

**Manulife Strategic Income Fund**

**FIXED INCOME**

Series F · Performance as at May 31, 2020 · Holdings as at April 30, 2020

**Sub-Advisor:** Manulife Investment Management (US) LLC

**Management**



Daniel S. Janis III



Thomas C. Goggins



Kisoo Park



Christopher Chapman

**Fund Codes (MMF)**

Series	FE	LL2	LL3	DSC	Other
Advisor	559	3872	759	459	—
F	—	—	—	—	659
FT6	—	—	—	—	1030
T6	1530	3972	1330	1230	—

**Key Facts**

**Inception date:** January 11, 2007

**AUM<sup>1</sup>:** \$9.92 billion

**CIFSC category:** Global Fixed Income

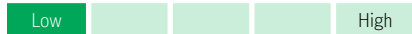
**Distribution frequency<sup>2</sup>:** Monthly

**Distribution yield<sup>3</sup>:** 2.84%

**Management fee:** 0.69%

**Positions:** 522

**Risk:** Low



**MER:** 0.92% (as at 2019/12/31, includes HST)

**Min. investment:** \$500.00 initial; \$25.00 PAC

**Fund Status:** Open

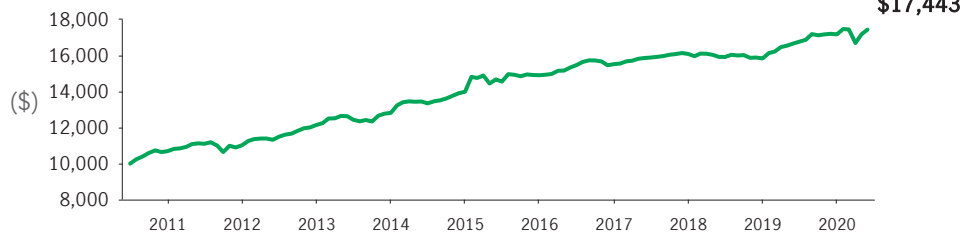
**Fund Characteristics** as of May 31, 2020

Valuation/Growth	Portfolio
Avg Credit Quality <sup>4</sup>	BBB
Current Yield	3.62%
Duration (years)	3.83

**Why Invest**

This global multi-sector fixed income fund can access any fixed income asset class from any area of the world. Coupled with a focused, active currency management the composition of this portfolio offers investors a unique opportunity in the space. With discretionary portfolio managers based in Hong Kong, London and Boston, this global multi-sector fixed income fund is managed 24 hours a day, 6 days a week with prudent risk management as the primary focus in all investment decisions. The team focuses on the management of 4 key risks to the portfolio: Credit, Liquidity, Interest Rate and Currency.

**Growth of \$10,000 over 10 years<sup>5</sup>**



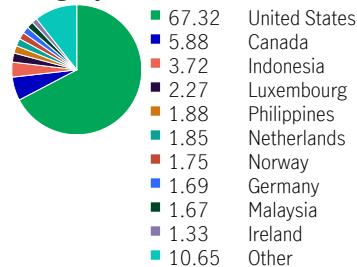
**Calendar Returns (%)**

2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
9.58	3.02	10.27	5.51	9.20	6.53	4.14	3.63	-1.54	8.45

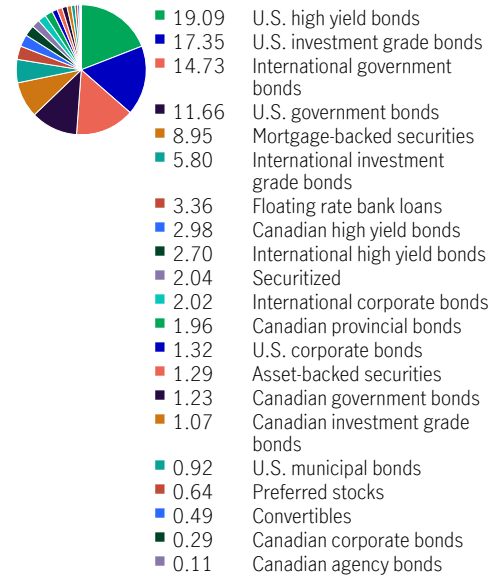
**Compound Returns (%)**

1 month	3 months	6 months	YTD	1 year	3 years	5 years	10 years	Inception
1.52	-0.05	1.35	1.54	4.63	3.21	3.51	5.91	6.47

**Geographic Allocation (%)**



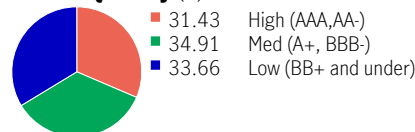
**Fixed Income Allocation (%)**



**Asset Allocation (%)**



**Credit Quality (%)**



## Manulife Strategic Income Fund

Series F - Performance as at May 31, 2020 - Holdings as at April 30, 2020

### Management Fee Reduction Rates<sup>7</sup>

Account/Household Value Tiers	All Qualifying Investments
\$250K+ to \$499K	2.5 basis points
\$500K+ to \$999K	5 basis points
\$1M+ to \$4.9M	7.5 basis points
\$5M+ to \$9.9M	10 basis points
\$10M+	12.5 basis points

### Investment Highlights

The strategic fixed income team believes returns can be generated by investing primarily in a portfolio of global government and corporate bonds, including emerging markets and high yield securities. Currency management is employed to further diversify the portfolio, mitigate risk and add value. By expanding the investment universe to include multiple sectors and currencies, they believe they increase their potential to add value while reducing risk.

