

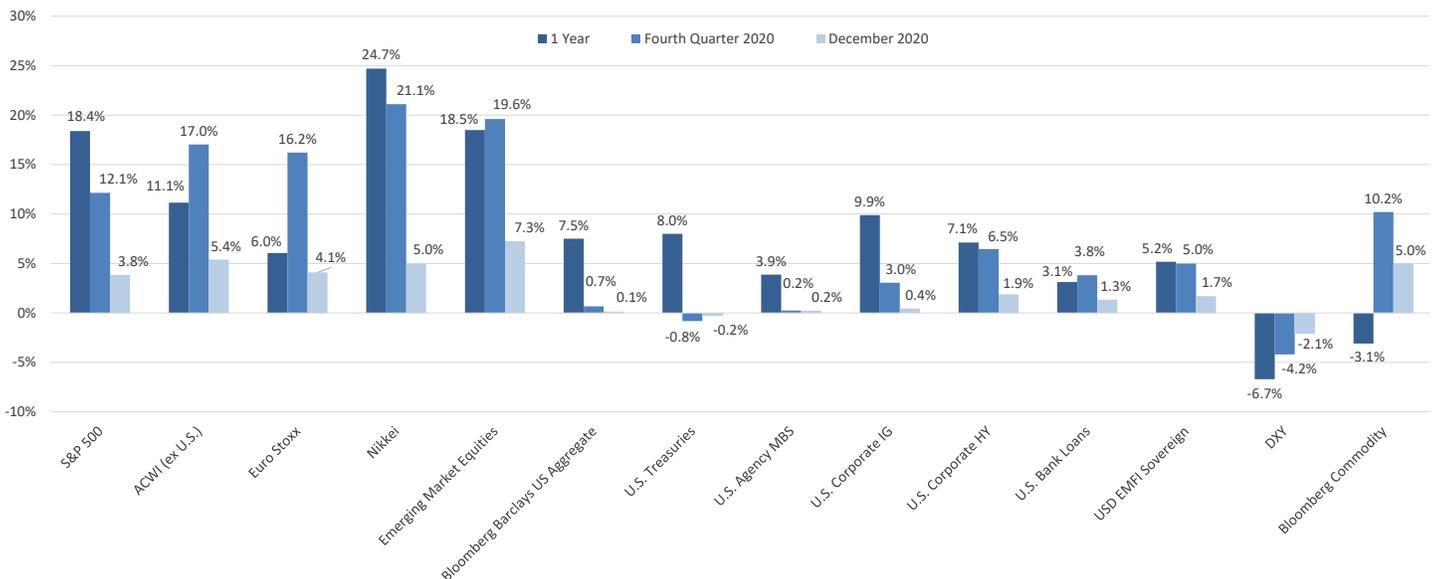
## Overview

The eventful year of 2020 closed with risk assets broadly rallying in December. Global equities, as measured by the Morgan Stanley Capital International All Country World Index, returned 4.66% in December, capping off a 16.8% return for the year. The long-term trend in U.S. equity markets of growth outperforming value continued in 2020 but showed signs of a reversal in the fourth quarter as the Russell 1000 Value Index return of 16.3% outpaced the Russell 1000 Growth Index return of 11.4%. The more tech-heavy Nasdaq Composite Index returned 5.75% in December, finishing the year with a 45.1% return, its best calendar year since 2009. Risk-on sentiment was also observed in the U.S. Treasury market, with the yield curve steepening over the quarter as rates on the long end rose. The 10-year yield rose 23 basis points (bps), and the 30-year yield rose 19 bps. Buoying risk-on sentiment was the start of COVID-19 vaccinations in the U.S. in December. The start of vaccinations, however, coincided with climbing cases globally. The U.S. set daily records in December for the number of patients hospitalized and passed the milestone of 300,000 deaths from the disease.

The economic recovery during the quarter was aided by continued accommodative monetary policy. Global central banks kept interest rates low while simultaneously expanding their balance sheets via various asset purchase programs and lending facilities. The Federal Open Market Committee stated on Dec. 16 that it would continue to increase its holdings of Treasuries by at least \$80 billion per month and Agency mortgage-backed securities by at least \$40 billion per month “until substantial further progress has been made toward the Committee’s maximum employment and price stability goals.”

While U.S. unemployment continued to improve during the quarter, the U-3 unemployment rate, at 6.7% as of December, remained nearly twice as high as a year ago. For the week ended Dec. 19, the total number of people claiming unemployment benefits, including claims for the Pandemic Unemployment Assistance program, was 19.2 million. Continued recovery in employment likely depends on the path of COVID-19. The increase in cases during the quarter resulted in renewed lockdown restrictions, which weighed on economic activity.

One Year, Fourth Quarter 2020 and December 2020 Performance of Asset Classes | Denominated in U.S. dollars



Source: Bloomberg, DoubleLine

### Overview (cont'd)

While Joe Biden's election victory solidified in December, a crucial piece of the federal policy puzzle – control of the U.S. Senate – remained undecided, awaiting two runoff elections in Georgia in early January. The Biden administration's ability to enact its economic agenda remained unclear at year-end.

The Conference Board Consumer Confidence Index declined more than expected in December, to 88.6, while the previous month's figure was revised lower to 92.9. Similarly, personal spending fell in November, the latest month for which data was available from the U.S. Bureau of Economic Analysis, the first monthly decline since April. Housing remained one of the bright spots in the U.S. economy as home prices appreciated at a steady pace throughout the quarter. The S&P CoreLogic Case-Shiller National Home Price Index reported an 8.4% year-over-year increase in November, the latest month for which data was available. That was the highest rate of appreciation since March 2014, largely driven by both low mortgage rates and a low supply of homes for sale.

In Europe, second-wave lockdowns continued to weigh on economic activity in the quarter. However, additional fiscal support and monetary stimulus buoyed asset prices higher. European Union (EU) leaders overcame internal disputes and adopted a 750 billion euro pandemic recovery package as part of a wider 1.8 trillion euro, seven-year spending plan in December. The European Central Bank increased its Pandemic Emergency Purchase Program by 500 billion euros to 1.85 trillion euros and extended it by nine months to at least the end of March 2022. The EU managed to finalize a trade deal with the United Kingdom before Britain's separation from the bloc on Dec. 31 and separately agreed to an investment deal with China aimed at rebalancing economic ties.

The euphoric end to 2020 for risk assets is belied by the economic damage wrought by the COVID-19 pandemic. While many will be happy to see the start of a new year, market participants will likely be cheering on a continuation of the themes observed during the fourth quarter: tightening credit spreads, rising equity markets and the rollout of the COVID-19 vaccination. The DoubleLine team is optimistic that 2021 will bring new opportunities, though it will be imperative to watch for trend changes and their implications across the market landscape.

### U.S. Government Securities

#### U.S. Treasury Yield Curve

|                 | 11/30/2020 | 12/31/2020 | Change |
|-----------------|------------|------------|--------|
| <b>3 Months</b> | 0.07%      | 0.06%      | -0.01% |
| <b>6 Months</b> | 0.09%      | 0.08%      | -0.01% |
| <b>1 Year</b>   | 0.11%      | 0.10%      | -0.01% |
| <b>2 Years</b>  | 0.15%      | 0.12%      | -0.03% |
| <b>3 Years</b>  | 0.19%      | 0.16%      | -0.03% |
| <b>5 Years</b>  | 0.36%      | 0.36%      | 0.00%  |
| <b>10 Years</b> | 0.84%      | 0.91%      | 0.07%  |
| <b>30 Years</b> | 1.57%      | 1.64%      | 0.07%  |

Source: Bloomberg

The U.S. Treasury market was subdued in December. Yields on short-maturity issues were mostly unchanged on the month while yields on longer-maturity issues rose modestly. December capped a fourth quarter of generally rising interest rates. The 10-year Treasury yield reached its low of 51 basis points (bps) in early August, rose to 68 bps at the start of the quarter, climbed to 84 bps on Nov. 30 and finally to 91 bps on Dec. 31. The yield curve steepened modestly in December and through the quarter.

Yields traded in a narrow range in December. While the outlook for the economy improved in the quarter, that outlook was tempered for the month. COVID-19 vaccine news augured well for economic growth in the second half of 2021, but the near-term outlook was clouded by a resurgent pandemic and attendant restrictions on economic activity. The near-term outlook got a boost on Dec. 21 when Congress enacted a \$900 billion relief and stimulus package. The size was larger than some observers had expected, but there was little market reaction to the news.

Breakeven inflation rates for Treasury inflation-protected securities (TIPS) pushed higher in December. The 10-year TIPS breakeven rose to 1.99% on Dec. 31, compared to 1.64% on Sept. 30 and 1.79% on Nov. 30. Inflation expectations continued to rise in December, driven by an inflation-tolerant Federal Reserve, stimulative fiscal policy and positive vaccine news.

### U.S. Government Securities (cont'd)

The Bloomberg Barclays US Treasury Index returned a negative 0.23% for the month, bringing the year-to-date (YTD) return to 8%. Returns on maturities out to seven years were positive but were negative beyond seven years. The index returned a negative 0.83% for the quarter. The Bloomberg Barclays US Long Treasury Index returned a negative 1.18% for the month, bringing the YTD return to 17.70%. The Bloomberg Barclays US Treasury Inflation-Protected Securities Index returned 1.15% in December, bringing the YTD return to 10.99%.

We see the balance of forces supporting somewhat higher yields in the first quarter of 2021. The outcome of the Georgia Senate races is a potential market-moving event in early January. Progress on vaccinations will help shape yields as well. We continue to expect short and intermediate yields to be capped by Fed policy rates at the zero lower bound, with upward pressure on longer yields.

### Agency Residential Mortgage-Backed and Agency Commercial Mortgage-Backed Securities

A major topic within the Agency mortgage market is the very fast pace of prepayment speeds driven largely by increased refinance activity. Prepayment speeds increased in December, with 30-year Fannie Mae prepays increasing month-over-month (MoM) to 33.3 Constant Prepayment Rate (CPR) from 31.4 CPR, 30-year Freddie Mac prepays increasing to 32.2 CPR from 30.7 CPR and 30-year Ginnie Mae II prepays increasing to 38.7 CPR from 35.0 CPR. December speeds picked up primarily due to a higher day count and higher turnover versus November. Speeds were much lower than analyst projections for the second consecutive month despite the increase in December.

In the multifamily space, Freddie Mac and Fannie Mae extended the deadline for requesting a new or supplemental COVID-19 forbearance agreement to March 31. The program, previously set to terminate on Dec. 31, 2020, will allow for continued renter protections such as a moratorium on evictions for nonpayment of rent. Multifamily forbearance requests within Agency commercial mortgage-backed security (CMBS) deals leveled off or slightly dropped in December. Forbearance rates have stabilized for senior housing in Fannie Mae Delegated Underwriting and Servicing (DUS) Program pools, but the DUS student housing forbearance rate has continued to increase.

Aggregate 30-day delinquency rates decreased in December to 3.4% from 3.6% MoM for 30-year Freddie Mac loans and decreased to 3.6% from 3.9% MoM for 30-year Fannie Mae loans. The share of borrowers that have missed one payment reached a local high of 3.7% in May but returned to the pre-pandemic average of 0.7% in December.

The Freddie Mac U.S. Mortgage Market Survey 30-Year Homeowner Commitment National Index reached an all-time low of 2.66% during the month but ended December at 2.67%. The average mortgage rate of loans in the 30-year conventional universe continued to decrease for the month. At a 2.75% mortgage rate, 80% of borrowers have at least a 50 basis point incentive to refinance compared to 84% in November.

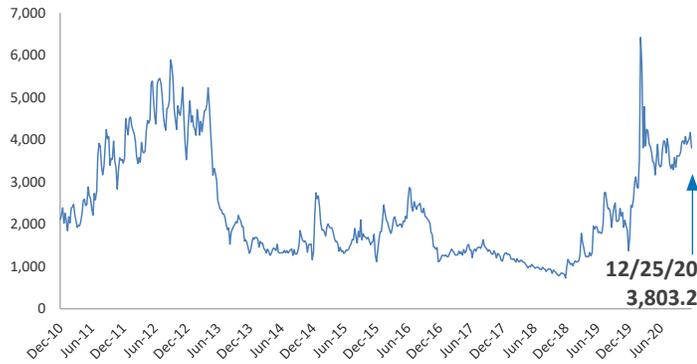
Gross issuance of Agency residential mortgage-backed securities (RMBS) decreased to \$332 billion in December compared to \$354 billion in November. Net issuance decreased in tandem MoM to \$55 billion compared to \$100 billion. Despite very high issuance, spreads have remained range bound and even tightened in December as the sector continued to receive Federal Reserve support. The Fed picked up its purchase pace and bought \$150 billion gross Agency RMBS in December compared to \$117 billion in November. December purchases brought the Fed's total gross Agency RMBS purchases to \$1.46 trillion in the fourth round of quantitative easing. The Fed purchased \$114 million in Agency CMBS in December, up from \$99 million in November, bringing total gross purchases to roughly \$10.2 billion in 2020. Some analysts project that the Fed will not begin slowing purchases until at least the fourth quarter of 2021.

Agency RMBS benefitted from speeds coming in slower than expected and spreads tightening, outperforming U.S. Treasuries in December and over the fourth quarter of 2020. Agency CMBS also experienced spread tightening over the month following positive COVID-19 vaccine news. Agency RMBS generally underperformed credit sectors and other structured products over the quarter as investors took on more credit risk in the search for higher yield. The Bloomberg Barclays US MBS Index duration extended from 2.12 years to 2.34 years over the quarter. The index's total return was 0.22% for the month and 0.24% for the quarter.

