

## Fixed Income: Short Duration Capabilities

### Short Duration Overview

Firm AUM:	\$211.0B
Fixed Income AUM:	\$38.7B
Short Duration AUM:	\$1.6B
Available Vehicle:	■ Institutional Separate Account

### Portfolio Managers

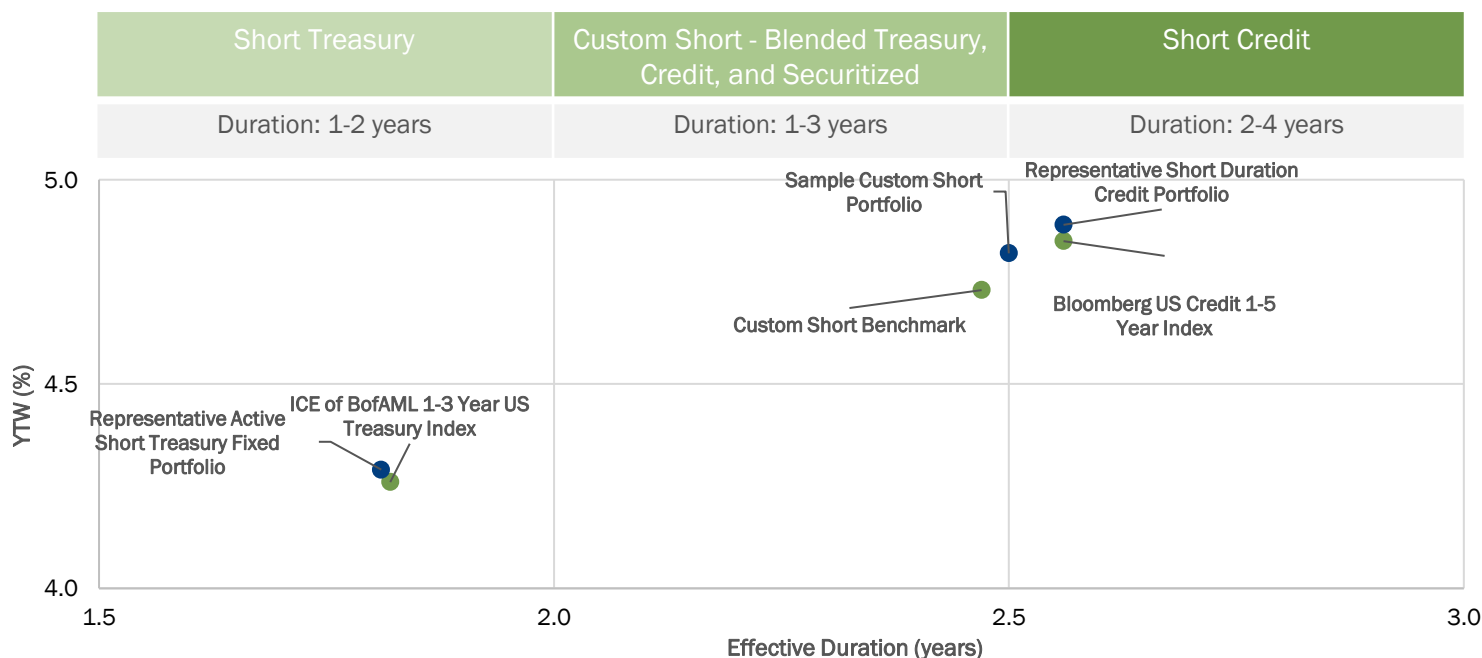
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#### Rates/Yield Curve/Structured:

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### Short Duration Capabilities



The sample custom short portfolio shown is the only custom short portfolio managed by Jennison according to the client's specifications and is not currently included in any Jennison marketed composite. Please see the disclosures for strategy and index descriptions, sources and other important disclosures.

### Philosophy & Investment Approach

- Jennison's approach to managing short duration portfolios stems from our bottom-up, fundamental process that focuses on managing downside volatility
- Our approach generally favors high-quality securities (U.S. dollar-denominated investment grade bonds), expects reversion of investment value to the mean, and manages duration neutral to the benchmark
- Typically, 80% of our alpha comes from sector and security selection and the remaining 20% comes from our yield curve management
- We utilize the Securitized sector (Agency MBS, AAA-rated ABS, and AAA-rated CMBS) across our short duration strategies, which we view as another potential alpha source with return drivers that differ from the corporate credit space
- We have the ability to work collaboratively with clients to create extremely customized solutions

*There is no guarantee our objectives will be met. All investments contain risk, including possible loss of principal. The strategy may vary significantly from the benchmark in several ways including, but not limited to, sector and issuer weightings, portfolio characteristics, and security types.*

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## DISCLOSURES

All data is as of December 31, 2024, unless otherwise noted.

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Benchmark analytics utilize Yield Book prepayment model for Agency MBS sector, which can vary from benchmark analytics published by Bloomberg.