### Top 10 Holdings<sup>6</sup> (%)

United States Treasury Bill, 3%, 2/15/2049	1.96
United States Treasury Bill, 2.38%, 5/15/2029	1.82
United States Treasury Bill, 2.75%, 11/15/2042	1.58
United States Treasury Bill, 4.38%, 2/15/2038	1.13
Japan, 0.1%, 12/20/2023	0.94
United States Treasury Bill, 2%, 11/15/2026	0.83
United States Treasury Bill, 3.13%, 2/15/2043	0.83
United States Treasury Bill, 1.13%, 2/28/2022	0.76
HCA Inc., 3.5%, 9/1/2030	0.74
Singapore, 3.25%, 9/1/2020	0.73

For more information please contact your advisor or visit [manulifemutualfunds.ca](http://manulifemutualfunds.ca)

<sup>1</sup> All classes/series combined. Assets as at June 30, 2020.

<sup>2</sup> The payment of distributions is not guaranteed and may fluctuate. If distributions paid by the fund are greater than the performance of the fund, then your original investment will shrink. Distributions should not be confused with a fund's performance, rate of return, or yield. You may also receive return of capital distributions from a fund. Please consult with your tax advisor regarding the tax implications of receiving distributions. See the fund facts as well as the prospectus for more information on a fund's distributions policy.

<sup>3</sup> Distribution yield is calculated based on prior 12-month rolling average of paid distributions and using average month-end net asset value, per security. The distribution yield excludes any year-end capital gains distributions paid. Distribution yield should not be confused with a fund's performance or rate of return.

<sup>4</sup> The average credit quality (ACQ) rating may change over time. The portfolio itself has not been rated by an independent rating agency. The fund's underlying investments (except for unrated assets) are rated by designated rating organizations. The ratings generally range from AAA (highest) to D (lowest). Unrated bonds, cash and equivalents are not assigned ratings, and are not included in the ACQ. ACQ does not necessarily reflect the credit and default risks of individual holdings and its potential impact on an overall portfolio. The risk of default increases as a bond's rating decreases, so the ACQ provided is not a statistical measurement of the portfolio's default risk because a simple, weighted average does not measure the increasing level of risk from lower-rated bonds. The ACQ may be lower if cash and equivalents are excluded from the calculation. The ACQ is provided for informational purposes only. Derivative positions are not reflected in the ACQ.

<sup>5</sup> The rate of return shown is used only to illustrate the effects of the compound growth rate and is not intended to reflect future values or returns on investment.

<sup>6</sup> Holdings are subject to change. They are not recommendations to buy or sell any security.

<sup>7</sup> Investors with a minimum investment in Manulife mutual funds, Manulife Private Mutual Funds and Manulife Private Investment Pools ("Qualifying Investments") of \$250,000, either in a single account or in the aggregate based on the total assets of a financial group, are entitled to receive a reduction in the management fees that apply to their Funds. Such reductions are paid in the form of a distribution to investors (first out of net income and net realized capital gains of the Fund and, thereafter, as a return of capital) and in the form of a rebate to Manulife Corporate Class investors. In both cases, the reductions are automatically reinvested in additional securities of the relevant series. The amount of the distribution or rebate, as applicable, is based on the aggregate amount invested in the Qualifying Investments and begins on the first dollar invested. A financial group includes all accounts belonging to a single investor, their spouse, their respective family members residing at the same address and corporate accounts for which the investor and other members of the financial group beneficially own more than 50% of the corporation's voting equity. Rates that are listed do not include applicable (HST). A basis point (BPS) is a unit that is equal to 1/100th of 1 per cent.

**Manulife Strategic Income Fund was awarded the 2019 Lipper Fund Award in the Global Fixed Income category for the 10 year period out of a total of 20 funds ending July 31, 2019. Performance for the fund for the period ended May 31, 2020 is 3.65% (1 year), 2.19% (3 years), 2.45% (5 years), 4.85% (10 years) and 5.51% (since inception on November 25, 2005). The corresponding Lipper Leader ratings of the fund for the same period are as follows: N/A (1 year), 2 (3 years) [477 funds], 2 (5 years) [272 funds], 4 (10 years) [98 funds].** The Lipper Fund Awards, granted annually, are part of the Thomson Reuters Awards for Excellence awarded by Lipper, Inc. and highlight funds that have excelled in delivering consistently strong risk adjusted performance relative to their peers. The Lipper Fund Awards are based on the Lipper Ratings for Consistent Return, which is a risk-adjusted performance measure calculated over 36, 60 and 120 month periods. The highest 20% of funds in each category are named Lipper Leaders for Consistent Return and receive a score of 5, the next 20% receive a score of 4, the middle 20% are scored 3, the next 20% are scored 2 and the lowest 20% are scored 1. The highest Lipper Leader for Consistent Return in each category wins the Lipper Fund Award. Lipper Leader Ratings change monthly. For more information, see [www.lipperweb.com](http://www.lipperweb.com). Although Lipper makes reasonable efforts to ensure the accuracy and reliability of the data contained herein, the accuracy is not guaranteed by Lipper. From Thomson Reuters Lipper Awards, ©2018 Thomson Reuters. All rights reserved. Used by permission and protected by the Copyright Laws of the United States. The printing, copying, redistribution, or retransmission of this Content without express written permission is prohibited.

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Source for all data: Transmission Media, as at May 31, 2020.