## Agency Residential Mortgage-Backed and Agency Commercial Mortgage-Backed Securities

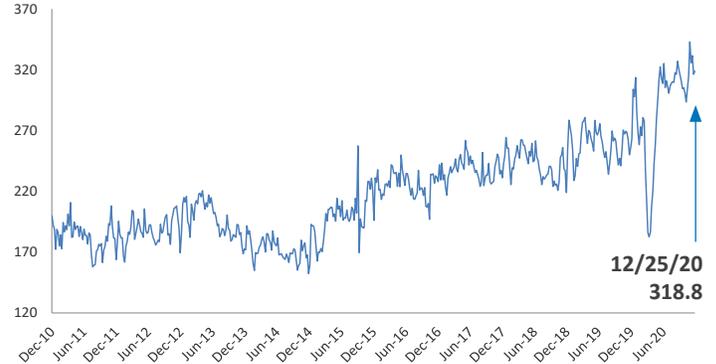
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**MBA U.S. Refinancing Index** | As of December 25, 2020



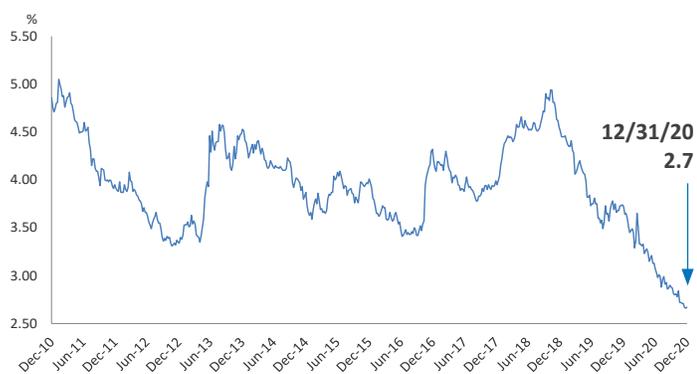
Source: Bloomberg. Base = 100 on 3/16/1990. Seasonally Adjusted.

**MBA Purchase Index** | As of December 25, 2020



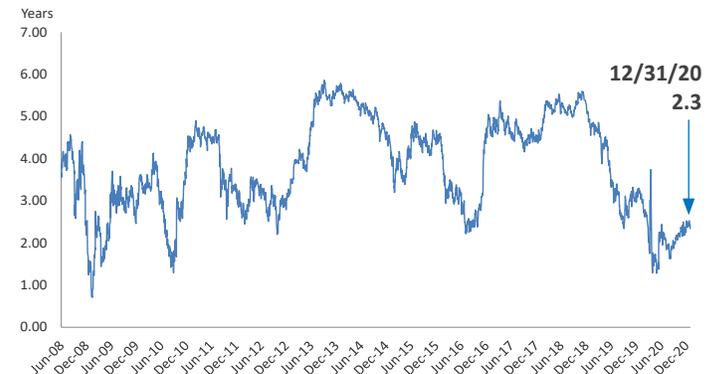
Source: Bloomberg. Base = 100 on 1/14/2011. Seasonally Adjusted

**Freddie Mac Commitment Rate - 30 Year** | As of December 31, 2020



Source: Bloomberg, DoubleLine

**Duration of Barclays U.S. MBS Bond Index** | As of December 31, 2020



Source: Bloomberg. Base = 100 on 1/14/2011. Seasonally Adjusted

### Conditional Prepayment Rates (CPR)

| 2019-2020           | January | February | March | April | May  | June | July | August | September | October | November | December |
|---------------------|---------|----------|-------|-------|------|------|------|--------|-----------|---------|----------|----------|
| Fannie Mae (FNMA)   | 14.5    | 16.1     | 22.3  | 28.0  | 27.5 | 30.8 | 31.2 | 31.5   | 33.5      | 35.2    | 31.4     | 33.3     |
| Ginnie Mae (GNMA)   | 21.3    | 21.3     | 24.5  | 26.2  | 27.0 | 37.2 | 35.8 | 33.7   | 33.7      | 35.6    | 35.0     | 38.7     |
| Freddie Mac (FHLMC) | 14.6    | 16.4     | 23.0  | 28.8  | 28.8 | 32.0 | 31.8 | 31.6   | 33.2      | 34.8    | 30.7     | 32.2     |

### Bloomberg Barclays

| U.S. MBS Index       | 10/31/2020 | 11/30/2020 | 12/31/2020 | Change |
|----------------------|------------|------------|------------|--------|
| Average Dollar Price | 106.26     | 106.22     | 106.31     | 0.09   |
| Duration             | 2.34       | 2.25       | 2.34       | 0.09   |

### Bloomberg Barclays

| U.S. Index Returns | 10/31/2020 | 11/30/2020 | 12/31/2020 |
|--------------------|------------|------------|------------|
| Aggregate          | -0.45%     | 0.98%      | 0.14%      |
| MBS                | -0.04%     | 0.07%      | 0.22%      |
| Corporate          | -0.18%     | 2.79%      | 0.44%      |
| Treasury           | -0.94%     | 0.35%      | -0.23%     |

Source: eMBS, Barclays Capital.

FHLMC Commitment Rate Source: Bloomberg

### Non-Agency Residential Mortgage-Backed Securities

Non-Agency residential mortgage-backed securities delivered positive returns in December, continuing the momentum from November. The sector also posted positive returns over the fourth quarter as market participants continued to expect improvement in credit fundamentals while anticipated progress materialized. Delinquency rates continued to improve across all collateral types. Mortgage prepayment rates also increased as mortgage rates continued to fall. The mortgage forbearance rate as of Dec. 21 was 5.3% for non-Agency mortgages, which was 2.0% lower quarter-to-quarter, according to real estate lending data firm Black Knight.

The Consumer Financial Protection Bureau issued two final rules in December establishing a new definition for a “general qualified mortgage (QM)” and creating a “seasoned qualified mortgage” category. As a result, the final end date of the QM Patch will be July 1. The definition change will replace the requirement for general QM loans that a consumer’s debt-to-income rate not exceed 43% with a limit based on the loan’s pricing. The purpose of this ruling is to assist with the smooth transition away from the QM Patch while maintaining an orderly mortgage market. The removal of Appendix Q, which requires a lender to follow certain guidelines in documenting an applicant’s income and liabilities, will allow greater flexibility to lenders for defining a consumer’s income, assets and liabilities. The purpose of the creation of the seasoned qualified mortgage is to ensure access to responsible, affordable mortgage credit for consumers. In order for a non-QM to become a seasoned QM, the mortgage must: meet certain performance requirements over a 36-month period; be a first lien position mortgage; be fixed rate and fully amortizing; and not exceed 30 years. Though the overall impact on the non-QM market of these changes is unclear, some analysts expect the market size to remain largely unchanged.

During the month, new issuance totaled \$5.2 billion in volume compared to \$2.1 billion in November. Over the quarter, new issuance totaled \$22 billion compared to the previous quarter’s \$23.7 billion. The calendar year totaled approximately \$86 billion in volume, comparable to the \$84.3 billion issued in 2018. October was the most-active month of the year, delivering \$14.8 billion in volume, consisting of a diverse mix of deals: re-performing loans, single-family rentals, mortgage insurance credit risk transfers and non-QMs.

Over the quarter, home prices accelerated their rate of appreciation. The most-recent reading of home prices for the month of October showed an increase of 7.95% year-over-year and up 3.79% from the end of the prior quarter, as measured by the S&P CoreLogic Case-Shiller 20-City Composite Home Price

NSA Index. Notably, the age cohort that marked the largest increase in participation from one year ago was those under the age of 35, according to the National Association of Realtors 2020 Home Buyers and Sellers Generational Trends Report. Existing-home sales in November decreased 2.5% month-over-month (MoM), the most-recent month for which data was available as measured by the National Association of Realtors Existing-Home Sales Report. The median existing-home price was \$310,800, up 14.6% from November 2019. Total housing inventory remained tight as inventory was down 10% MoM, and the unsold inventory was at an all-time low supply of 2.3 months.

The 30-year mortgage rate continued to fall and finished the quarter at an all-time record low of 2.67%, down 23 basis points from the prior quarter, as reported by the Freddie Mac Primary Mortgage Market Survey. Low mortgage rates have been a strong factor in increasing the affordability of housing.

### Non-Agency Commercial Mortgage-Backed Securities

The new-issue, non-Agency commercial mortgage-backed securities (CMBS) market marked \$16.8 billion of deals in the fourth quarter, a 46% increase quarter-over-quarter. The drive for deals was stoked by a risk-on tone across broader markets, a result of positive vaccine news amid improving political and economic outlooks. New issuance further accelerated in December versus the prior month, with \$5.2 billion pricing, including four conduit deals totaling \$3.3 billion and four single-asset, single-buyer (SASB) deals totaling \$1.9 billion. New issuance for all of 2020 totaled \$63.5 billion, 46% lower year-over-year (YoY). While investors were busy evaluating new-issue opportunities in December, lenders were bidding new transactions given the strong demand in the face of a limited supply. As such, Wall Street analysts are forecasting \$80 billion to \$90 billion in 2021 issuance. Despite the decline in 2020 issuance, the outstanding non-Agency CMBS universe increased to \$593.3 billion in December, up 4.0% YoY.

Commercial real estate (CRE) price growth in November, the latest month for which data was available, marked the largest YoY increase since the beginning of the pandemic. The RCA U.S. All-Property Commercial Property Price Index gained 5.7% YoY. However, we would note that this occurred amid a 57% YoY decline in transaction activity, and the gain does not necessarily paint the full picture of the commercial property market, featuring a noticeable performance dispersion across property types. For example, the industrial and apartment sectors performed well and contributed in pushing the broader index higher. The industrial sector was up 1.0% in November and 9.5% YoY. The apartment sector was up 0.8% in November and 7.6% YoY.

## Non-Agency Commercial Mortgage-Backed Securities (cont'd)

The retail sector, squeezed by the pandemic, fell 0.7% in November and was down 6.7% YoY. The office sector marked a slight improvement in November, gaining 0.4%, but was still down 0.2% YoY. The hotel sector experienced the largest decline in transaction activity, falling 72% YoY. Similarly, distressed hotel assets represented roughly 48% of all distressed asset situations through the third quarter.

In December and the fourth quarter, CMBS secondary market cash spreads tightened, and the credit curve flattened, driven by the risk-on tone. AAA last cash flows (LCFs) tightened by 10 basis points (bps) for the month and 15 bps for the quarter to swaps +69 bps. BBB- LCFs tightened by 150 bps for the month and 120 bps for the quarter to swaps +395 bps. Secondary trade volumes were heavy in December due to the supply from National Association of Insurance Commissioners-related selling and accounts selling into strength. Discount SASB paper became increasingly difficult to source as investors sought to ride positions back to par amid recovery expectations. The CMBX market posted positive performances in the month and quarter as investors expected that the vaccines will accelerate CRE recovery, resulting in new long positions and short covering. As a result, 2012-2018 AAA reference indexes tightened by 3 bps for the month and 13 bps for the quarter; 2012-2018 BBB- reference indexes tightened by 91 bps for the month and 285 bps for the quarter.

Delinquencies among CMBS loans continued to stabilize in December, with the delinquency rate falling 36 bps to 7.81%, the sixth consecutive month of decline. Similarly, the percentage of loans delinquent 30 days fell to 0.84%, down 10 bps from November, and the special servicing rate fell 35 bps to 9.81%. However, loans in the grace period but less than 30-days delinquent increased 14 bps to 2.77%.

## Asset-Backed Securities

Asset-backed securities (ABS) closed out 2020 with another month of positive total returns as the shorter-duration, more-liquid segments were unaffected by the yield curve steepening, and the riskier credit segments traded higher alongside the strong rally in the U.S. equity market. The Bloomberg Barclays US ABS Index returned 0.20% in December, bringing its quarterly return to 0.36%. The ICE Bank of America U.S. Fixed-Rate Miscellaneous ABS Index – which represents the lesser-known sectors of the ABS market – returned 0.46% for the month and 1.36% for the quarter. As is typically the case, ABS issuance was somewhat muted during the final month of the year due to the two holiday-shortened weeks. Roughly \$4 billion in ABS debt priced in December, bringing the quarterly total to about

\$43 billion. For the 2020 calendar year, gross ABS issuance totaled roughly \$200 billion, a 20% decline compared to 2019 as turbulent market conditions kept some issuers on the sidelines in the spring and early summer. Gross issuance forecasts for 2021 generally range from \$200 billion to \$225 billion in new supply, which would likely form a continuation of the relatively favorable supply-demand technicals that exist for this asset class. Lastly, ABS credit trends closed out 2020 on stable footing, with most prime borrowers exhibiting excellent repayment metrics, and only the subprime borrower base still showing some signs of pandemic-related stress.

## Investment Grade Credit

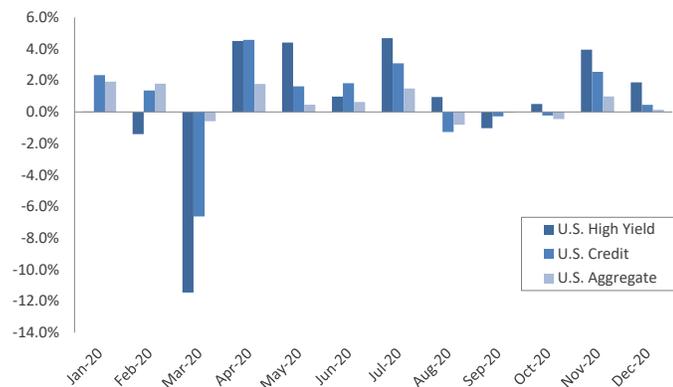
The U.S. investment grade (IG) corporate credit market had a robust December despite worsening COVID-19 outbreaks in the U.S. and abroad. The fourth quarter also marked the third consecutive quarter of positive performance across the U.S. IG corporate credit market. U.S. IG credit spreads, as measured by the Bloomberg Barclays US Credit Index, narrowed by 8 basis points (bps) to 92 bps for the month, only 2 bps wider than the year-end 2020 level of 90 bps. The spreads outperformed duration-matched U.S. Treasuries by 79 bps. In the fourth quarter, U.S. IG credit spreads tightened by 36 bps, outperforming duration-matched Treasuries by 380 bps. The total return for the month was 0.46%, with the quarter returning 2.79% and the year returning 9.35%. U.S. IG corporate credit yields fell to a record low of 1.68%.

For the month, lower-rated credits and commodity-related sectors outperformed whereas the tighter-trading noncyclical sectors underperformed. The best-performing sectors on a total return basis were finance companies, oil field services, midstream, independent energy and airlines. The worst-performing sectors were wirelines, railroads, cable satellite, environmental and transportation services. For the quarter, the best-performing sectors were oil field services, finance companies, independent energy, lodging and midstream. The worst quarterly performers were supranationals, leisure, foreign agency, home construction and foreign local governments.