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All non-performance portfolio data provided is based on a representative Jennison Short Credit or Active Short Treasury Fixed Portfolio. The representative portfolio was selected because it is in the institutional composite and we believe the holdings, characteristics and risk profile are representative of this strategy. Representative portfolios are subject to change.

**Strategy Descriptions:**

Accounts in the Active Short Treasury Fixed Strategy ("Strategy") are managed versus a short duration Treasury index such as the ICE BofAML 1-3 Year US Treasury Index (G102) or another similar index that is comprised entirely of Treasury and Agency bonds and has a similar duration. Accounts in this composite are actively managed using all investment grade sectors of the bond market. We do not make duration bets; as a result portfolio duration will be in close alignment to that of the benchmark. Sector weightings are determined relative to the benchmark and at times, significant over or under-weights relative to the benchmark may be employed. The investment objective is to provide better performance than the benchmark over a market cycle through yield curve management, sector rotation and the careful selection of individual securities.

Accounts in the Short Duration Credit Strategy ("Strategy") are managed versus the Bloomberg US 1-5 Year Credit Bond Index. The investment objective is to outperform the benchmark over a full market cycle through active sector rotation, bottom-up security selection, and yield curve management while prioritizing strong liquidity and downside protection. The Short Duration Credit strategy is managed with the same core Fixed Income philosophy and process that Jennison employs across all mandates. The strategy also utilizes an out-of-benchmark allocation to the Securitized sector as another potential alpha source with return drivers that differ from the credit space. The strategy tracks the duration of the benchmark very closely. The difference between this strategy and existing corporate credit strategies is its shorter duration.

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The Sample short portfolio is managed versus the custom short benchmark, which is comprised of short Treasury, credit and securitized indices. The investment objective is to outperform the benchmark over a full market cycle through active sector rotation, bottom-up security selection, and yield curve management. We do not make duration bets; as a result portfolio duration will be in close alignment to that of the benchmark. Sector weightings are determined relative to the benchmark and at times, significant over or under-weights relative to the benchmark may be employed. The investment objective is to provide better performance than the benchmark over a market cycle through yield curve management, sector rotation and the careful selection of individual securities.

These materials are not intended as an offer or solicitation with respect to the purchase or sale of any security or other financial instrument or any investment management services. The issuer securities referenced do not represent an account's entire portfolio and in the aggregate may represent only a small percentage of an account's portfolio holdings. It should not be assumed that any of the transactions or holdings discussed were or will prove to be profitable, or that the investment recommendations or decisions we make in the future will be profitable or will equal the investment performance of the issuer securities referenced herein.

**Duration** - a measure of the sensitivity of the price of a bond or other debt instrument to a change in interest rates.

**Effective Duration** - a duration calculation for bonds that have embedded options. This measure of duration takes into account the fact that expected cash flows will fluctuate as interest rates change and is, therefore, a measure of risk.

**Yield** - a general term that relates to the return on the capital you invest in a bond.

**Yield to Worst (YTW)** - a measure of the lowest possible yield that can be received on a bond that fully operates within the terms of its contract without defaulting.

**The Bloomberg US Credit Bond Index** includes publicly issued U.S. corporate and specified foreign debentures and secured notes that meet the specified maturity, liquidity, and quality requirements. To qualify, bonds must be SEC-registered. The index includes both corporate and non-corporate sectors. The corporate sectors are Industrial, Utility, and Finance, which include both U.S. and non-U.S. corporations. The non-corporate sectors are Sovereign, Supranational, Foreign Agency, and Foreign Local Government.

**The Bloomberg US 1-5 Year Credit Bond Index** includes securities in the US Credit Bond Index with a maturity from 1 up to 5 years.

**The ICE BofAML 1-3 Year US Treasury Index (G102)** is a subset of The ICE BofAML US Treasury Index including all securities with a remaining term to final maturity less than 3 years.

**The ICE BofAML US Treasury Index (GOQ0)** tracks the performance of US dollar denominated sovereign debt publicly issued by the US government in its domestic market. Qualifying securities must have at least one year remaining term to final maturity, a fixed coupon schedule and a minimum amount outstanding of \$1 billion. Qualifying securities must have at least 18 months to final maturity at the time of issuance. Callable perpetual securities qualify provided they are at least one year from the first call date. Fixed-to-floating rate securities also qualify provided they are callable within the fixed rate period and are at least one year from the last call prior to the date the bond transitions from a fixed to a floating rate security. Bills, inflation-linked debt and STRIPS are excluded from the index; however, original issue zero coupon bonds are included in the index and the amounts outstanding of qualifying coupon securities are not reduced by any portion that have been stripped. Securities issued or marketed primarily to retail investors so not qualify for inclusion in the index.

**The custom short benchmark** was created by the client and is shown to illustrate Jennison's experience managing assets against custom client directed benchmarks. The benchmark includes short Treasury, credit and securitized indices.

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