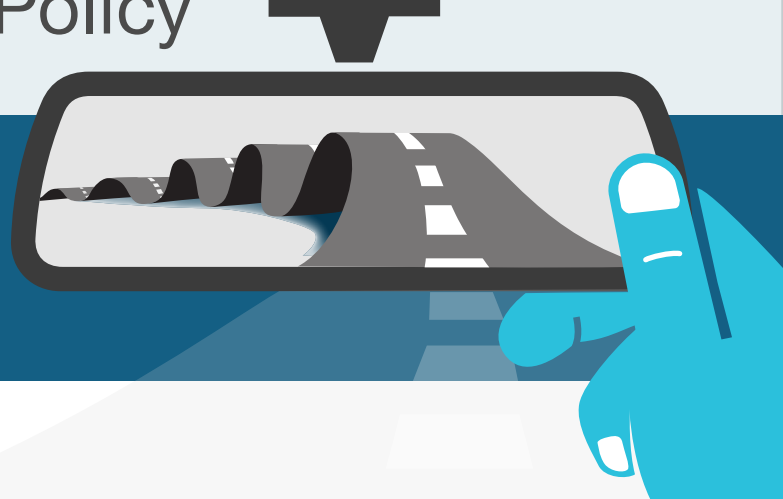




# Cautious Optimism

## Credit Investing in the New Era of Monetary Policy

### What we've seen in 2020



Extreme volatility followed by stimulus and powerful recovery



Short-term rates cut, long-term rates plummeting



Credit spreads normalizing, driving down capital costs



Volatility moving from rates to currency



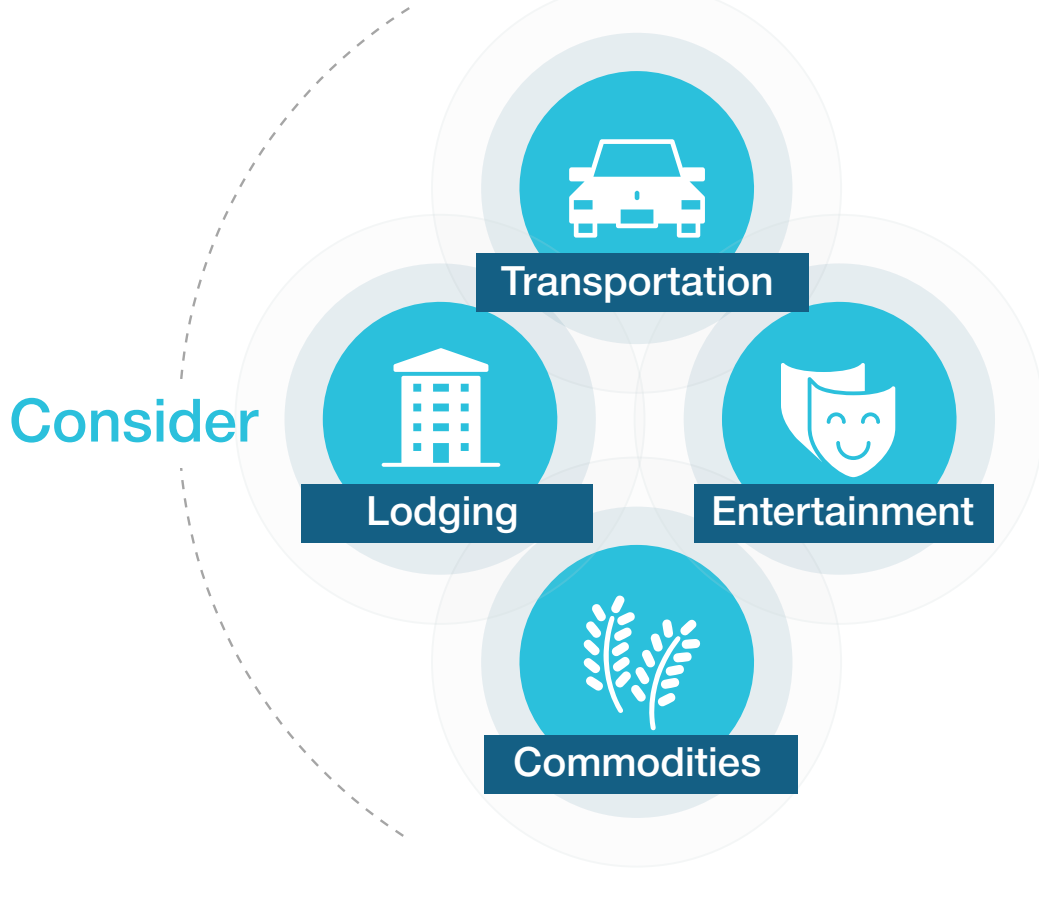
Money supply increasing but velocity has slowed, supporting the need for a second fiscal package



