

MARCH 31, 2024

Investment Strategy

The Payden Floating Rate Fund's investment objective is to seek a high level of current income through floating-rate debt instruments, with a secondary objective of long-term capital appreciation. At least 80% of fund assets will be floating rate. The fund generally invests in the higher-quality segment of the market and looks for companies with good growth prospects, superior products, and strong management teams.

Fund Highlights

- » High-yield loan focus. Opportunistic exposure to short-term high-yield corporates.
- » Payden primarily focuses on the higher quality end of the high-yield loan market. We believe that the risk-return profile of BB and high single-B rated loans is superior to that of lower-rated loans.
- » Due to the size of the fund, we can buy the loans we want and get meaningful new issuance allocations, which is difficult for funds with assets above \$1 billion.
- » The primary risk to the fund is a downturn in the economy.

Performance^A

MONTHLY	YTD	1 YEAR	3 YEAR	5 YEAR	10 YEAR	SINCE INCEPTION (11-11-13)
PAYDEN FLOATING RATE FUND	2.21%	11.69%	5.90%	5.02%	4.11%	4.11%
CREDIT SUISSE INSTITUTIONAL LEVERAGED LOAN BB INDEX	1.93%	9.49%	5.49%	3.96%	3.80%	3.83%

Calendar-Year Returns

2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
12.86%	0.28%	3.93%	1.72%	8.49%	0.31%	2.82%	6.73%	2.11%	1.41%

FUND DESCRIPTION

CLASS:	Investor
FUND INCEPTION:	Nov 11, 2013
TICKER:	PYFRX
CUSIP:	704329226
TOTAL NET ASSETS:	\$115.9 Million
INVESTMENT MINIMUM: ^B	\$100,000
IRA MINIMUM: ^B	\$100,000
DIVIDENDS PAID:	Monthly
DIVIDENDS (LAST 12 MOS):	\$0.843

FUND STATISTICS

EFFECTIVE DURATION: ^C	0.2 Years
AVERAGE MATURITY:	4.7 Years
30-DAY SEC YIELD:	7.53%
30-DAY SEC YIELD: (UNSUBSIDIZED)	7.22%

EXPENSES

TOTAL FUND OPERATING EXPENSES:	0.91% ^D
WITH EXPENSE CAP:	0.71%

PORTFOLIO MANAGEMENT

	Years of Experience
Natalie N. Trevithick, CFA	27
Timothy J. Crawmer, CFA	25
Alfred Giles III, CFA	23
Jordan H. Lopez, CFA	20
Nicholas Burns III, CFA	13

Quoted performance data represent past performance, which does not guarantee future results. Investment returns and principal value will fluctuate, so investors' shares, when sold, may be worth more or less than their original cost. For the most recent month-end performance, which may be higher or lower than that quoted, visit our website at payden.com or call 800 572-9336.

Role In Portfolio

High-yield loans – Appropriate for investors who seek higher yields but do not want significant exposure to interest rate risk. Loans can be used as a hedge against rising interest rates in fixed-income portfolios as they are historically negatively correlated with Treasuries.

Investment Manager

Payden & Rygel is one of the largest privately-owned global investment firms. Founded in Los Angeles in 1983, we have served the needs of institutional and individual investors for over 40 years. We offer a wide array of investment strategies and vehicles, including fixed-income, equity, and balanced portfolios, which can be accessed through separately managed accounts as well as comingled funds. We are committed to providing investment solutions focused on each client's specific needs and objectives.

Headquarters: Los Angeles

Founded: 1983

Assets Under Management: \$162 billion
(as of 03/31/24)

Portfolio Characteristics & Market Commentary

ASSET MIX

Bank Loans	85%
Asset Backed Securities	7%
Cash	7%
Corporate Bonds	1%

CREDIT ALLOCATION^E

AAA	7%
BBB	2%
BB	43%
B	41%
CCC	2%
Unrated	5%

TOP-10 HOLDINGS

Aggreko	1.3%
Flynn Restaurant	1.3%
Banjay Entertainment	1.2%
Perrigo Co Ltd	1.1%
CDK Global	1.0%
CNT Holdings I Corp	1.0%
Tacala	0.9%
Husky Injection / Titan	0.9%
Par Petroleum	0.9%
GTCR W-2 Merger Sub LLC	0.9%

Market

- » The Credit Suisse BB Institutional Leveraged Loan Index returned +1.9% during the quarter. Compared to this return, high-yield bonds returned +1.5% and high-grade bonds returned -0.1%.
- » Loan issuance in the first quarter was \$318 billion (\$38 billion net of refinancing and repricing), continuing the trend of refinancing and repricing transactions dominating the new issue calendar.
- » The loan default rate was 3.5% over the trailing 12 months.

Outlook

- » The “higher-for-longer” rates environment, combined with persistent economic growth, continue to be positive for bank loans. Investors are enjoying higher coupon payments thanks to elevated front-end rates, while loan issuers can service those higher coupon payments with continued earnings strength.
- » Interest coverage ratios have fallen from all-time highs but are moderating well above historical averages. Now that the Federal Reserve has paused, most loan issuers are well positioned from a balance-sheet standpoint as the market appears to be entering the rate-cut phase of the monetary policy cycle.
- » While loan returns have been consistently positive over the last several quarters, we believe loan valuations nonetheless remain attractive at roughly 9% yield to maturity for the broad loan market.

Payden Funds

FOOTNOTES

^A Returns less than one year are not annualized. ^B The minimum initial investment may be modified for certain financial intermediaries that submit trades on behalf of underlying investors. Payden Fund's distributor may lower or waive the minimum initial investment for certain categories of investors at their discretion. ^C Effective duration is a measure of the Fund's price sensitivity to changes in interest rates. ^D Total Annual Fund Operating Expenses include all direct operating expenses of the Fund, as well as 0.01% Acquired Fund Fees and Expenses incurred indirectly by the Fund through its investment in other mutual funds. Payden & Rygel has contractually agreed to limit Total Annual Fund Operating Expenses After Fee Waiver or Expense Reimbursement to 0.70%. This agreement has a one-year term ending February 28, 2025. Please note that the 0.70% expense level does not include Acquired Fund Fees and Expenses, interest, taxes, and extraordinary expenses. ^E Ratings are measured on a scale that generally ranges from AAA (highest) to D (lowest) and are subject to change. Security ratings are assigned using the highest rating of Moody's, S&P, and Fitch.

For more information and to obtain a prospectus or summary prospectus, visit payden.com or call 800 572-9336. Before investing, investors should carefully read and consider investment objectives, risks, charges, expenses and other important information about the Fund, which is contained in these documents. Investing in high-yield securities entails certain risks from investing in investment-grade securities, including higher volatility, greater credit risk, and the issues' more speculative nature. Investment in foreign securities entails certain risks from investing in domestic securities, including changes in exchange rates, political changes, differences in reporting standards, and, for emerging-market securities, higher volatility. The Payden Funds are distributed through Payden & Rygel Distributors, member FINRA.