

Evaluates most efficient trade-offs using

- Model universe and optimal portfolios
- Quantitative versus subjective factors
- Historical model success in various environments,
- A finite opportunity set of active strategies
- Within a systematic portfolio construction process.



### Explanatory text if needed.

- [Put data below in context]

PLACE SECTOR CHART HERE

PLACE RISK VERSUS RETURN CHART HERE

PLACE DURATION CHART HERE

PLACE QUALITY CHART HERE

Footnote page

**PUTNAM** INVESTMENTS

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