We are optimistic about recovery—including global credit

## Recovery Opportunities

### Cyclicals



Cyclicals should benefit from new stimulus

Management teams shoring up balance sheets

Consumer confidence improving

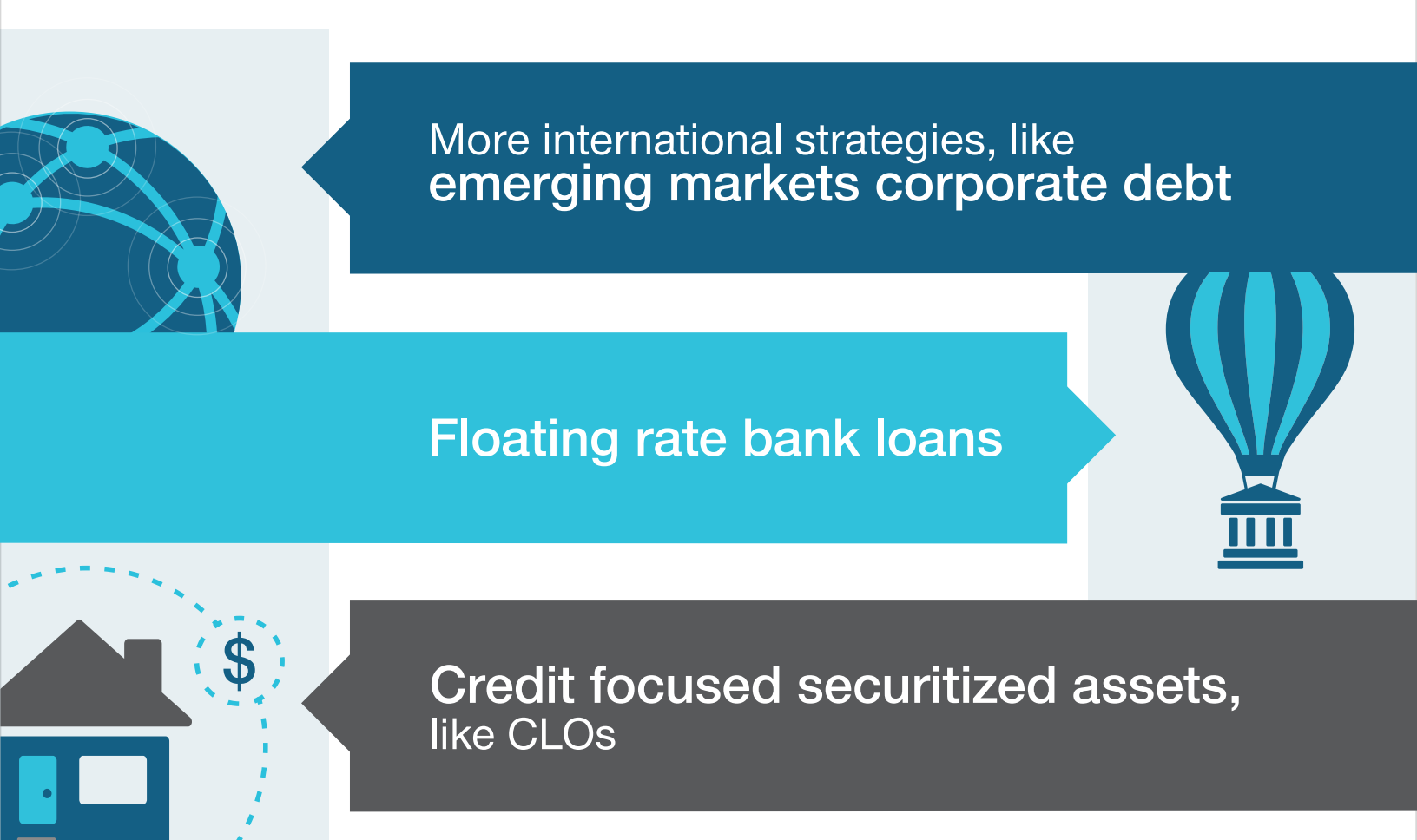
Consolidation is likely

### Credit Markets

Credit is expensive, **yet yield is there** if you're willing to take prudent risks



### Fixed Income Sectors to Consider



## Investor Game Plan

Current volatility has many **sitting on cash**

Investors will want to **capitalize on dislocated markets**

Be ready—**Opportunities will be fleeting**

**Better days lie ahead**

— Mark Vaselkiv  
Chief Investment Officer for Fixed Income

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