

Payden Global Income Opportunities Fund

DECEMBER 2021

Fund Overview

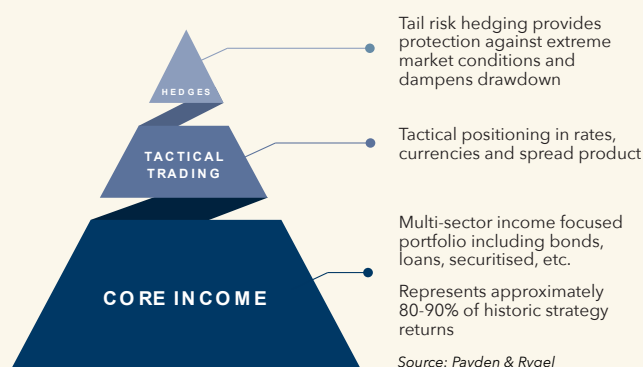
INVESTMENT PHILOSOPHY

- Produce Positive Returns** Staying true to the basic definition of "Absolute Return", our strategy aims to produce positive returns with a performance objective of +2.5% above the benchmark over the medium term.
- Protect Downside Risk** Before we consider the direction of markets or the value opportunities that are presented, our first responsibility is to protect an investor's principal against the potential for loss. Risk management is paramount.
- Capture "Smart" Yield** Benefitting from more than 36 years in fixed income management, the foundation of our strategy is a low duration fixed income portfolio where risk premia from global interest rate curves and credit markets provide dependable and repeatable returns.

INVESTMENT APPROACH

The Fund is managed using the Payden Absolute Return Investing - or PARI - strategy; the process focuses on constructing the portfolio from a top down view and emphasises income generation in its core positions.

Payden's investment approach focuses on three areas:

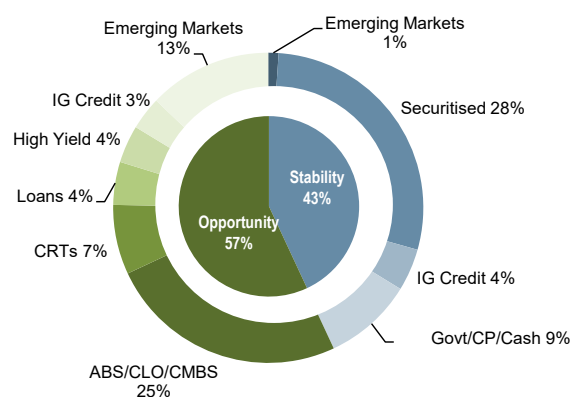


Fund Characteristics

SUMMARY DATA

Number of positions	251
Average rating	BAA2
Current yield	2.41%
Duration	1.14
Spread Duration	3.37
Yield to Maturity	2.68%

SECTOR ALLOCATION



REGIONAL ALLOCATION

MidEast/Africa	4.4%
Asia/Oceania	2.4%
Europe	12.7%
Latin America	6.9%
North America	73.6%

Performance as at 31 December 2021

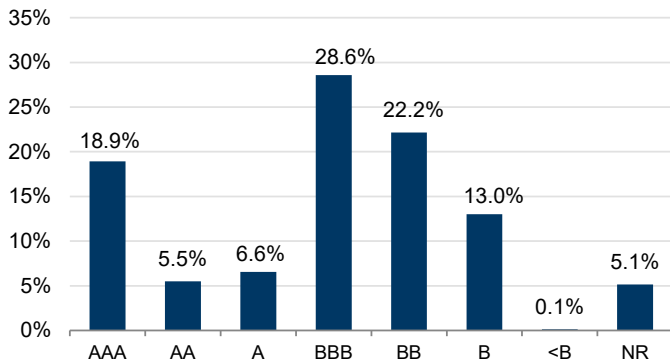
	1 month %	3 months %	1 year %	3 years % pa	5 years % pa	7 years % pa	Since inception ¹ % pa
Fund ²	0.25	-0.63	1.37	2.16	2.07	2.68	3.03
Benchmark ³	0.00	0.01	0.03	0.63	1.11	1.42	1.77
Value Added	0.25	-0.64	1.34	1.53	0.96	1.26	1.26

1. Inception date: 18 September 2012
 2. Fund returns are calculated net of management fees
 3. Bloomberg AusBond Bank Bill Index

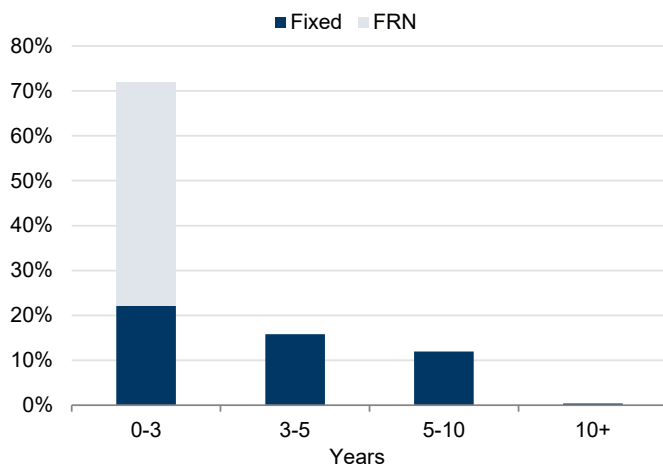
Past performance is not a guide to future performance