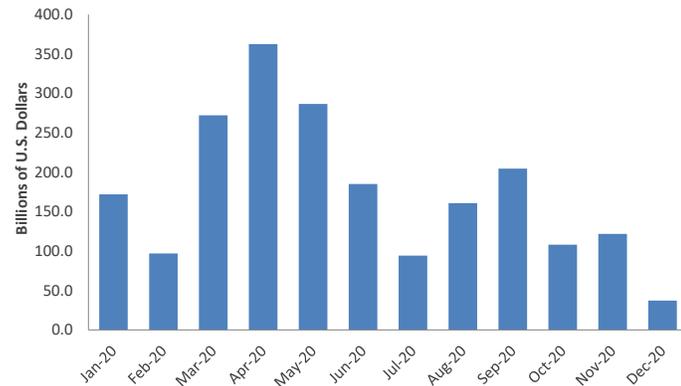
At the ratings level, bonds rated BBB outperformed, posting a total return of 0.77% versus 0.27% for bonds rated AA and 0.20% for bonds rated A. For the quarter, BBB bonds notably outperformed, posting a total return of 4.03% versus 2.12% for A bonds and 1.46% for AA bonds. Across the curve, intermediate credit outperformed, posting a total return of 0.47% versus 0.44% for long duration and 0.18% for short duration. For the quarter, long duration notably outperformed, posting a total return of 4.92% versus 1.55% for intermediate duration and 0.57% for short duration.

## Investment Grade Credit (cont'd)

### Performance of Select Barclays Indexes Last 12 Months



### Total Fixed-Rate Investment Grade Supply As of December 31, 2020



Source: Barclays Live

U.S. dollar-denominated IG new issuance registered \$37.2 billion of gross issuance and a negative \$27 billion of net issuance for the month. For the quarter, gross issuance was \$267.2 billion and net issuance was a negative \$6.3 billion. For the year, gross new issuance came in at a record \$2.1 trillion, 62% higher than 2019, and net new issuance was \$1.07 trillion.

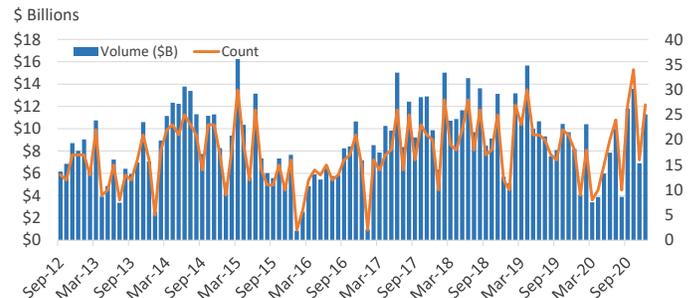
IG funds' inflows were \$17.2 billion for the month and \$89.9 billion for the quarter. For the full year, inflows of \$296 billion were only 5.8% below that of 2019.

## Collateralized Loan Obligations

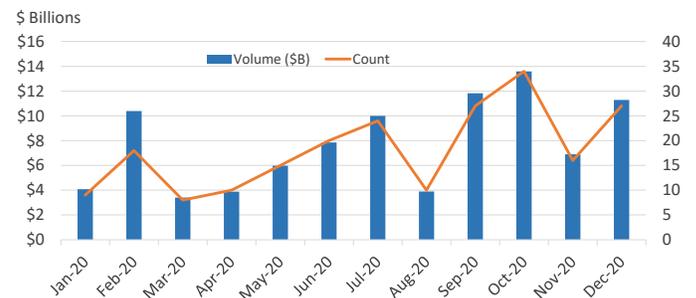
The primary supply generation of U.S. collateralized loan obligations (CLOs) marked its busiest December since the Great Financial Crisis, with \$11.3 billion pricing across 27 transactions. Total 2020 issuance tallied \$93.1 billion across 218 deals, a 22% decline in volume year-over-year (YoY). Fourth quarter issuance alone totaled \$31.8 billion, over one-third of the annual volume. Away from new issue, refinancing (refi) and reset activity also rose in December, with six refi and three reset transactions pricing, aggregating to \$3.9 billion. The U.S. CLO market marked \$19.8 billion of refi and \$11.4 billion of reset transactions in 2020. While these totals represent a decrease YoY, activity is expected to ramp up in 2021 as a substantial portion of the CLO universe exits non-call periods and primary spreads continue to grind tighter.

In the secondary market in December, the monthly supply of U.S. CLO bids wanted in competition rose 16% to \$3.5 billion. Per Trade Reporting and Compliance Engine data, investment grade (IG) trading volumes rose 11% to \$8.1 billion, and below-IG volumes fell 3% to \$4.3 billion while still remaining elevated compared to historical levels.

### CLO New Issuance | September 2012 to December 2020



### Last 12 Months Issuance | January 2020 to December 2020



Source: Bloomberg, DoubleLine

### Collateralized Loan Obligations (cont'd)

Fundamentals continued to improve in December as minimum overcollateralization cushion rose, and Moody's weighted average rating factor (WARF) and collateral rated CCC by Standard & Poor's declined along with the loan default rate. The last 12-month U.S. leveraged loan default rate by principal amount ended December at 3.83%. Despite an improvement of 33 basis points from where it began the quarter, the loan default rate remained 2.45% higher than where it started the year.

CLO market-based metrics, including net asset value and market value overcollateralization, also strengthened in December. The S&P/LSTA Leveraged Loan Price Index gained 1.14% over the month and 3.23% over the quarter. While the 12-month return of the index ended in the red at negative 0.55%, the S&P/LSTA Leveraged Loan Total Return Index ended in positive territory for the year at 3.12%.

Spreads were flat to tighter across the CLO capital stack in December, with more IG tranches trading tighter on a year-to-date basis. The J.P. Morgan Collateralized Loan Obligation Total Return Level Index gained 0.71% in December, contributing to a total quarterly return of 2.15% and a 2020 total return of 3.11%. The highest returns came from the below-IG segments, which have recovered significantly since the volatility in late March.

2021 CLO market outlooks call for increased issuance due to improving arbitrage conditions and pent-up supply. Attractive relative value and strong demand are expected to fuel spread tightening in the near term. In addition, fundamentals will likely be varied to start the year before improving as more clarity surrounding the broader economic recovery emerges.

On Dec. 7, Moody's published a change to its methodology for calculating WARF, a credit risk measure used to estimate the default probability of a CLO collateral pool. Going forward, assets on watch for downgrade will be adjusted down one rating versus two ratings previously. In addition, there will no longer be an adjustment for assets on negative outlook. These amendments are expected to have a positive impact on CLO ratings by Moody's, although market participants expect it to take some time before the changes are fully integrated.

### Bank Loans

The bank loan market posted positive returns in the fourth quarter, rallying alongside other risk markets on the back of positive COVID-19 vaccine announcements and the outcome of the U.S. presidential election. The market, as measured by the S&P/LSTA Leveraged Loan Index, was up 3.81% in the quarter and ended the year on a strong note, returning 1.35% in December and capping a streak of nine consecutive months of

positive returns after the sharp sell-off in March. The weighted average bid price of the index ended the year at \$96.19, up from \$93.18 at the end of the third quarter and little changed from the \$96.72 where it started 2020. For the full year, the bank loan market returned 3.12%.

Credits most exposed to the pandemic were the largest beneficiaries of the late-year rally, and, accordingly, lower-rated areas of the market saw the most price appreciation, with loans rated CCC rising 2.33% in December and 9.21% in the fourth quarter. This far outpaced the returns of loans rated B, which were up 1.41% for the month and 3.78% for the quarter, as well as loans rated BB, up 1.10% for the month and 2.75% for the quarter. All sectors posted positive returns in December, and the three best performers were cosmetics-toiletries (+5.50%), nonferrous metals-minerals (+4.68%), and oil and gas (+3.11%).

The default rate moved lower in the quarter, ending at 4.22% on an issuer-count basis, down from 4.64% at the end of the third quarter and 4.27% at the end of November. In the fourth quarter, two issuers defaulted, totaling \$2.7 billion. The significant fiscal and monetary stimulus introduced in the spring flooded markets with liquidity and kept default rates well below expectations at the start of the pandemic. For the year, the oil and gas sector accounted for 27% of total defaults, followed by retail at 12%. While the overall default rate is likely to remain above historical norms in the near term, we expect it to drift lower through the course of 2021.

New-issue activity picked up as the market recovered, and the fourth quarter's volume of \$109 billion was well ahead of the third quarter's \$68 billion. December was also a busy month, with \$36 billion of new issues. On the demand front, there were \$9.8 billion of collateralized loan obligation originations in December and \$30.8 billion in the fourth quarter, making it the strongest quarter of the year. Retail loan funds marked \$727 million of inflows in December, according to financial data firm Leveraged Commentary & Data, the first positive month since January.

With three-month LIBOR at 24 basis points (bps) at the end of December, bank loan coupons have contracted substantially from the start of the year, when three-month LIBOR was around 190 bps. At this point, the impact of a further fall in interest rates would be limited given that almost all loans have LIBOR floors of 0% or above. The market still trades at a discount to par, with a weighted average bid price of \$96.19 offering some upside convexity. In a world of anemic interest rates, the yield to maturity of 4.70% and spread to maturity of 4.43% provide reasonable compensation for investors.

### High Yield

High yield (HY) had a very strong December and fourth quarter, with the Bloomberg Barclays US Corporate High Yield Index returning 1.88% in the month and 6.45% in the quarter. Returns in December were driven by increasing optimism about the prospects for economic activity normalizing in 2021. The index yield declined 52 basis points (bps) for the month to 4.18% while spreads contracted by 52 bps to 360 bps. The HY asset class began 2020 with a yield of 4.18% (peaking at 11.69% in March) and spreads of 360 bps (peaking at 1,100 bps in March).

Bonds rated CCC again handily outperformed in December, increasing 3.19%, and rising 9.91% in the quarter. Bonds rated B followed, rising 1.72% in the month and 5.83% in the quarter. Bonds rated BB lagged slightly, gaining 1.55% for the month and 5.69% for the quarter. The three best-performing sectors in December were oil field services (+11.59%), independent (+4.96%) and airlines (+4.81%). The worst sectors were home construction (+0.70%), packaging (+0.74%) and health insurance (+0.75%).

The December par-weighted, 12-month default rate, as reported by J.P. Morgan, inched up 2 bps from November to 6.17%, compared to 2.63% at the end of 2019. The energy sector continued to account for a substantial portion of defaults, with a rate of 19.42% (ex energy the HY default rate was 3.94%). The December HY default rate compares to a 20-year average of 3.14%.

The 2020 upgrade-to-downgrade ratio ended at 0.3x after December posted \$17.1 billion of upgrades versus \$26.4 billion of downgrades (0.6x), as reported by J.P. Morgan. The quarter registered \$79.2 billion of upgrades relative to \$110.8 billion of downgrades (0.7x), and the full-year marked \$252.3 billion of upgrades compared to \$842.1 billion of downgrades. The full-year volume of downgrades was the highest going back to at least 2000, beating the prior high of \$737 billion in 2016. For comparison, the upgrade-to-downgrade ratio ended 2019 at 0.8x and 2018 at 1.3x. As for fallen angel volume, December totaled \$3.7 billion compared to no rising stars, as reported by J.P. Morgan. That brought the 2020 total for fallen angels to \$237.5 billion versus \$28.3 billion of rising stars. The prior calendar-year record for fallen angel volume was \$150.2 billion in 2009.

HY issuance remained very strong in December, as reported by J.P. Morgan, with the market pricing \$30.1 billion of deals, the most-active December since 2012. HY posted record issuance in 2020, including the monthly record in June (\$61.5 billion) and quarterly record in the second quarter (\$145.5 billion). For the year, issuance was up 57% to \$449.9 billion while issuance net of refinancings rose 64% to \$152.7 billion. 2020's gross issuance surpassed the prior high of \$398.5 billion in 2013.

HY marked \$884 million in outflows in December, according to Lipper data as reported by J.P. Morgan, after inflows in November (\$4.9 billion) and October (\$3.9 billion). For 2020, inflows totaled \$44.3 billion, compared to an inflow of \$18.8 billion in full-year 2019 and an outflow of \$46.9 billion in full-year 2018.

### Commodities

In December, the broad commodity market increased 5.96%, as measured by the S&P GSCI, and 4.97%, as measured by the Bloomberg Commodity Index (BCOM). Those monthly figures marked a strong finish to a positive fourth quarter in which the broad market rose 14.46% (S&P GSCI) and 10.17% (BCOM). Agriculture was the strongest-performing sector for the month (+10.36%) and quarter (+19.15%), growing on the back of corn, which appreciated 13.62% for the month and 25.13% for the quarter. The energy sector rebounded in the month (+6.33%) and quarter (+16.87%) as the benchmark crudes Brent (up 8.32% in the month and 20.40% in the quarter) and West Texas Intermediate (up 6.57% in the month and 18.35% in the quarter) surged in both periods. In December, the industrial metals sector declined 0.25%, marking a lackluster finish to an otherwise positive quarter in which the sector was up 13.83%, with copper and nickel leading the charge. Precious metals appreciated 7.46% in the month as gold (+6.41%) and silver (+16.90%) increased; the sector edged up 0.82% in the quarter, with gold declining 0.38% and silver increasing 11.78%.

### Emerging Markets Fixed Income

Emerging markets (EM) sovereign and corporate external bonds posted positive performance in the fourth quarter, driven primarily by significant credit spread tightening across the period. External EM debt also posted positive returns in December, with credit spreads tightening amid optimism over promising COVID-19 vaccine results and speedy regulatory approvals.

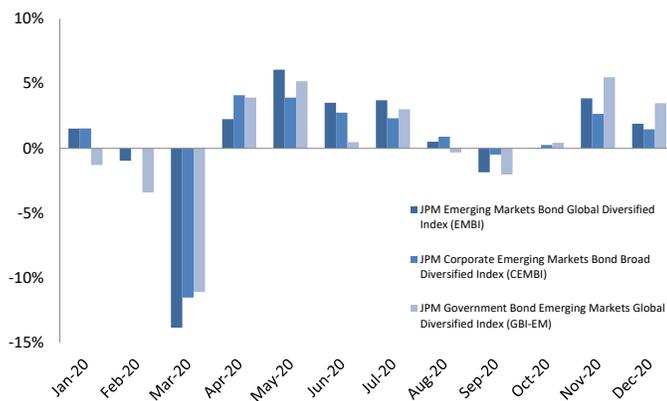
The J.P. Morgan Emerging Markets Bond Index (EMBI) Global Diversified credit spread tightened by 81 basis points (bps) over the quarter, including 28 bps in December, after tightening 42 bps in the previous quarter. In the fourth quarter, the U.S. Treasury yield curve steepened, with two-year Treasury yields lower by 1 bp and 10-year Treasury yields higher by 23 bps. For December, two-year Treasury yields fell 3 bps and 10-year Treasury yields rose 7 bps.

