

Core Plus Bond Strategy

March 2019

OBJECTIVE

The Core Plus Strategy seeks to outperform the Bloomberg Barclays Aggregate Index through a corporate credit focused approach.

INVESTMENT STRATEGY

The Strategy seeks its objective by investing primarily in investment grade corporate bonds, with the ability to invest up to 40% in non-investment grade sectors, primarily high yield bonds and bank loans rated BB/B. The Strategy maintains a duration range of +/- two years to that of the Bloomberg Barclays Aggregate Index.

DIFFERENTIATING FEATURES

We focus on fundamental corporate credit research across the credit spectrum. Our single integrated research and portfolio management team's coverage through the capital structure provides the perspective to identify opportunities and relative value through all areas of the credit markets.

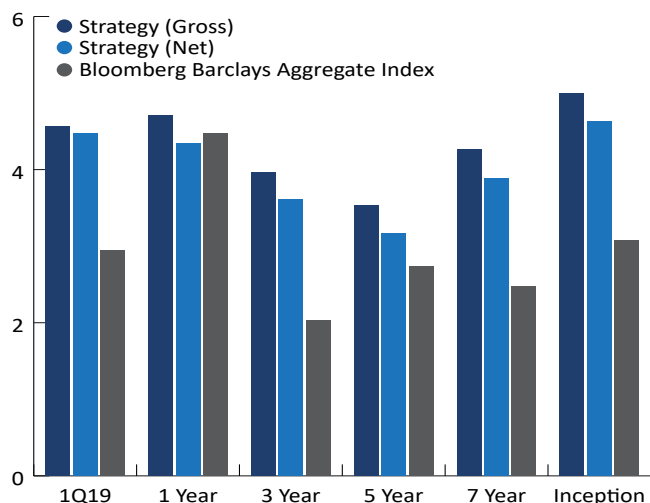
Investment team consists of 22 professionals who, on average, have 17 years investment experience and have worked together for over 11 years.

STRATEGY BENEFITS

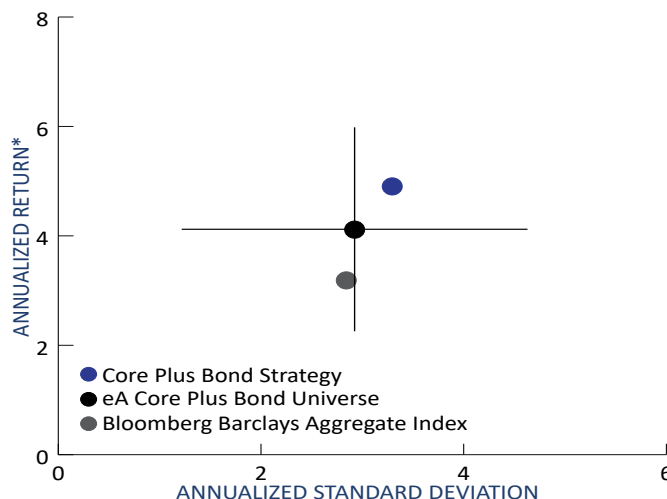
The Strategy provides investors a corporate credit focused portfolio with the ability to invest through the entire capital structure.

This flexible approach provides access to our investment team's expertise throughout the credit spectrum in managing Investment Grade, High Yield, and Bank Loan securities.

HISTORICAL RETURNS



RISK-REWARD ANALYSIS



| ANNUALIZED - ENDING 1Q19 | 1 Year | 2 Year | 3 Year | 4 Year | 5 Year | 6 Year | 7 Year | 8 Year | INCEPTION |
|------------------------------------|--------|--------|--------|--------|--------|--------|--------|--------|-----------|
| Core Plus Bond Strategy (Gross) | 4.71 | 3.83 | 3.97 | 3.14 | 3.53 | 3.47 | 4.26 | 4.81 | 4.99 |
| Core Plus Bond Strategy (Net) | 4.34 | 3.47 | 3.61 | 2.78 | 3.17 | 3.11 | 3.89 | 4.45 | 4.63 |
| Bloomberg Barclays Aggregate Index | 4.48 | 2.83 | 2.03 | 2.01 | 2.74 | 2.26 | 2.48 | 3.12 | 3.07 |

| CALENDAR YEAR RETURNS | 1Q19 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 |
|------------------------------------|------|-------|------|------|-------|------|-------|-------|------|
| Core Plus Bond Strategy (Gross) | 4.57 | -1.18 | 5.78 | 6.01 | 0.03 | 5.36 | 1.77 | 10.46 | 8.89 |
| Core Plus Bond Strategy (Net) | 4.48 | -1.52 | 5.41 | 5.64 | -0.32 | 4.99 | 1.42 | 10.08 | 8.52 |
| Bloomberg Barclays Aggregate Index | 2.94 | 0.01 | 3.54 | 2.65 | 0.55 | 5.97 | -2.02 | 4.22 | 7.84 |