RATING



DURATION



FUND FACTS

APIR CODE GFS0008AU	INVESTMENT MANAGER Payden & Rygel
MFUND CODE GSF08	RESPONSIBLE ENTITY GSFM Responsible Entity Services Limited
INCEPTION DATE 18 September 2012	MANAGEMENT FEE 0.70% P.A.
DISTRIBUTIONS Quarterly	BUY/SELL SPREAD Buy +0.10% / Sell -0.10%

Important Information

"Bloomberg®" and Bloomberg AusBond Bank Bill Index are service marks of Bloomberg Finance L.P. and its affiliates, including Bloomberg Index Services Limited ("BISL"), the administrator of the index (collectively, "Bloomberg") and have been licensed for use for certain purposes by GSFM Responsible Entity Services Limited. Bloomberg is not affiliated with GSFM Responsible Entity Services Limited, and Bloomberg does not approve, endorse, review, or recommend the Payden Global Income Opportunities Fund. Bloomberg does not guarantee the timeliness, accurateness, or completeness of any data or information relating to the Payden Global Income Opportunities Fund.

The information contained in this document reflects, as of the date of publication, the views of Payden & Rygel and sources believed by Payden & Rygel to be reliable. There can be no guarantee that any projection, forecast or opinion in these materials will be realised. The views expressed in this document may change at any time subsequent to the date of issue.

GSFM Responsible Entity Services Limited ABN 48 129 256 104 AFSL 321517 (GRES) is the responsible entity of the Payden Global Income Opportunities Fund ARSN 130 353 310 (Fund) and is the issuer of this information. This information has been prepared without taking account of the objectives, financial situation or needs of individuals. Before making an investment decision in relation to the Fund, investors should consider the appropriateness of this information, having regard to their own objectives, financial situation and needs and read and consider the product disclosure statement for the Fund dated 25 March 2019 (PDS) and the Additional Information to the Product Disclosure Statement which can be obtained from www.gsfm.com.au or by calling 1300 133 451.

GSFM Responsible Entity Services Limited has produced a Target Market Determination (TMD) in relation to the Payden Global Income Opportunities Fund. The TMD sets out the class of persons who comprise the target market for the Payden Global Income Opportunities Fund and is available at www.gsfm.com.au

Past performance information given in this document is given for illustrative purposes only and should not be relied upon as (and is not) an indication of future performance. None of GRES, its related bodies or associates nor any other person guarantees the repayment of capital or the performance of the Fund or any particular returns from the Fund. No representation or warranty is made concerning the accuracy of any data contained in this document. This document is issued on 17 January 2022.

Manager Commentary

In Q4 of 2021, the Federal Open Market Committee ("FOMC") announced the tapering of their monthly asset purchases at their November 3rd meeting, initially at a rate of \$15 billion per month. Consumer prices in the U.S. reached multi-decade highs with a year-over-year headline CPI reading of 6.8% in November, surpassing October's 6.2% print. At the December FOMC meeting, the Committee increased the pace of tapering to \$30 billion per month. Additionally, the median rate projection from the Fed dot plot of forecasts now suggests three 25 basis point hikes during 2022. Coupled with Powell's hawkish commentary and relaxation of the test stringency for rate lift-off, we now view the market's expectations for three rate hikes in 2022 as feasible. Adding to investor concern and market volatility during the quarter was the emergence of the Omicron strain of the Covid-19 virus which has now spread globally after being first discovered in South Africa. While its impact on global economies is still too early to tell, data on the Omicron variant has continued to suggest that it is a more transmissible strain of the virus, however deaths and hospitalisations remain much lower relative to previous waves. The U.S. yield curve flattened with the U.S. 30-year bond lowering, ending the year at 1.90%. Risk assets experienced some volatility during the quarter, with the Global Aggregate Index returning -0.89%, while the U.S. Aggregate Index posted a modest negative return of -0.14%. Equity markets reported a strong performance to end the year despite intra-quarter volatility, with value stocks (MSCI Value Index +6.6%) underperforming growth stocks (MSCI Growth Index +8.5%).

CORE INCOME

- Investment-Grade Corporates generated negative returns due to a combination of modestly wider credit risk premiums and higher front-end rates. The Fund continued to utilise Investment-Grade Corporates as the primary funding source for additions to areas with more upside in credit risk premiums such as Emerging Markets debt and Securitised Product.
- The Fund added risk in Emerging Markets debt, primarily in shorter maturity sovereigns, quasi-sovereigns, and yield-to-call corporates that had underperformed in the recent bout of volatility.
- The Fund continued to add exposure to BBB- and BB-rated corporate CLO and increased exposure to Commercial Mortgage-Backed Securities given the recent supply-induced spread widening. Additionally, the Fund participated in Fannie Mae's first Credit-Risk Transfer transaction of the year, specifically in the B1 and B2 classes. Securitised credit continues to screen attractively relative to Corporate credit, particularly given the diversification of collateral and tighter post-Covid underwriting.

TACTICAL

The Fund had modest participation in tactical opportunities, primarily within High Yield corporates and Emerging Market debt, as primary issuance declined at the end of the year.

RISK MANAGEMENT

The Fund increased the tail risk hedge program mid-quarter for added protection and took profits in select asset classes to increase cash positions to 5-7%.

DISTRIBUTIONS

The Fund aims to pay distributions on a quarterly basis. A distribution of 0.0100 cents per unit will be paid for the quarter ended 31 December 2021.

FUND DISCLOSURE

The Fund has certain regular reporting and continuous disclosure obligations pursuant to the Corporations Act. All continuous disclosure notices are available at gsfm.com.au.

See gsfm.com.au for more information about the Payden Global Income Opportunities Fund.