## Emerging Markets Fixed Income (cont'd)

Performance across all regions was positive for the quarter and December in the J.P. Morgan EMBI Global Diversified, which tracks sovereign performance, and the J.P. Morgan Corporate Emerging Markets Bond Index Broad Diversified, which tracks corporate performance. Africa was the best-performing region in the sovereign index, and Latin America was the best performer in the corporate index for the quarter and month. Asia was the lowest-performing region in both indexes in the quarter and December.

### J.P. Morgan Emerging Markets Bond Index Performance

January 31, 2020 to December 31, 2020



Source: J.P. Morgan

The sovereign index outperformed the corporate index in the quarter and month, with the sovereign high yield (HY) subindex outperforming its corporate counterpart in both periods. The HY yield subindex significantly outperformed the investment grade subindex in the sovereign and corporate indexes in both periods.

Risk appetite for the first quarter of 2021 could largely be driven by the trajectories of coronavirus mutation and infection; government containment measures; and developments around vaccine deployment, safety and efficacy. Other risk-appetite factors could include the outcome of U.S. Senate elections in Georgia and prospects for additional fiscal stimulus, a busy global political calendar, the potential for a rise in inflation and elevated sentiment with risk assets generally near all-time highs.

## International Sovereign

Global government bonds, as measured by the FTSE World Government Bond Index, posted positive performance in December and the fourth quarter, driven by foreign currency gains against the U.S. dollar in both periods.

The dollar, as measured by the U.S. Dollar Index, weakened against all G-10 peers across the month and quarter amid positive risk sentiment fueled by promising COVID-19 vaccine results, regulatory approvals for vaccine distribution and additional fiscal relief. In December, Congress passed a \$900 billion pandemic-related spending package, including the extension of federal unemployment benefits originally set to expire at year-end. The Federal Reserve pledged to remain accommodative at its December meeting, keeping the target federal funds rate within zero to 0.25%. The Fed also extended guidance on its bond purchase program by committing to maintain purchases at the current pace until it sees what it called “substantial further progress” in the recovery.

The euro strengthened against the dollar over the month and quarter on the back of fresh fiscal support and additional monetary stimulus even as second-wave lockdown restrictions weighed on economic activity. European Union (EU) leaders overcame internal disputes and adopted a 750 billion euro pandemic recovery package as part of a wider 1.8 trillion euro, seven-year spending plan in December. The European Central Bank (ECB) kept its benchmark deposit rate on hold at negative 0.5%. In addition, the ECB increased its Pandemic Emergency Purchase Program by 500 billion euros to 1.85 trillion euros and extended it by nine months to at least the end of March 2022. The EU managed to clinch a trade deal with the United Kingdom before Britain’s separation from the bloc on Dec. 31 and separately agreed to an investment deal with China aimed at rebalancing economic ties.

The Japanese yen appreciated versus the dollar across December and the quarter but underperformed its G-10 peers. GDP data confirmed that Japan’s economy rebounded by 22.9% at an annualized quarter-over-quarter rate in the third quarter, beating consensus expectations. However, a second wave of virus cases was creating concerns about the economic recovery. In response, Prime Minister Yoshihide Suga launched a third fiscal stimulus in December. The Bank of Japan (BOJ) kept interest rates on hold at negative 0.1% and will allow for more flexibility in allocating between corporate bonds and commercial paper in its asset purchase program. Concerned about the deflationary impact of the COVID-19 shock, the BOJ also launched a policy review, due March 2021, to consider the potential for what it termed “further effective and sustainable monetary easing.”

## Infrastructure

Infrastructure-related debt ended the year with an especially strong performance in December as narrowing credit spreads generally outweighed any duration effects from long-term U.S. Treasury yields rising 7 basis points (bps) to 8 bps. The Bloomberg Barclays US Aggregate Bond Index returned 0.14% in December and 0.67% in the fourth quarter; the Bloomberg Barclays US Corporate Index returned 0.44% in December and 3.05% in the quarter. December and the quarter were favorable environments for credit risk products, and the infrastructure debt segment firmly participated in that performance. The top-performing infrastructure debt sector for the month and quarter was global transportation assets – which benefitted from higher levels of utilization rates as well as forward-looking repricing after the effectiveness of the COVID-19 vaccines was announced. Infrastructure debt related to renewable energy systems also performed well during the quarter but only produced small positive returns for the month. In general, issuance volumes for infrastructure assets were satisfactory but remained lower than what we view as the full potential of the asset class given the steadily increasing market focus on sustainable investing.

## U.S. Equities

The U.S. equity market reached all-time highs in December, with the S&P 500 Index finishing the month up 3.84%. With that gain, the S&P 500 was up a solid 12.15% in the fourth quarter and an astounding 18.40% for the year. The three best-performing sectors in December were financials (+6.28%), technology (+5.74%) and energy (+4.48%). Energy rallied 28.30% in the quarter while the second-best performer, financials, rallied 23.22%. The three worst performers for the month were utilities (+0.70%), industrials (+1.20%) and consumer staples (+1.73%). The three worst performers for the quarter were consumer staples (+6.16%), utilities (+6.54%) and real estate (+6.78%).

## Global Equities

Global equities posted another month of positive performance in December following an impressive November, leading to a huge fourth quarter return. The Morgan Stanley Capital International All Country World Index rose 4.66% for the month and 14.77% for the quarter. U.S. equities performed in line, with the S&P 500 Index up 3.84% for the month and 12.14% for the quarter and the Nasdaq Composite Index up 5.75% for the month and 15.67% for the quarter. The Dow Jones Industrial Average rose 3.27% for the month and 10.73% for the quarter; the Russell 2000 Index climbed 8.65% for the month and 31.36% for the quarter.

European equities slightly underperformed the broader market in December, after outperforming strongly during November, but were mostly in line on a quarterly basis. In December, the Euro Stoxx 50 Index rose 2.33%, with the DAX of German blue chips up 3.22% and the French CAC 40 rising 1.63%. On the periphery, Italian stocks rose 0.79%, as measured by the FTSE Milano Indice di Borsa, while Spain's IBEX was up 1.46%. U.K. equities rose 4.81%, as measured by the FTSE 100 Index. During the quarter, the Euro Stoxx 50 rose 12.02%, the DAX was up 7.51%, and the French CAC 40 rose 16.76%. Italian stocks rose 17.03% while the IBEX was up 22.42%. U.K. equities rose 12.49%.

Asian equities generally outperformed the broader market. Japanese equities were up 3.82% for the month and 18.37% for the quarter, as measured by the Nikkei. As measured by the Shanghai Stock Exchange Composite Index, Chinese equities were up 0.68% for the month and 7.97% for the quarter. Hong Kong's Hang Seng Index was up 3.07% for the month and 16.08% for the quarter. South Korea's KOSPI was up 10.91% for the month and 23.46% for the quarter; Taiwan's TAIEX rose 7.19% for the month and 17.90% for the quarter.

Equities in emerging markets in aggregate outperformed the broader market. The Morgan Stanley Capital International Emerging Markets Index rose 7.25% for the month and 19.61% for the quarter. Indian equities, as measured by MSCI India, were up 8.73% for the month and 20.00% for the quarter. Brazil's Ibovespa was up 9.30% for the month and 25.81% for the quarter; Chilean equities were up 12.45% for the month and 28.67% for the quarter, as measured by MSCI Chile. Russian equities rose 10.23% for the month and 22.02% for the quarter, as measured by MSCI Russia.

# Standardized Performance Summary

As of December 31, 2020

| Total Return Bond Fund             |         |          |          |            |         |         |          |                      |               |
|------------------------------------|---------|----------|----------|------------|---------|---------|----------|----------------------|---------------|
|                                    |         |          |          | Annualized |         |         |          |                      |               |
| Month-End Returns                  |         |          | Year-to- |            |         |         |          | Since Inception      | Gross         |
| December 31, 2020                  | 1 Month | 3 Months | Date     | 1 Year     | 3 Years | 5 Years | 10 Years | (4-6-10 to 12-31-20) | Expense Ratio |
| I-share (DBLTX)                    | 0.27%   | 0.43%    | 4.12%    | 4.12%      | 3.88%   | 3.52%   | 4.50%    | 5.68%                | 0.49%         |
| N-share (DLTNX)                    | 0.25%   | 0.36%    | 3.86%    | 3.86%      | 3.65%   | 3.26%   | 4.24%    | 5.42%                | 0.73%         |
| Bloomberg Barclays US Agg Index    | 0.14%   | 0.67%    | 7.51%    | 7.51%      | 5.34%   | 4.44%   | 3.84%    | 4.07%                |               |
| Emerging Markets Fixed Income Fund |         |          |          |            |         |         |          |                      |               |
|                                    |         |          |          | Annualized |         |         |          |                      |               |
| Month-End Returns                  |         |          | Year-to- |            |         |         |          | Since Inception      | Gross         |
| December 31, 2020                  | 1 Month | 3 Months | Date     | 1 Year     | 3 Years | 5 Years | 10 Years | (4-6-10 to 12-31-20) | Expense Ratio |
| I-share (DBLEX)                    | 2.44%   | 5.45%    | 4.85%    | 4.85%      | 4.30%   | 7.20%   | 5.23%    | 5.71%                | 0.90%         |
| N-share (DLENX)                    | 2.42%   | 5.37%    | 4.66%    | 4.66%      | 4.03%   | 6.95%   | 4.98%    | 5.45%                | 1.15%         |
| J.P. Morgan EMBI GD Index          | 1.90%   | 5.80%    | 5.26%    | 5.26%      | 5.05%   | 7.08%   | 6.22%    | 6.49%                |               |
| Core Fixed Income Fund             |         |          |          |            |         |         |          |                      |               |
|                                    |         |          |          | Annualized |         |         |          |                      |               |
| Month-End Returns                  |         |          | Year-to- |            |         |         |          | Since Inception      | Gross         |
| December 31, 2020                  | 1 Month | 3 Months | Date     | 1 Year     | 3 Years | 5 Years | 10 Years | (6-1-10 to 12-31-20) | Expense Ratio |
| I-share (DBLFX)                    | 0.61%   | 1.72%    | 5.60%    | 5.60%      | 4.47%   | 4.44%   | 4.75%    | 5.20%                | 0.48%         |
| N-share (DLFNX)                    | 0.59%   | 1.66%    | 5.25%    | 5.25%      | 4.21%   | 4.16%   | 4.49%    | 4.94%                | 0.73%         |
| Bloomberg Barclays US Agg Index    | 0.14%   | 0.67%    | 7.51%    | 7.51%      | 5.34%   | 4.44%   | 3.84%    | 3.89%                |               |
| Core Fixed Income Fund             |         |          |          |            |         |         |          |                      |               |
|                                    |         |          |          | Annualized |         |         |          |                      |               |
| Quarter-End Returns                |         |          | Year-to- |            |         |         |          | Since Inception      |               |
| December 31, 2020                  | 1 Month | 4Q2020   | Date     | 1 Year     | 3 Years | 5 Years | 10 Years | (6-1-10 to 12-31-20) |               |
| I-share (DBLFX)                    | 0.61%   | 1.72%    | 5.60%    | 5.60%      | 4.47%   | 4.44%   | 4.75%    | 5.20%                |               |
| N-share (DLFNX)                    | 0.59%   | 1.66%    | 5.25%    | 5.25%      | 4.21%   | 4.16%   | 4.49%    | 4.94%                |               |
| Bloomberg Barclays US Agg Index    | 0.14%   | 0.67%    | 7.51%    | 7.51%      | 5.34%   | 4.44%   | 3.84%    | 3.89%                |               |

Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance current to the most recent month-end may be obtained by calling (213) 633-8200 or by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com).

The Fund's investment objectives, risks, charges and expenses must be considered carefully before investing. The statutory and summary prospectus contain this and other important information about the investment company, and may be obtained by calling (877) 354-6311 / (877) DLINE11, or visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). Read carefully before investing.

The performance information shown assumes the reinvestment of all dividends and distributions.

While the Funds are no-load, management fees and other expenses still apply. Please refer to the prospectus for further details.

# Standardized Performance Summary

As of December 31, 2020

## Multi-Asset Growth Fund

| Month-End Returns<br>December 31, 2020  | 1 Month | 3 Months | Year-to-<br>Date | Annualized |         |         |          | Since Inception<br>(12-20-10 to 12-31-20) | Gross<br>Expense Ratio |
|---|---------|----------|------------------|------------|---------|---------|----------|---|------------------------|
|   |         |          |                  | 1 Year     | 3 Years | 5 Years | 10 Years |   |                        |
| I-share (DMLIX)                         | 2.18%   | 6.29%    | 2.38%            | 2.38%      | 2.77%   | 6.23%   | 4.19%    | 4.20%                                     | 1.42%                  |
| A-share (DMLAX No Load) <sup>1</sup>    | 2.22%   | 6.20%    | 2.23%            | 2.23%      | 2.54%   | 5.95%   | 3.92%    | 3.93%                                     | 1.60%                  |
| A-share (DMLAX With Load) <sup>1</sup>  | -2.08%  | 1.67%    | -2.08%           | -2.08%     | 1.08%   | 5.04%   | 3.47%    | 3.48%                                     |                        |
| S&P 500 <sup>®</sup> Index              | 3.84%   | 12.15%   | 18.40%           | 18.40%     | 14.18%  | 15.22%  | 13.88%   | 13.94%                                    |                        |
| Blended Benchmark Hedged <sup>2</sup>   | 2.91%   | 9.14%    | 12.65%           | 12.65%     | 8.50%   | 9.39%   | 0.07     | 7.50%                                     |                        |
| Blended Benchmark Unhedged <sup>2</sup> | 3.32%   | 10.13%   | 14.05%           | 14.05%     | 8.32%   | 9.48%   | 0.07     | 6.97%                                     |                        |

| Quarter-End Returns<br>December 31, 2020 | 1 Month | 4Q2020 | Year-to-<br>Date | Annualized |         |         |          | Since Inception<br>(12-20-10 to 12-31-20) |
|--|---------|--------|------------------|------------|---------|---------|----------|---|
|  |         |        |                  | 1 Year     | 3 Years | 5 Years | 10 Years |   |
| I-share (DMLIX)                          | 2.18%   | 6.29%  | 2.38%            | 2.38%      | 2.77%   | 6.23%   | 4.19%    | 4.20%                                     |
| A-share (DMLAX No Load) <sup>1</sup>     | 2.22%   | 6.20%  | 2.23%            | 2.23%      | 2.54%   | 5.95%   | 3.92%    | 3.93%                                     |
| A-share (DMLAX With Load) <sup>1</sup>   | -2.08%  | 1.67%  | -2.08%           | -2.08%     | 1.08%   | 5.04%   | 3.47%    | 3.48%                                     |
| S&P 500 <sup>®</sup> Index               | 3.84%   | 12.15% | 18.40%           | 18.40%     | 14.18%  | 15.22%  | 13.88%   | 13.94%                                    |
| Blended Benchmark Hedged <sup>2</sup>    | 2.91%   | 9.14%  | 12.65%           | 12.65%     | 8.50%   | 9.39%   | 0.07     | 7.50%                                     |
| Blended Benchmark Unhedged <sup>2</sup>  | 3.32%   | 10.13% | 14.05%           | 14.05%     | 8.32%   | 9.48%   | 0.07     | 6.97%                                     |

