

Penn Capital Opportunistic High Income Fund

Capital Structure Specialists

Penn Capital has specialized in the leveraged finance market – the credit and equity of non-investment grade US companies – for over 30 years.

We pair fundamental, bottom-up research with quantitative risk management in an effort to target relative value opportunities with high conviction.

Penn Capital distinctly integrates credit and equity research with a Complete Capital Structure Analysis®. Our experienced research analysts are corporate asset class generalists and industry specialists. We believe this holistic approach offers an advantage in the identification of mispriced securities, capital structure catalysts, and risk mitigation.

Top 10 Positions

Portfolio Date: 11/30/2024

Texas Capital Bancshares, Inc. 4%	1.39
CCO Holdings, LLC/ CCO Holdings Capital Corp. 1.38	
Owens Brockway Glass Container Inc. 7.25%	1.27
Bloomin Brands Inc / OSI Restaurant Partners L 1.25	
KeHE Distributors, LLC / keHE Finance Corp. 9%	1.25
Midas Opco Holdings LLC 5.63%	1.23
Harvest Midstream I LP 7.5%	1.22
Bread Financial Holdings Inc 9.75%	1.20
Caesars Entertainment Inc. 6%	1.18
Owens & Minor Inc 6.63%	1.16

Portfolio Construction

Maximum # of Issuers	175
Maximum Issuer Weighting at Cost	3%
Maximum Industry Weighting	15%**
Maximum Cash	10%
Maximum Bank Loans	75%
Maximum Bonds	100%

Correlation Matrix (Last 3 Years %)

	1	2	3
1 PHYNX	1.00		
2 ICE BofA HY Const.	0.99	1.00	
3 BBG Agg Bond Index	0.79	0.79	1.00

BEFORE INVESTING YOU SHOULD CAREFULLY CONSIDER THE FUND'S INVESTMENT OBJECTIVES, RISKS, CHARGES AND EXPENSES. THIS AND OTHER RELEVANT INFORMATION CAN BE FOUND IN THE PROSPECTUS AND STATEMENT OF ADDITIONAL INFORMATION, COPIES OF WHICH MAY BE OBTAINED BY CALLING (844) 302-PENN (7366) OR BY VISITING WWW.PENNCAPITALFUNDS.COM. PLEASE READ THE PROSPECTUS CAREFULLY BEFORE YOU INVEST.

Description of Indices and Terms: The ICE BofA High Yield Constrained Index is a market value-weighted index designed to measure the performance of the US high yield bond market but caps issuer exposure at 2%. The BbgBarc Aggregate Bond Index is a market-value weighted index designed to measure the performance of the aggregate investment grade US bond market. An investor cannot directly invest in an index.

Credit Quality Disclosure: Quality ratings reflect the credit quality of the underlying securities in the Fund's portfolio and not that of the Fund itself. Quality ratings are subject to change. Moody's Investors Service's assigns a rating of Aaa as the highest to C as the lowest credit quality rating.

Fund Risks: An investment in the Fund involves risk, including possible loss of principal. The Fund is subject to the following risks, among others: ETF risk, which is the risk that the fund is subject to the same risks as the underlying securities in which the ETF invests as well as entails higher expenses than if invested into the underlying ETF directly; foreign securities and ADRs, which involve certain risks such as currency volatility, political and social instability and reduced market liquidity. Investments in REITs may be more susceptible to adverse developments affecting a single project or market segment than more broadly diversified investments. As interest rates rise the value of bond prices will decline. Credit risk refers to the loss in the value of a security based on a default in the payment of principle and/or interest of the security. High-yield bonds have a higher risk of default or other adverse credit events. Bank loans may have similar risks to below investment grade fixed income securities. In the event of the insolvency of an agent bank, a loan could be subject to settlement risk as well as the risk of interruptions in the day to day administration of the loan. There is the possibility that the Fund may lose money or be prevented from realizing capital gains if it cannot sell a security at a particular time and price. Liquidity risk can be more pronounced in periods of market turmoil.

Standard deviation is a measure of the dispersion of a set of data from its mean. Sharpe ratio is the average return earned in excess of the risk-free rate per unit of volatility or total risk. R-squared measures the relationship between a portfolio and its benchmark. Modified duration measures bond price sensitivity to a change in interest rates, specifically the effect that a 1% interest rate change will have on the price of the bond. **Or 3x the ICE BofA High Yield Constrained Index, not to exceed 25%. Allocations and holdings are subject to change at any time. Top 10 positions are based on the most recent holdings data available. **Past performance is no guarantee of future results.**

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Navy Yard Corporate Center, 1200 Intrepid Avenue, Suite 400, Philadelphia, PA 19112