Inception of the Core Plus Strategy was January 2011. Past performance is not indicative of future results. Indexes are unmanaged and unavailable for investment. Gross-of-fee returns are presented before management fees but after all trading expenses. Net-of-fee returns are presented after management fees and trading expenses. * Risk/Reward Analysis chart provides annualized inception return and annualized inception standard deviation. Risk/Reward Analysis performance represents gross-of-fee returns.

Core Plus Bond Strategy

March 2019



Inception

January 2011

Benchmark

Bloomberg Barclays U.S. Aggregate Index

Strategy Assets

\$ 1,188m

Portfolio Managers (experience)

David Weismiller, CFA (21 years)

Brian Robertson, CFA (15 years)

Michael Marzouk, CFA (21 years)

SINCE INCEPTION RISK-REWARD STATISTICS

| | Strategy | Index |
|--------------------|----------|-------|
| Standard Deviation | 3.44 | 3.01 |
| Beta | 0.77 | 1.00 |
| Sharpe Ratio | 1.32 | 0.87 |
| Information Ratio | 0.73 | N/A |
| Upside Capture | 131.20 | N/A |
| Downside Capture | 49.08 | N/A |

Source: eVestment, as of 3/31/2019

Pacific Asset Management claims compliance with the Global Investment Performance Standards (GIPS®).

FIRM DEFINITION - Pacific Asset Management is a business division of Pacific Life Fund Advisors LLC, an SEC registered investment adviser and a wholly owned subsidiary of Pacific Life Insurance Company.

COMPOSITE DESCRIPTION - The Core Plus Strategy consists of fixed income portfolios comprised primarily of corporate bonds.

RETURNS - presented gross and net of fees.

BENCHMARK DESCRIPTION - The Bloomberg Barclays Aggregate Index covers the U.S. investment grade fixed income bond market.

CURRENCY - Valuations are computed and performance is reported in U.S. dollars.

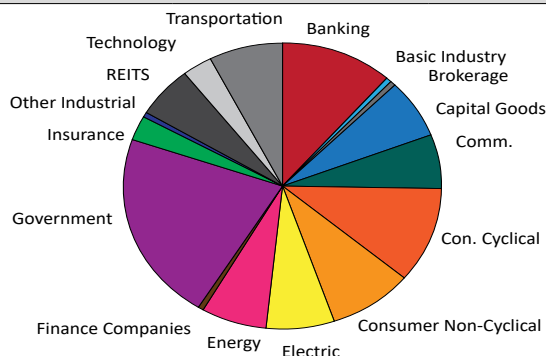
OBTAINING A COMPLIANT PRESENTATION along with a list of the firms composite descriptions can be obtained by emailing contactPAM@PacificLife.com.

| CHARACTERISTICS | Strategy | Index |
|-----------------------|----------|--------|
| Duration | 5.54 | 5.82 |
| Yield to maturity (%) | 3.94 | 2.94 |
| Yield to worst (%) | 3.92 | 2.93 |
| Average maturity | 10.79 | 8.07 |
| Average price | 100.79 | 102.32 |
| Average quality | A | AA+/AA |
| Average coupon (%) | 3.93 | 3.23 |
| # of issues | 220 | 10,343 |
| # of issuers | 160 | 970 |

| CREDIT QUALITY (%) | Strategy | Index |
|--------------------|----------|-------|
| Cash | 2 | 0 |
| AAA | 28 | 72 |
| AA | 12 | 3 |
| A | 12 | 11 |
| BBB | 29 | 14 |
| BB | 10 | 0 |
| B | 8 | 0 |
| CCC or below | 0 | 0 |

| ASSET BREAKDOWN (%) | Strategy | Index |
|---------------------|----------|-------|
| Government & Agency | 16 | 45 |
| Corporate | 42 | 25 |
| High Yield | 7 | 0 |
| Bank Loans | 13 | 0 |
| ABS | 18 | 0 |
| CMBS | 0 | 2 |
| Agency MBS | 1 | 28 |
| Cash | 2 | 0 |

SECTOR BREAKDOWN



IMPORTANT NOTES AND DISCLOSURES

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