## Low Duration Bond Fund

| Month-End Returns<br>December 31, 2020  | 1 Month | 3 Months | Year-to-<br>Date | Annualized |         |         |          | Since Inception<br>(9-30-11 to 12-31-20) | Gross<br>Expense Ratio |
|---|---------|----------|------------------|------------|---------|---------|----------|--|------------------------|
|   |         |          |                  | 1 Year     | 3 Years | 5 Years | 10 Years |  |                        |
| I-share (DBLSX)                         | 0.39%   | 0.93%    | 2.02%            | 2.02%      | 2.70%   | 2.70%   | -        | 2.43%                                    | 0.43%                  |
| N-share (DLSNX)                         | 0.36%   | 0.76%    | 1.76%            | 1.76%      | 2.45%   | 2.45%   | -        | 2.17%                                    | 0.68%                  |
| ICE BofA 1-3 Yr. U.S. Treasury Index    | 0.05%   | 0.05%    | 3.10%            | 3.10%      | 2.74%   | 1.90%   | -        | 1.26%                                    |                        |
| Bloomberg Barclays US Agg 1-3 Yr. Index | 0.13%   | 0.22%    | 3.08%            | 3.08%      | 2.90%   | 2.17%   | -        | 1.57%                                    |                        |

| Quarter-End Returns<br>December 31, 2020 | 1 Month | 4Q2020 | Year-to-<br>Date | Annualized |         |         |          | Since Inception<br>(9-30-11 to 12-31-20) |
|--|---------|--------|------------------|------------|---------|---------|----------|--|
|  |         |        |                  | 1 Year     | 3 Years | 5 Years | 10 Years |  |
| I-share (DBLSX)                          | 0.39%   | 0.93%  | 2.02%            | 2.02%      | 2.70%   | 2.70%   | -        | 2.43%                                    |
| N-share (DLSNX)                          | 0.36%   | 0.76%  | 1.76%            | 1.76%      | 2.45%   | 2.45%   | -        | 2.17%                                    |
| ICE BofA 1-3 Yr. U.S. Treasury Index     | 0.05%   | 0.05%  | 3.10%            | 3.10%      | 2.74%   | 1.90%   | -        | 1.26%                                    |
| Bloomberg Barclays US Agg 1-3 Yr. Index  | 0.13%   | 0.22%  | 3.08%            | 3.08%      | 2.90%   | 2.17%   | -        | 1.57%                                    |

## Floating Rate Fund

| Month-End Returns<br>December 31, 2020 | 1 Month | 3 Months | Year-to-<br>Date | Annualized |         |         |          | Since Inception<br>(2-1-13 to 12-31-20) | Gross<br>Expense Ratio |
|--|---------|----------|------------------|------------|---------|---------|----------|---|------------------------|
|  |         |          |                  | 1 Year     | 3 Years | 5 Years | 10 Years |   |                        |
| I-share (DBFRX) <sup>3</sup>           | 1.07%   | 3.00%    | 2.74%            | 2.74%      | 3.14%   | 3.68%   | -        | 3.13%                                   | 0.71%                  |
| N-share (DLFRX) <sup>3</sup>           | 1.04%   | 2.92%    | 2.45%            | 2.45%      | 2.87%   | 3.41%   | -        | 2.89%                                   | 0.96%                  |
| S&P/LSTA Lev Loan Index                | 1.35%   | 3.81%    | 3.12%            | 3.12%      | 4.01%   | 5.24%   | -        | 3.93%                                   |                        |

| Quarter-End Returns<br>December 31, 2020 | 1 Month | 4Q2020 | Year-to-<br>Date | Annualized |         |         |          | Since Inception<br>(2-1-13 to 12-31-20) |
|--|---------|--------|------------------|------------|---------|---------|----------|---|
|  |         |        |                  | 1 Year     | 3 Years | 5 Years | 10 Years |   |
| I-share (DBFRX) <sup>3</sup>             | 1.07%   | 3.00%  | 2.74%            | 2.74%      | 3.14%   | 3.68%   | -        | 3.13%                                   |
| N-share (DLFRX) <sup>3</sup>             | 1.04%   | 2.92%  | 2.45%            | 2.45%      | 2.87%   | 3.41%   | -        | 2.89%                                   |
| S&P/LSTA Lev Loan Index                  | 1.35%   | 3.81%  | 3.12%            | 3.12%      | 4.01%   | 5.24%   | -        | 3.93%                                   |

Performance data quoted represents past performance. Past performance does not guarantee future results.

<sup>1</sup> Performance data shown for the Multi-Asset Growth Fund reflect the Class A maximum sales charge of 4.25%. The Multi-Asset Growth Fund imposes a Deferred Sales Charge of 0.75% on purchases of \$1 million or more of Class A shares if redeemed within 18 months of purchase. Performance data shown for the Class A No Load does not reflect the deduction of the sales load or fee. If reflected, the load or fee would reduce the performance quoted. Performance data does not reflect the deferred sales charge. If it had, returns would have been reduced.

<sup>2</sup> The Blended Benchmark for the Multi-Asset Growth Fund consists of 60% MSCI World Index/40% Bloomberg Barclays Global Aggregate Index (USD Hedged or Unhedged).

<sup>3</sup> The Floating Rate Fund imposes a 1.00% Redemption Fee on all share classes if shares are sold within 90 days of purchase. Performance data does not reflect the redemption fee. If it had, returns would be reduced.

# Standardized Performance Summary

As of December 31, 2020

| Shiller Enhanced CAPE®                  |         |          |                  |            |         |         |          |   |                        |
|---|---------|----------|------------------|------------|---------|---------|----------|---|------------------------|
| Month-End Returns<br>December 31, 2020  | 1 Month | 3 Months | Year-to-<br>Date | Annualized |         |         |          | Since Inception<br>(10-31-13 to 12-31-20) | Gross<br>Expense Ratio |
|   |         |          |                  | 1 Year     | 3 Years | 5 Years | 10 Years |   |                        |
| I-share (DSEEX)                         | 3.73%   | 15.07%   | 16.27%           | 16.27%     | 14.30%  | 16.91%  | -        | 15.49%                                    | 0.56%                  |
| N-share (DSENX)                         | 3.76%   | 15.01%   | 16.03%           | 16.03%     | 14.02%  | 16.63%  | -        | 15.20%                                    | 0.81%                  |
| S&P 500® Index                          | 3.84%   | 12.15%   | 18.40%           | 18.40%     | 14.18%  | 15.22%  | -        | 13.46%                                    |                        |
| CAPE® U.S. Sector TR Index <sup>2</sup> | 3.34%   | 14.16%   | 18.36%           | 18.36%     | 14.96%  | 16.84%  | -        | 15.08%                                    |                        |

| Quarter-End Returns<br>December 31, 2020 | 1 Month | 4Q2020 | Year-to-<br>Date | Annualized |         |         |          | Since Inception<br>(10-31-13 to 12-31-20) | Gross<br>Expense Ratio |
|--|---------|--------|------------------|------------|---------|---------|----------|---|------------------------|
|  |         |        |                  | 1 Year     | 3 Years | 5 Years | 10 Years |   |                        |
| I-share (DSEEX)                          | 3.73%   | 15.07% | 16.27%           | 16.27%     | 14.30%  | 16.91%  | -        | 15.49%                                    |                        |
| N-share (DSENX)                          | 3.76%   | 15.01% | 16.03%           | 16.03%     | 14.02%  | 16.63%  | -        | 15.20%                                    |                        |
| S&P 500® Index                           | 3.84%   | 12.15% | 18.40%           | 18.40%     | 14.18%  | 15.22%  | -        | 13.46%                                    |                        |
| CAPE® U.S. Sector TR Index <sup>2</sup>  | 3.34%   | 14.16% | 18.36%           | 18.36%     | 14.96%  | 16.84%  | -        | 15.08%                                    |                        |

| Flexible Income Fund                   |         |          |                  |            |         |         |          |   |                        |
|--|---------|----------|------------------|------------|---------|---------|----------|---|------------------------|
| Month-End Returns<br>December 31, 2020 | 1 Month | 3 Months | Year-to-<br>Date | Annualized |         |         |          | Since Inception<br>(4-7-14 to 12-31-20) | Gross<br>Expense Ratio |
|  |         |          |                  | 1 Year     | 3 Years | 5 Years | 10 Years |   |                        |
| I-share (DFLEX)                        | 1.52%   | 3.51%    | 2.92%            | 2.92%      | 3.37%   | 4.17%   | -        | 3.51%                                   | 0.74%                  |
| N-share (DLINX)                        | 1.38%   | 3.45%    | 2.65%            | 2.65%      | 3.11%   | 3.91%   | -        | 3.24%                                   | 0.99%                  |
| ICE BofA 1-3 Yr. Eurodollar Index      | 0.19%   | 0.56%    | 3.85%            | 3.85%      | 3.56%   | 2.83%   | -        | 2.31%                                   |                        |
| LIBOR USD 3 Month                      | 0.02%   | 0.06%    | 0.75%            | 0.75%      | 1.81%   | 1.48%   | -        | 1.18%                                   |                        |

| Quarter-End Returns<br>December 31, 2020 | 1 Month | 4Q2020 | Year-to-<br>Date | Annualized |         |         |          | Since Inception<br>(4-7-14 to 12-31-20) | Gross<br>Expense Ratio |
|--|---------|--------|------------------|------------|---------|---------|----------|---|------------------------|
|  |         |        |                  | 1 Year     | 3 Years | 5 Years | 10 Years |   |                        |
| I-share (DFLEX)                          | 1.52%   | 3.51%  | 2.92%            | 2.92%      | 3.37%   | 4.17%   | -        | 3.51%                                   |                        |
| N-share (DLINX)                          | 1.38%   | 3.45%  | 2.65%            | 2.65%      | 3.11%   | 3.91%   | -        | 3.24%                                   |                        |
| ICE BofA 1-3 Yr. Eurodollar Index        | 0.19%   | 0.56%  | 3.85%            | 3.85%      | 3.56%   | 2.83%   | -        | 2.31%                                   |                        |
| LIBOR USD 3 Month                        | 0.02%   | 0.06%  | 0.75%            | 0.75%      | 1.81%   | 1.48%   | -        | 1.18%                                   |                        |

| Low Duration Emerging Markets Fixed Income Fund |         |          |                  |            |         |         |          |   |                        |                                   |
|---|---------|----------|------------------|------------|---------|---------|----------|---|------------------------|-----------------------------------|
| Month-End Returns<br>December 31, 2020          | 1 Month | 3 Months | Year-to-<br>Date | Annualized |         |         |          | Since Inception<br>(4-7-14 to 12-31-20) | Gross<br>Expense Ratio | Net<br>Expense Ratio <sup>1</sup> |
|   |         |          |                  | 1 Year     | 3 Years | 5 Years | 10 Years |   |                        |                                   |
| I-share (DBLLX)                                 | 0.78%   | 1.75%    | 3.52%            | 3.52%      | 3.69%   | 4.45%   | -        | 3.31%                                   | 0.63%                  | 0.59%                             |
| N-share (DELNX)                                 | 0.66%   | 1.58%    | 3.27%            | 3.27%      | 3.42%   | 4.20%   | -        | 3.06%                                   | 0.88%                  | 0.84%                             |
| J.P. Morgan CEMBI BD 1-3 Yr. Index              | 1.34%   | 3.21%    | 5.12%            | 5.12%      | 4.68%   | 4.71%   | -        | 3.99%                                   |                        |                                   |

| Quarter-End Returns<br>December 31, 2020 | 1 Month | 4Q2020 | Year-to-<br>Date | Annualized |         |         |          | Since Inception<br>(4-7-14 to 12-31-20) | Gross<br>Expense Ratio |
|--|---------|--------|------------------|------------|---------|---------|----------|---|------------------------|
|  |         |        |                  | 1 Year     | 3 Years | 5 Years | 10 Years |   |                        |
| I-share (DBLLX)                          | 0.78%   | 1.75%  | 3.52%            | 3.52%      | 3.69%   | 4.45%   | -        | 3.31%                                   |                        |
| N-share (DELNX)                          | 0.66%   | 1.58%  | 3.27%            | 3.27%      | 3.42%   | 4.20%   | -        | 3.06%                                   |                        |
| J.P. Morgan CEMBI BD 1-3 Yr. Index       | 1.34%   | 3.21%  | 5.12%            | 5.12%      | 4.68%   | 4.71%   | -        | 3.99%                                   |                        |

<sup>1</sup> The Adviser has contractually agreed to waive fees and reimburse expenses through July 31, 2021. Net expense ratios are applicable to investors.

<sup>2</sup> Reflects no deduction for fees, expenses, or taxes.

Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance current to the most recent month-end may be obtained by calling (213) 633-8200 or by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com).

