

JUNE 30, 2025

### Investment Strategy

The Payden Equity Income Fund invests primarily in large-capitalization common stocks with above-average dividend yields and other income-producing securities such as preferred stocks, master limited partnerships (MLPs), and real estate investment trusts (REITs). The fund focuses on companies that have strong fundamentals and are expected to achieve positive earnings and dividend growth.

### Fund Highlights

- » The Fund seeks to provide current income and equity-market participation through a variety of stocks, sectors, and security types such as common and preferred stocks, MLPs, and REITs.
- » The Fund seeks to achieve lower volatility and better risk-adjusted returns than competitors and the broad market overall.<sup>A</sup>

### Performance<sup>B</sup>

MONTHLY	YTD	1 YEAR	3 YEAR	5 YEAR	10 YEAR	SINCE INCEPTION (08-01-14)
PAYDEN EQUITY INCOME FUND SI CLASS	3.96%	10.34%	9.80%	10.96%	9.17%	8.81%
RUSSELL 1000 VALUE INDEX	6.00%	13.68%	12.72%	13.89%	9.16%	8.93%

### Calendar-Year Returns

2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
16.01%	5.46%	-6.66%	23.36%	0.84%	28.03%	-6.61%	15.92%	15.05%	1.90%

### FUND DESCRIPTION

CLASS:	SI
FUND INCEPTION:	Aug 01, 2014
TICKER:	PYVSX
CUSIP:	704329135
TOTAL NET ASSETS:	\$1.0 Billion
INVESTMENT MINIMUM: <sup>C</sup>	\$10,000,000
IRA MINIMUM: <sup>C</sup>	\$10,000,000
DIVIDENDS PAID:	Quarterly
DIVIDENDS (LAST 12 MOS):	\$0.222

### FUND STATISTICS

BETA <sup>D</sup>	0.7
PRICE-TO-BOOK RATIO <sup>E</sup>	3.4x <sup>I</sup>
PRICE-TO-CASH-FLOW RATIO <sup>F</sup>	13.4x <sup>I</sup>
PRICE-TO-EARNINGS RATIO <sup>G</sup>	23.1x <sup>I</sup>
WEIGHTED AVG MARKET CAP <sup>H</sup>	\$409.4 B

### EXPENSES

TOTAL FUND OPERATING EXPENSES:	0.76% <sup>J</sup>
WITH EXPENSE CAP:	0.66%

### PORTFOLIO MANAGEMENT

	Years of Experience
James T. Wong, CFA	33
Natalie N. Trevithick, CFA	28
Alfred Giles III, CFA	24
Micheal Huynh, CFA	21

*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](http://payden.com) or call 800 572-9336.*

## Role In Portfolio

Large-Capitalization Value – Appropriate for conservative equity investors who seek current income and moderate exposure to equity markets.

## 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:** \$160 billion  
(as of 06/30/25)

**Payden Funds**

## FOOTNOTES

<sup>A</sup> A risk-adjusted return measures the amount of total return per unit of risk. <sup>B</sup> Returns less than one year are not annualized. <sup>C</sup> The minimum initial investment may be modified for certain financial intermediaries that submit trades on behalf of underlying investors. Payden Funds' distributor may lower or waive the minimum initial investment for certain categories of investors at their discretion. <sup>D</sup> Beta is a measure of sensitivity of a portfolio's movement versus that of the overall market. <sup>E</sup> Price-to-book is the current stock price divided by the book (net asset) value per share. <sup>F</sup> Price-to-cash-flow is the current stock price divided by the trailing 12-month cash flow per share. <sup>G</sup> Price-to-earnings is a stock's current price divided by next year's expected earnings per share. <sup>H</sup> Weighted average market capitalization is the market capitalization (number of outstanding shares multiplied by the current share price) of each holding weighted by its percentage allocated within the portfolio. <sup>I</sup> Multiples represent the common stock portion of the Fund only and exclude preferred stock, real estate investment trusts and master limited partnerships. <sup>J</sup> 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 0.65%. This agreement has a one-year term ending February 28, 2026. Please note that the 0.65% expense level does not include Acquired Fund Fees and Expenses, interest, taxes, and extraordinary expenses.

For more information and to obtain a prospectus or summary prospectus, visit [payden.com](http://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 equity securities poses certain risks, including a sudden decline in a holding's share price, or an overall decline in the stock market. The value of the Fund's investment in any such securities will fluctuate on a day-to-day basis with movements in the stock market, as well as in response to the activities of individual companies whose equity securities the Fund owns. Fund price may fall when the U.S. stock market declines. Moreover, purchasing stocks perceived to be undervalued brings additional risks. For example, the issuing company's condition may worsen instead of improve, or the pace and extent of any improvement may be less than expected. 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.

## Portfolio Characteristics & Market Commentary

### SECTOR ALLOCATION

Financials	28%
Health Care	13%
Industrials	12%
Technology	9%
Energy	7%
Consumer Staples	7%
Communication Services	7%
Consumer Discretionary	6%
Utilities	5%
Other	4%
Real Estate	2%

### SECURITY TYPE ALLOCATION

Common Stock	92%
Master Limited Partnerships	4%
REIT	2%
Cash	2%

### TOP-10 STOCK HOLDINGS

JPMorgan Chase & Co.	4.1%
Duke Energy	2.7%
Bank Of America	2.6%
Wells Fargo	2.6%
Exxon Mobil	2.4%
Morgan Stanley	2.3%
Alphabet Inc Class A	2.2%
GE Aerospace	2.1%
Blackrock	2.1%
Dominion Resources	2.0%

## Market

- » U.S. equities rebounded sharply in the second quarter, with the S&P 500 Index gaining +10.9% and reaching new record highs.
- » The equity rally was fueled by easing trade tensions, resilient economic data, and a strong corporate earnings season, particularly among companies tied to the expansion of Artificial Intelligence.
- » Performance diverged significantly across style and sectors as growth-oriented areas led markets higher with technology (+23.7%), communications (+18.5%), and industrials (+12.9%) being the top performing sectors, while value-oriented and rate sensitive areas such as energy (-8.6%), health care (-7.2%), and real estate (-0.1%) were the worst performing sectors.

## Outlook

- » We maintain a favorable long-term view on the U.S. equity market, supported by expectations for positive corporate earnings growth over the next 12 to 18 months and the potential for business-friendly monetary and fiscal policies.
- » While fundamentals remain sound and technicals are supportive, we expect large price upside may be limited in the near-term, given elevated valuations and wavering trade policies.
- » We believe dividend-paying stocks with an emphasis on durable cash flows and strong balance sheets are attractive, as dividends may help dampen portfolio volatility and offer the potential for dividend growth.