# Standardized Performance Summary

As of December 31, 2020

| Long Duration Total Return Bond Fund      |         |          |        |            |        |         |         |                 |                        |               |                            |
|---|---------|----------|--------|------------|--------|---------|---------|-----------------|------------------------|---------------|----------------------------|
|   |         |          |        | Annualized |        |         |         | Since Inception | Gross                  | Net           |                            |
| Month-End Returns                         |         |          |        | Year-to-   | 1 Year | 3 Years | 5 Years | 10 Years        | (12-15-14 to 12-31-20) | Expense Ratio | Expense Ratio <sup>1</sup> |
| December 31, 2020                         |         |          |        | Date       |        |         |         |                 |                        |               |                            |
|   | 1 Month | 3 Months |        |            |        |         |         |                 |                        |               |                            |
| I-share (DBLDX)                           | -0.83%  | -2.43%   | 14.11% | 14.11%     | 8.09%  | 6.51%   | -       | 5.60%           | 0.54%                  | 0.51%         |                            |
| N-share (DLLDX)                           | -0.94%  | -2.58%   | 13.72% | 13.72%     | 7.82%  | 6.23%   | -       | 5.33%           | 0.79%                  | 0.76%         |                            |
| Bloomberg Barclays Long Govt/Credit Index | -0.20%  | 1.68%    | 16.12% | 16.12%     | 9.80%  | 9.35%   | -       | 7.15%           |                        |               |                            |

| Quarter-End Returns                       |         |        |        |            |        |         |         |                 |                        |               |                            |
|---|---------|--------|--------|------------|--------|---------|---------|-----------------|------------------------|---------------|----------------------------|
|   |         |        |        | Annualized |        |         |         | Since Inception | Gross                  | Net           |                            |
| December 31, 2020                         |         |        |        | Date       | 1 Year | 3 Years | 5 Years | 10 Years        | (12-15-14 to 12-31-20) | Expense Ratio | Expense Ratio <sup>1</sup> |
|   | 1 Month | 4Q2020 |        |            |        |         |         |                 |                        |               |                            |
| I-share (DBLDX)                           | -0.83%  | -2.43% | 14.11% | 14.11%     | 8.09%  | 6.51%   | -       | 5.60%           | 0.54%                  | 0.51%         |                            |
| N-share (DLLDX)                           | -0.94%  | -2.58% | 13.72% | 13.72%     | 7.82%  | 6.23%   | -       | 5.33%           | 0.79%                  | 0.76%         |                            |
| Bloomberg Barclays Long Govt/Credit Index | -0.20%  | 1.68%  | 16.12% | 16.12%     | 9.80%  | 9.35%   | -       | 7.15%           |                        |               |                            |

| Strategic Commodity Fund     |         |          |        |            |        |         |         |                 |                       |               |                            |
|------------------------------|---------|----------|--------|------------|--------|---------|---------|-----------------|-----------------------|---------------|----------------------------|
|                              |         |          |        | Annualized |        |         |         | Since Inception | Gross                 | Net           |                            |
| Month-End Returns            |         |          |        | Year-to-   | 1 Year | 3 Years | 5 Years | 10 Years        | (5-18-15 to 12-31-20) | Expense Ratio | Expense Ratio <sup>1</sup> |
| December 31, 2020            |         |          |        | Date       |        |         |         |                 |                       |               |                            |
|                              | 1 Month | 3 Months |        |            |        |         |         |                 |                       |               |                            |
| I-share (DBCMX)              | 6.26%   | 17.82%   | -6.07% | -6.07%     | -4.19% | 1.75%   | -       | -1.15%          | 1.11%                 |               |                            |
| N-share (DLCMX)              | 6.19%   | 17.53%   | -6.33% | -6.33%     | -4.44% | 1.45%   | -       | -1.42%          | 1.36%                 |               |                            |
| Bloomberg Commodity TR Index | 4.97%   | 10.19%   | -3.12% | -3.12%     | -2.53% | 1.03%   | -       | -4.17%          |                       |               |                            |

| Quarter-End Returns          |         |        |        |            |        |         |         |                 |                       |               |                            |
|------------------------------|---------|--------|--------|------------|--------|---------|---------|-----------------|-----------------------|---------------|----------------------------|
|                              |         |        |        | Annualized |        |         |         | Since Inception | Gross                 | Net           |                            |
| December 31, 2020            |         |        |        | Date       | 1 Year | 3 Years | 5 Years | 10 Years        | (5-18-15 to 12-31-20) | Expense Ratio | Expense Ratio <sup>1</sup> |
|                              | 1 Month | 4Q2020 |        |            |        |         |         |                 |                       |               |                            |
| I-share (DBCMX)              | 6.26%   | 17.82% | -6.07% | -6.07%     | -4.19% | 1.75%   | -       | -1.15%          | 1.11%                 |               |                            |
| N-share (DLCMX)              | 6.19%   | 17.53% | -6.33% | -6.33%     | -4.44% | 1.45%   | -       | -1.42%          | 1.36%                 |               |                            |
| Bloomberg Commodity TR Index | 4.97%   | 10.19% | -3.12% | -3.12%     | -2.53% | 1.03%   | -       | -4.17%          |                       |               |                            |

| Global Bond Fund  |         |          |        |            |        |         |         |                 |                        |               |                            |
|-------------------|---------|----------|--------|------------|--------|---------|---------|-----------------|------------------------|---------------|----------------------------|
|                   |         |          |        | Annualized |        |         |         | Since Inception | Gross                  | Net           |                            |
| Month-End Returns |         |          |        | Year-to-   | 1 Year | 3 Years | 5 Years | 10 Years        | (12-17-15 to 12-31-20) | Expense Ratio | Expense Ratio <sup>1</sup> |
| December 31, 2020 |         |          |        | Date       |        |         |         |                 |                        |               |                            |
|                   | 1 Month | 3 Months |        |            |        |         |         |                 |                        |               |                            |
| I-share (DBLGX)   | 1.50%   | 2.83%    | 4.80%  | 4.80%      | 2.18%  | 2.79%   | -       | 2.67%           | 0.55%                  |               |                            |
| N-share (DLGBX)   | 1.41%   | 2.74%    | 4.51%  | 4.51%      | 1.93%  | 2.52%   | -       | 2.40%           | 0.80%                  |               |                            |
| FTSE WGBI         | 1.36%   | 2.77%    | 10.11% | 10.11%     | 4.96%  | 4.78%   | -       | 4.82%           |                        |               |                            |

| Quarter-End Returns |         |        |        |            |        |         |         |                 |                        |               |                            |
|---------------------|---------|--------|--------|------------|--------|---------|---------|-----------------|------------------------|---------------|----------------------------|
|                     |         |        |        | Annualized |        |         |         | Since Inception | Gross                  | Net           |                            |
| December 31, 2020   |         |        |        | Date       | 1 Year | 3 Years | 5 Years | 10 Years        | (12-17-15 to 12-31-20) | Expense Ratio | Expense Ratio <sup>1</sup> |
|                     | 1 Month | 4Q2020 |        |            |        |         |         |                 |                        |               |                            |
| I-share (DBLGX)     | 1.50%   | 2.83%  | 4.80%  | 4.80%      | 2.18%  | 2.79%   | -       | 2.67%           | 0.55%                  |               |                            |
| N-share (DLGBX)     | 1.41%   | 2.74%  | 4.51%  | 4.51%      | 1.93%  | 2.52%   | -       | 2.40%           | 0.80%                  |               |                            |
| FTSE WGBI           | 1.36%   | 2.77%  | 10.11% | 10.11%     | 4.96%  | 4.78%   | -       | 4.82%           |                        |               |                            |

<sup>1</sup> The Adviser has contractually agreed to waive fees and reimburse expenses through July 31, 2021. Net expense ratios are applicable to investors.

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# Standardized Performance Summary

As of December 31, 2020

| Infrastructure Income Fund                    |         |          |              |            |         |         |          |  |  |                     |                                |
|---|---------|----------|--------------|------------|---------|---------|----------|--|--|---------------------|--------------------------------|
|   |         |          |              | Annualized |         |         |          | Since Inception                        |  | Gross Expense Ratio |                                |
| Month-End Returns                             | 1 Month | 3 Months | Year-to-Date | 1 Year     | 3 Years | 5 Years | 10 Years | (4-1-16 to 12-31-20)                   |  |                     |                                |
| <b>December 31, 2020</b>                      |         |          |              |            |         |         |          |  |  |                     |                                |
| I-share (BILDIX)                              | 0.71%   | 2.14%    | 5.48%        | 5.48%      | 4.67%   | -       | -        | 4.42%                                  |  | 0.57%               |                                |
| N-share (BILTX)                               | 0.68%   | 2.07%    | 5.21%        | 5.21%      | 4.43%   | -       | -        | 4.16%                                  |  | 0.82%               |                                |
| Bloomberg Barclays US Agg Index               | 0.14%   | 0.67%    | 7.51%        | 7.51%      | 5.34%   | -       | -        | 4.03%                                  |  |                     |                                |
| Ultra Short Bond Fund                         |         |          |              |            |         |         |          |  |  |                     |                                |
|   |         |          |              | Annualized |         |         |          | Since Inception                        |  | Gross Expense Ratio |                                |
| Month-End Returns                             | 1 Month | 3 Months | Year-to-Date | 1 Year     | 3 Years | 5 Years | 10 Years | (6-30-16 to 12-31-20)                  |  |                     |                                |
| <b>December 31, 2020</b>                      |         |          |              |            |         |         |          |  |  |                     |                                |
| I-share (DBULX)                               | 0.02%   | 0.07%    | 0.86%        | 0.86%      | 1.82%   | -       | -        | 1.50%                                  |  | 0.23%               |                                |
| N-share (DLUSX)                               | 0.00%   | 0.11%    | 0.60%        | 0.60%      | 1.61%   | -       | -        | 1.28%                                  |  | 0.48%               |                                |
| ICE BofA 3-Month T-Bill Index                 | 0.01%   | 0.03%    | 0.67%        | 0.67%      | 1.61%   | -       | -        | 1.30%                                  |  |                     |                                |
| Shiller Enhanced International CAPE®          |         |          |              |            |         |         |          |  |  |                     |                                |
|   |         |          |              | Annualized |         |         |          | Since Inception                        |  | Gross Expense Ratio | Net Expense Ratio <sup>1</sup> |
| Month-End Returns                             | 1 Month | 3 Months | Year-to-Date | 1 Year     | 3 Years | 5 Years | 10 Years | (12-23-16 to 12-31-20)                 |  |                     |                                |
| <b>December 31, 2020</b>                      |         |          |              |            |         |         |          |  |  |                     |                                |
| I-share (DSEUX)                               | 4.97%   | 19.17%   | 10.75%       | 10.75%     | 6.07%   | -       | -        | 9.91%                                  |  | 0.82%               | 0.67%                          |
| N-share (DLEUX)                               | 5.01%   | 19.16%   | 10.53%       | 10.53%     | 5.82%   | -       | -        | 9.66%                                  |  | 1.07%               | 0.92%                          |
| MSCI Europe Net Return USD Index <sup>2</sup> | 4.71%   | 15.61%   | 5.38%        | 5.38%      | 3.55%   | -       | -        | 8.94%                                  |  |                     |                                |
| Quarter-End Returns                           |         |          |              |            |         |         |          |  |  |                     |                                |
| December 31, 2020                             | 1 Month | 4Q2020   | Year-to-Date | 1 Year     | 3 Years | 5 Years | 10 Years | Since Inception (12-23-16 to 12-31-20) |  |                     |                                |
| I-share (DSEUX)                               | 4.97%   | 19.17%   | 10.75%       | 10.75%     | 6.07%   | -       | -        | 9.91%                                  |  |                     |                                |
| N-share (DLEUX)                               | 5.01%   | 19.16%   | 10.53%       | 10.53%     | 5.82%   | -       | -        | 9.66%                                  |  |                     |                                |
| MSCI Europe Net Return USD Index <sup>2</sup> | 4.71%   | 15.61%   | 5.38%        | 5.38%      | 3.55%   | -       | -        | 8.94%                                  |  |                     |                                |

<sup>1</sup> The Adviser has contractually agreed to waive fees and reimburse expenses through July 31, 2021. Net expense ratios are applicable to investors.

<sup>2</sup> Reflects no deduction for fees, expenses or taxes.

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# Standardized Performance Summary

As of December 31, 2020

| Colony Real Estate & Income Fund    |         |          |          |            |         |         |          |  |                    |       |  |
|-------------------------------------|---------|----------|----------|------------|---------|---------|----------|--|--------------------|-------|--|
|                                     |         |          |          | Annualized |         |         |          | Gross                                  | Net                |       |  |
| Month-End Returns                   |         |          | Year-to- |            |         |         |          | Expense                                | Expense            |       |  |
| December 31, 2020                   | 1 Month | 3 Months | Date     | 1 Year     | 3 Years | 5 Years | 10 Years | Ratio                                  | Ratio <sup>1</sup> |       |  |
|                                     |         |          |          | Annualized |         |         |          |  |                    |       |  |
| Quarter-End Returns                 |         |          | Year-to- |            |         |         |          |  |                    |       |  |
| December 31, 2020                   | 1 Month | 4Q2020   | Date     | 1 Year     | 3 Years | 5 Years | 10 Years | Since Inception (12-17-18 to 12-31-20) |                    |       |  |
| I-share (DBRIX)                     | 2.41%   | 6.38%    | -10.45%  | -10.45%    | -       | -       | -        | 4.77%                                  | 0.87%              | 0.64% |  |
| N-share (DLREX)                     | 2.36%   | 6.27%    | -10.62%  | -10.62%    | -       | -       | -        | 4.55%                                  | 1.12%              | 0.89% |  |
| Dow Jones U.S. Select REIT TR Index | 3.24%   | 12.92%   | -11.20%  | -11.20%    | -       | -       | -        | 2.95%                                  |                    |       |  |
| Emerging Markets Local Currency     |         |          |          |            |         |         |          |  |                    |       |  |
|                                     |         |          |          | Annualized |         |         |          | Gross                                  | Net                |       |  |
| Month-End Returns                   |         |          | Year-to- |            |         |         |          | Expense                                | Expense            |       |  |
| December 31, 2020                   | 1 Month | 3 Months | Date     | 1 Year     | 3 Years | 5 Years | 10 Years | Ratio                                  | Ratio <sup>1</sup> |       |  |
|                                     |         |          |          | Annualized |         |         |          |  |                    |       |  |
| Quarter-End Returns                 |         |          | Year-to- |            |         |         |          |  |                    |       |  |
| December 31, 2020                   | 1 Month | 4Q2020   | Date     | 1 Year     | 3 Years | 5 Years | 10 Years | Since Inception (6-28-19 to 12-31-20)  |                    |       |  |
| I-share (DBELX)                     | 3.31%   | 8.75%    | 2.61%    | 2.61%      | -       | -       | -        | 2.33%                                  | 6.25%              | 6.50% |  |
| N-share (DLELX)                     | 3.27%   | 8.71%    | 2.37%    | 2.37%      | -       | -       | -        | 2.08%                                  | 0.92%              | 1.17% |  |
| J. P. Morgan GBI-EM GD Index        | 3.48%   | 9.62%    | 2.69%    | 2.69%      | -       | -       | -        | 4.49%                                  |                    |       |  |
| Income Fund                         |         |          |          |            |         |         |          |  |                    |       |  |
|                                     |         |          |          | Annualized |         |         |          | Gross                                  | Net                |       |  |
| Month-End Returns                   |         |          | Year-to- |            |         |         |          | Expense                                | Expense            |       |  |
| December 31, 2020                   | 1 Month | 3 Months | Date     | 1 Year     | 3 Years | 5 Years | 10 Years | Ratio                                  | Ratio <sup>2</sup> |       |  |
|                                     |         |          |          | Annualized |         |         |          |  |                    |       |  |
| Quarter-End Returns                 |         |          | Year-to- |            |         |         |          |  |                    |       |  |
| December 31, 2020                   | 1 Month | 4Q2020   | Date     | 1 Year     | 3 Years | 5 Years | 10 Years | Since Inception (9-3-19 to 12-31-20)   |                    |       |  |
| I-share (DBLIX)                     | 2.32%   | 3.34%    | -5.09%   | -5.09%     | -       | -       | -        | -3.51%                                 | 1.14%              | 0.66% |  |
| N-share (DBLNX)                     | 2.30%   | 3.27%    | -5.12%   | -5.12%     | -       | -       | -        | -3.57%                                 | 1.27%              | 0.91% |  |
| Bloomberg Barclays US Agg Index     | 0.14%   | 0.67%    | 7.51%    | 7.51%      | -       | -       | -        | 5.18%                                  |                    |       |  |

<sup>1</sup> The Adviser has contractually agreed to waive fees and expenses through July 31, 2021.

<sup>2</sup> The Adviser has contractually agreed to waive fees and expenses through September 2, 2021.

Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance current to the most recent month-end may be obtained by calling (213) 633-8200 or by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com).

## Index Definitions

**Bloomberg Barclays Global Aggregate Index** provides a broad-based measure of the global investment-grade fixed income markets. The three major components of this index are the U.S. Aggregate, the Pan-European Aggregate, and the Asian-Pacific Aggregate Indices. The index also includes Eurodollar and Euro-Yen corporate bonds, Canadian government, agency and corporate securities, and USD investment grade 144A securities.

**Bloomberg Barclays Long U.S. Government/Credit Index** includes publicly issued U.S. Treasury debt, U.S. government agency debt, taxable debt issued by U.S. states and territories and their political subdivisions, debt issued by U.S. and non-U.S. corporations, non-U.S. government debt and supranational debt.

**Bloomberg Barclays U.S. Aggregate Bond Index** represents securities that are SEC-registered, taxable, and dollar denominated. The index covers the US investment grade fixed rate bond market, with index components for government and corporate securities, mortgage pass-through securities, and asset-backed securities. These major sectors are subdivided into more specific indices that are calculated and reported on a regular basis.

**Bloomberg Barclays U.S. Aggregate 1-3Yr Index** is the 1-3Yr component of the U.S. Aggregate Index.

**Bloomberg Commodity Index (BCOM)** is calculated on an excess return basis and reflects commodity futures price movements. The index rebalances annually weighted 2/3 by trading volume and 1/3 by world production and weight-caps are applied at the commodity, sector and group level for diversification. Roll period typically occurs from 6th-10th business day based on the roll schedule.

**Dow Jones U.S. Select REIT Index** – The index tracks the performance of publicly traded REITS and REIT-like securities and is designed to serve as a proxy for direct real estate investment, in part by excluding companies whose performance may be driven by factors other than the value of real estate.

**FTSE World Government Bond Index (WGBI)** - Measures the performance of fixed-rate, local currency, investment grade sovereign bonds. The WGBI is a widely used benchmark that currently comprises sovereign debt from over 20 countries, denominated in a variety of currencies, and has more than 25 years of history available. The WGBI provides a broad benchmark for the global sovereign fixed income market. Sub-indices are available in any combination of currency, maturity, or rating.

**ICE BAML 1-3 Year Eurodollar Index** is a subset of the BAML Eurodollar Index including all securities with a remaining term to final maturity less than 3 years. The BAML Eurodollar Index tracks the performance of US dollar-denominated investment grade quasigovernment, corporate, securitized and collateralized debt publicly issued in the eurobond markets.

**ICE BAML 1-3 Year Treasury Index** - The BofA/Merrill Lynch 1-3 Year Treasury Index is an unmanaged index that tracks the performance of the direct sovereign debt of the U.S. Government having a maturity of at least one years and less than three years.

**ICE BAML 3-Month Treasury Bill Index** - The index is an unmanaged market index of U.S. Treasury securities maturing in 90 days that assumes reinvestment of all income.

**JP Morgan CEMBI Broad Diversified 1-3 Year** is a market capitalization weighted index consisting of 1-3 year maturity US-denominated Emerging Market corporate bonds. It is a liquid global corporate benchmark representing Asia, Latin America, Europe and the Middle East/Africa.

**JP Morgan Government Bond – Emerging Market Index (GBI-EM)** series was launched in 2005 and is the first comprehensive global emerging markets index of local government bond debt. The GBI-EM Global Diversified is one of the three root versions of the GBI-EM and is the most widely used version of the GBI-EM index. The GBI-EM Global Diversified index represents an investable benchmark, created to capture a diverse set of countries that are accessible by most of the international investor base.

**Morgan Emerging Markets Bond Global Diversified (EMBI GD) Index** is a uniquely-weighted version of the EMBI Global. It limits the weights of those index countries with larger debt stocks by only including specified portions of these countries' eligible current face amounts of debt outstanding.

**London Interbank Offering Rate (LIBOR)** is an indicative average interest rate at which a selection of banks known as the panel banks are prepared to lend one another unsecured funds on the London money market.

**MSCI Europe Net Return USD Index** is part of the Modern Index Strategy and represents the performance of large and mid-cap equities across 15 developed countries in Europe. The Index has a number of sub-Indexes which cover various sub-regions market segments/sizes, sectors and covers approximately 85% of the free float-adjusted market capitalization in each country.

**MSCI World Index** is a market-capitalization-weighted index designed to provide a broad measure of stock performance throughout the world, including both developed and emerging markets.

**S&P 500**<sup>®</sup> is widely regarded as the best single gauge of large cap U.S. equities. There is over USD 5.58 trillion benchmarked to the index, with index assets comprising approximately USD 1.3 trillion of this total. The index includes 500 leading companies and captures approximately 80% coverage of available market capitalization.

**S&P/LSTA Leveraged Loan Index** is a weekly total return index that tracks the current outstanding balance and spread over LIBOR for fully funded term loans.

**Shiller Barclays CAPE<sup>®</sup> US Sector TR USD Index** incorporates the principles of long-term investing distilled by Dr. Robert Shiller and expressed through the CAPE<sup>®</sup> (Cyclically Adjusted Price Earnings) ratio (the "CAPE<sup>®</sup> Ratio"). It aims to identify undervalued sectors based on a modified CAPE<sup>®</sup> Ratio, and then uses a momentum factor to seek to mitigate the effects of potential value traps.

One cannot invest directly in an index.

## **Mutual fund investing involves risk. Principal loss is possible.**

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# DoubleLine Colony Real Estate and Income Fund

December 2020 | Retail and Institutional Class | No Load Mutual Fund

## Fund Information

| Class I (Institutional)<br>Ticker: DBRIX  | Class N (Retail)<br>Ticker: DLREX   | Portfolio Managers:<br>Jeffrey Gundlach<br>CEO & CIO<br>Jeffrey Sherman, CFA<br>Deputy CIO | Benchmark:<br>Dow Jones U.S. Select<br>REIT Total Return Index |
|---|---|--|--|
| Minimum: \$100,000<br>Minimum IRA: \$5,000<br>Inception 12-17-2018<br>Gross Expense Ratio: 0.87%<br>Net Expense Ratio: 0.64% <sup>1</sup> | Minimum: \$2,000<br>Minimum IRA: \$500<br>Inception 12-17-2018<br>Gross Expense Ratio: 1.12%<br>Net Expense Ratio: 0.89% <sup>1</sup> |  |  |

## Fund Attribution

In the fourth quarter of 2020, the DoubleLine Colony Real Estate and Income Fund underperformed the benchmark Dow Jones U.S. Select Real Estate Investment Trust (REIT) Total Return Index return of 12.92%. Exposure to the REIT sector of the U.S. equity market was obtained through exposure to the Colony Capital Fundamental U.S. Real Estate Index, which increased 5.34%. The fixed-income collateral portfolio increased in value, with all sectors contributing positively. The fixed-income sectors with the highest returns were bank loans, commercial mortgage-backed securities and emerging markets fixed income.

## Fund Performance

| Month-End Returns<br>December 31, 2020 | Dec   | YTD     | Annualized |                 | 1-Yr Std Deviation |
|--|-------|---------|------------|-----------------|--------------------|
|  |       |         | 1-Year     | Since Inception |                    |
| I-share                                | 2.41% | -10.45% | -10.45%    | 4.77%           | 30.26%             |
| N-share                                | 2.36% | -10.62% | -10.62%    | 4.55%           | 30.21%             |
| Benchmark                              | 3.24% | -11.20% | -11.20%    | 2.95%           | 29.85%             |

| Quarter-End Returns<br>December 31, 2020 | 4Q20   | YTD     | Annualized |                 |
|--|--------|---------|------------|-----------------|
|  |        |         | 1-Year     | Since Inception |
| I-share                                  | 6.38%  | -10.45% | -10.45%    | 4.77%           |
| N-share                                  | 6.27%  | -10.62% | -10.62%    | 4.55%           |
| Benchmark                                | 12.92% | -11.20% | -11.20%    | 2.95%           |

Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance current to the most recent month-end may be obtained by calling (213) 633-8200 or by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com).

The Fund's investment objectives, risks, charges and expenses must be considered carefully before investing. The statutory and summary prospectus contain this and other important information about the investment company, and may be obtained by calling (877) 354-6311 / (877) DLINE11, or visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). Read them carefully before investing.

<sup>1</sup> The Adviser has contractually agreed to waive fees and reimburse expenses through July 31, 2021.

The performance information shown assumes the reinvestment of all dividends and distributions.

While the Fund is no-load, management fees and other expenses still apply. Please refer to the prospectus for further details.

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## Statistics as of December 31, 2020

### Portfolio Characteristics

|                     |               |
|---------------------|---------------|
| Ending Market Value | \$116,401,727 |
| Duration            | 1.22          |
| Weighted Avg Life   | 2.77          |
| Average Price       | \$100.79      |

### Duration Breakdown (%)

|              |               |
|--------------|---------------|
| Less than 1  | 48.18         |
| 1 to 3 years | 35.65         |
| 3 to 5 years | 10.50         |
| 5 to 7 years | 1.59          |
| 7+ years     | 0.71          |
| Cash         | 3.37          |
| <b>Total</b> | <b>100.00</b> |

### SEC 30-Day Yield (%)

|       | I-Share | N-Share |
|-------|---------|---------|
| Gross | 1.54    | 1.29    |
| Net   | 1.51    | 1.27    |

### Current Quality Credit Distribution (%)

|                        |               |
|------------------------|---------------|
| Government             | 19.24         |
| Agency                 | 7.01          |
| Investment Grade       | 49.60         |
| Below Investment Grade | 8.72          |
| Unrated Securities     | 12.06         |
| Cash                   | 3.37          |
| <b>Total</b>           | <b>100.00</b> |

### Weighted Average Life Breakdown (%)

|              |               |
|--------------|---------------|
| 0 to 3 years | 52.12         |
| 3 to 5 years | 34.78         |
| 5 to 7 years | 6.52          |
| 7+ years     | 3.20          |
| Cash         | 3.37          |
| <b>Total</b> | <b>100.00</b> |

### Fixed Income Sector Allocation (%)

|                                 |               |
|---------------------------------|---------------|
| U.S. Government                 | 19.24         |
| Non-Agency RMBS                 | 18.67         |
| Collateralized Loan Obligations | 13.66         |
| Commerical MBS                  | 13.09         |
| Investment Grade Corporate      | 7.64          |
| Agency RMBS                     | 7.01          |
| International Emerging          | 6.65          |
| Asset-Backed Securities         | 5.92          |
| Bank Loans                      | 4.75          |
| Cash                            | 3.37          |
| <b>Total</b>                    | <b>100.00</b> |

## REIT Index Statistics as of December 31, 2020

|                                    | Colony Capital<br>Fundamental U.S.<br>Real Estate Index | Dow Jones U.S.<br>Select REIT<br>Index |
|------------------------------------|---|--|
| Number of Constituents             | 73  | 115                                    |
| Weighted Ave Market Cap (Billions) | \$37.7  | \$21.0                                 |
| Median Market Cap (Billions)       | \$6.4   | \$3.7                                  |
| Top 10 Weight                      | 52.9%   | 40.1%                                  |
| Active Share                       | 35.9%   | N/A                                    |

|                        | Colony Capital<br>Fundamental U.S.<br>Real Estate Index (%) | Dow Jones U.S.<br>Select REIT Index (%) |
|------------------------|---|---|
| Data Center REIT       | 13.66   | 5.61                                    |
| Gaming REIT            | 1.47  | 0.00                                    |
| Health Care REIT       | 8.33  | 11.66                                   |
| Hotel REIT             | 0.00  | 4.56                                    |
| Industrial REIT        | 12.72   | 17.22                                   |
| Infrastructure REIT    | 21.14   | 0.00                                    |
| Multi Asset Class REIT | 0.63  | 2.43                                    |
| Office REIT            | 6.75  | 12.22                                   |
| Residential REIT       | 14.37   | 21.09                                   |
| Retail REIT            | 9.34  | 16.45                                   |
| Self-storage REIT      | 7.52  | 8.43                                    |
| Specialty REIT         | 1.00  | 0.32                                    |
| Timber REIT            | 3.08  | 0.00                                    |
| <b>Total</b>           | <b>100.00</b>   | <b>100.00</b>                           |

Sector allocations are subject to change at any time and should not be considered a recommendation to buy or sell any security.

Portfolio holdings generally are made available 30 days after month-end by visiting [www.doublinefunds.com](http://www.doublinefunds.com). The source for the information in this report is DoubleLine Capital, which maintains its data on a trade date basis.

**Past performance does not guarantee future results. Mutual fund investing involves risk; Principal loss is possible.**

## Risk Disclosure

Investments in debt securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term debt securities. Investments in lower-rated and non-rated securities present a greater risk of loss to principal and interest than higher-rated securities. Investments in Asset-Backed and Mortgage-Backed Securities include additional risks that investors should be aware of such as credit risk, prepayment risk, possible illiquidity and default, as well as increased susceptibility to adverse economic developments. The Fund may use certain types of investment derivatives. Derivatives involve risks different from, and in certain cases, greater than the risks presented by more traditional investments. Derivatives may involve certain costs and risk such as liquidity, interest rate, market, credit, management and the risk that a position could not be closed when most advantageous. Investing in derivatives could lose more than the amount invested. The Fund may also invest in securities related to real estate, which may decline in value as a result of factors affecting the real estate industry. Investments in foreign securities include the risk that the Fund's investments will be affected by political, regulatory, and economic risks not present in domestic investments.

## Index Disclosure

**Dow Jones U.S. Select REIT Index** tracks the performance of publicly traded REITs and REIT-like securities and is designed to serve as a proxy for direct real estate investment, in part by excluding companies whose performance may be driven by factors other than the value of real estate.

**Colony Capital Fundamental U.S. Real Estate Index** is a rules-based index that incorporates the fundamental criteria described below originally developed by Colony Capital, Inc. The Index is rebalanced and reconstituted quarterly by applying a systematic methodology to the universe of real estate investment trusts. It is not possible to invest directly in an index.

## Definition of Terms

**Active Share** - A measure of the percentage of stock holdings in a manager's portfolio that differs from the benchmark index.

**Agency** - Mortgage securities whose principal and interest are effectively guaranteed by the U.S. Government agency including Fannie Mae (FNMA) or Freddie-Mac (FHLMC).

**Below Investment Grade** - Refers to a security rated below investment grade. These securities are seen as having higher default risk or other adverse credit events, but typically pay higher yields than better quality bonds in order to make them attractive. They are less likely to pay back 100 cents on the dollar.

**Credit Distribution** is determined from the highest available credit rating from any Nationally Recognized Statistical Rating Agency ("NRSRO", generally S&P, Moody's and Fitch). DoubleLine chooses to display credit ratings using S&P's rating convention, although the rating itself might be sourced from another NRSRO. In limited situations when the rating agency has not issued a formal rating, the rating agency will classify the security as unrated.

**Duration** - A commonly used measure of the potential volatility of the price of a debt securities, prior to maturity. Securities with a longer duration generally have more volatile prices than securities of comparable quality with a shorter duration.

**Fixed Income Sector Allocation** - The figures shown for the fixed income sector allocation represent the relative net assets invested in the displayed categories of fixed income and cash only.

**Investment Grade** - Refers to a bond considered investment grade if its credit rating is BBB- of higher by Standard & Poor's or Baa3 or higher by Moody's. Ratings are based on a corporate bond model. The higher the rating the more likely the bond will pay back par/100 cents on the dollar.

**Market Cap** - The market price of an entire company, calculated by multiplying the number of shares outstanding by the price per share.

**RMBS** - Residential Mortgage-Backed Securities.

**Standard Deviation** - A measure of the dispersion of a set of data from its mean. The more spread apart the data, the higher the deviation. Calculated by the square root of the variance.

**Weighted Average Life (WAL)** - The average number of years for which each dollar of unpaid principal on a loan or mortgage remains outstanding.

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## Fund Information

|   |  |   |  |  |
|---|--|---|--|--|
| <b>Class I (Institutional)</b><br><b>Ticker: DBLFX</b><br>Minimum: \$100,000<br>Minimum IRA: \$5,000<br>Inception: 6-1-2010<br>Gross Expense Ratio: 0.48% | <b>Class N (Retail)</b><br><b>Ticker: DLFNX</b><br>Minimum: \$2,000<br>Minimum IRA: \$500<br>Inception: 6-1-2010<br>Gross Expense Ratio: 0.73% | <b>Portfolio Managers:</b><br><b>Jeffrey Gundlach</b><br>CEO & CIO<br><b>Jeffrey Sherman, CFA</b><br>Deputy CIO | <b>Benchmark:</b><br>Bloomberg Barclays US<br>Aggregate Bond Index | <b>Overall Morningstar Rating:</b><br><br>I -Share rating is based on risk-adjusted returns among 543 Intermediate Core Plus Bond Funds as of 12-31-2020. |
|---|--|---|--|--|

## Fund Attribution

In the fourth quarter of 2020, the DoubleLine Core Fixed Income Fund outperformed the benchmark Bloomberg Barclays US Aggregate Bond Index return of 0.67%. The outperformance was primarily driven by asset allocation as the Fund was overweight credit exposure while risk asset prices continued to rise on positive COVID-19 vaccine news and hopes that economic activity would normalize in 2021. The U.S. Treasury curve steepened, with two-year yields falling 1 basis point (bp) and 10-year yields rising 23 bps. This steepening contributed to relative outperformance as the Fund maintained a shorter duration than the index's average of 6.21 years in the quarter. High yield was the best-performing sector and benefitted from strong returns within the energy and transportation subsectors. Emerging market debt and global bonds also outperformed the index, driven by the U.S. dollar weakening and improved outlook for global economic growth. Commercial mortgage-backed securities in the Fund posted strong returns as economic sectors that were acutely impacted by the pandemic, such as retail and hospitality, continued to recover. Investment grade corporates, bank loans and asset-backed securities performed positively as prices continued to rebound. While non-Agency residential mortgage-backed securities contributed to performance, the sector's significant rally in the summer left less room for growth in the fourth quarter. U.S. Treasuries and Agency mortgage-backed securities underperformed other sectors in the Fund as "safe-haven" assets took a back seat while the market shifted toward credit risk products. An underweight allocation to these two sectors relative to the index contributed to the Fund's outperformance.

## Fund Performance

| Month-End Returns<br>December 31, 2020 | Annualized |       |        |        |        |         | Since Inception | 3-Yr Std Deviation |
|--|------------|-------|--------|--------|--------|---------|-----------------|--------------------|
|  | Dec        | YTD   | 1-Year | 3-Year | 5-Year | 10-Year |                 |                    |
| I-share                                | 0.61%      | 5.60% | 5.60%  | 4.47%  | 4.44%  | 4.75%   | 5.20%           | 4.74%              |
| N-share                                | 0.59%      | 5.25% | 5.25%  | 4.21%  | 4.16%  | 4.49%   | 4.94%           | 4.75%              |
| Benchmark                              | 0.14%      | 7.51% | 7.51%  | 5.34%  | 4.44%  | 3.84%   | 3.89%           | 3.40%              |

| Quarter-End Returns<br>December 31, 2020 | Annualized |       |        |        |        |         | Since Inception |
|--|------------|-------|--------|--------|--------|---------|-----------------|
|  | 4Q20       | YTD   | 1-Year | 3-Year | 5-Year | 10-Year |                 |
| I-share                                  | 1.72%      | 5.60% | 5.60%  | 4.47%  | 4.44%  | 4.75%   | 5.20%           |
| N-share                                  | 1.66%      | 5.25% | 5.25%  | 4.21%  | 4.16%  | 4.49%   | 4.94%           |
| Benchmark                                | 0.67%      | 7.51% | 7.51%  | 5.34%  | 4.44%  | 3.84%   | 3.89%           |

| Calendar Year Returns | 2020  | 2019  | 2018   | 2017  | 2016  |
|-----------------------|-------|-------|--------|-------|-------|
| I-share               | 5.60% | 7.99% | -0.02% | 4.66% | 4.10% |
| N-share               | 5.25% | 7.82% | -0.27% | 4.41% | 3.75% |
| Benchmark             | 7.51% | 8.72% | 0.01%  | 3.54% | 2.65% |

Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance current to the most recent month-end may be obtained by calling (213) 633-8200 or by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com).

The Fund's investment objectives, risks, charges and expenses must be considered carefully before investing. The statutory and summary prospectus contain this and other important information about the investment company, and may be obtained by calling (877) 354-6311 / (877) DLIN11, or visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). Read them carefully before investing.

The performance information shown assumes the reinvestment of all dividends and distributions.

While the Fund is no-load, management fees and other expenses still apply. Please refer to the prospectus for further details.

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## Portfolio Managers



**Jeffrey Gundlach**  
CEO & CIO

Chief Executive Officer of DoubleLine, Mr. Gundlach is recognized as an expert in bonds and other debt-related investments. In 2011, he appeared on the cover of Barron's as "The New Bond King." In 2012, 2015 and 2016, Bloomberg Markets magazine named him one of "50 Most Influential."



**Jeffrey Sherman, CFA**  
Deputy CIO

Mr. Sherman joined DoubleLine in 2009, currently serves as the Deputy Chief Investment Officer and is a member of DoubleLine's Executive Management and Fixed Income Asset Allocation Committees. Additionally, he serves as a portfolio manager for multi-sector strategies.

## About DoubleLine

Founded in 2009, DoubleLine's portfolio managers have worked together for an average of 15 years and have over 22 years average industry experience.

## Statistics as of December 31, 2020

### Portfolio Characteristics

|                     |                  |
|---------------------|------------------|
| # of Issues         | 1,851            |
| Ending Market Value | \$11,758,747,027 |
| Market Price        | \$103.88         |
| Duration            | 4.81             |
| Weighted Avg Life   | 6.60             |

### Sector Breakdown

|                                 |               |
|---------------------------------|---------------|
| U.S. Government                 | 19.69         |
| Agency RMBS                     | 17.96         |
| Investment Grade Corporate      | 13.97         |
| Non-Agency RMBS                 | 9.95          |
| Non-Agency CMBS                 | 7.76          |
| Emerging Markets                | 5.97          |
| Infrastructure                  | 3.94          |
| High Yield Corporate            | 3.76          |
| International Sovereign         | 3.74          |
| Bank Loans                      | 3.67          |
| Collateralized Loan Obligations | 2.89          |
| Asset-Backed Securities         | 2.62          |
| Agency CMBS                     | 2.31          |
| Municipals                      | 0.10          |
| Equity                          | 0.03          |
| Cash                            | 1.65          |
| <b>Total</b>                    | <b>100.00</b> |

### Duration Breakdown

|               |               |
|---------------|---------------|
| Less than 0   | 4.12          |
| 0 to 3 years  | 33.56         |
| 3 to 5 years  | 23.13         |
| 5 to 10 years | 28.71         |
| 10+ years     | 8.83          |
| Cash          | 1.65          |
| <b>Total</b>  | <b>100.00</b> |

### Weighted Average Life Breakdown

|               |               |
|---------------|---------------|
| 0 to 3 years  | 23.04         |
| 3 to 5 years  | 25.42         |
| 5 to 10 years | 40.04         |
| 10+ years     | 9.85          |
| Cash          | 1.65          |
| <b>Total</b>  | <b>100.00</b> |

### Top Ten Holdings (%)

|                  |              |
|------------------|--------------|
| DBLGX            | 5.56         |
| BILDx            | 4.13         |
| T 0 5/8 11/30/27 | 2.72         |
| T 0 3/8 11/30/25 | 1.97         |
| FNCL 2 1/21      | 1.77         |
| FNCL 1.5 1/21    | 1.72         |
| T 0 7/8 11/15/30 | 1.29         |
| T 0 1/2 06/30/27 | 1.09         |
| T 2 1/4 11/15/27 | 1.04         |
| T 3 09/30/25     | 1.03         |
| <b>Total</b>     | <b>22.32</b> |

### Current Quality Credit Distribution

|                        |               |
|------------------------|---------------|
| Government             | 19.94         |
| Agency                 | 20.14         |
| Investment Grade       | 38.16         |
| Below Investment Grade | 13.46         |
| Unrated Securities     | 6.65          |
| Cash                   | 1.65          |
| <b>Total</b>           | <b>100.00</b> |

### SEC 30-Day Yield (%)

|                  | I-Share | N-Share |
|------------------|---------|---------|
| Gross            | 2.23    | 1.98    |
| Net <sup>1</sup> | 2.28    | 2.03    |

1 If a Fund invested in an affiliate Fund sponsored by the Adviser during the period covered by this report the Adviser agreed to not charge a management fee to the Fund in an amount equal to the investment advisory fees paid by the affiliated Fund in respect of the Fund's investment in the affiliated fund to avoid duplicate charge of the investment advisory fees to the investors.

Sector allocations and Fund holdings are subject to change at any time and should not be considered a recommendation to buy or sell any security.

Portfolio holdings generally are made available 30 days after month-end by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). The source for the information in this report is DoubleLine Capital, which maintains its data on a trade date basis.

**Past performance does not guarantee future results. Mutual fund investing involves risk; Principal loss is possible.**

## Risk Disclosure

Investments in debt securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term debt securities. Investments in lower-rated and non-rated securities present a greater risk of loss to principal and interest than higher-rated securities. Investments in ABS, MBS, and floating rate securities include additional risks that investors should be aware of such as credit risk, prepayment risk, possible illiquidity and default, as well as increased susceptibility to adverse economic developments. Investments in floating rate securities include additional risks that investors should be aware of such as credit risk, interest rate risk, possible illiquidity and default, as well as increased susceptibility to adverse economic developments. The Fund invests in foreign securities which involve greater volatility and political, economic and currency risks and differences in accounting methods. These risks are greater for investments in emerging markets. The Fund may use leverage which may cause the effect of an increase or decrease in the value of the portfolio securities to be magnified and the Fund to be more volatile than if leverage was not used. Derivatives involve special risks including correlation, counterparty, liquidity, operational, accounting and tax risks. These risks, in certain cases, may be greater than the risks presented by more traditional investments. Investing in ETFs involve additional risks such as the market price of the shares may trade at a discount to its net asset value ("NAV"), an active secondary trading market may not develop or be maintained, or trading may be halted by the exchange in which they trade, which may impact a Funds ability to sell its shares.

## Index Disclosure

**Bloomberg Barclays US Aggregate Index** represents securities that are SEC-registered, taxable, and dollar denominated. The index covers the US investment grade fixed rate bond market, with index components for government and corporate securities, mortgage pass-through securities, and asset-backed securities. These major sectors are subdivided into more specific indices that are calculated and reported on a regular basis. It is not possible to invest in an index.

## Morningstar Disclosure

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The Morningstar Rating™ for funds, or "star rating", is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating™ for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating™ metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods. As of 12/31/2020, the DoubleLine Core Fixed Income Fund I-Share received 2 stars for the 3-year period, 2 stars for the 5-year period and 4 stars for the 10-year period out of 543, 464 and 343 Intermediate Core-Plus Bond Funds in the category, respectively. Ratings may differ per share class.

## Definition of Terms

**Agency** - Mortgage securities whose principal and interest are effectively guaranteed by the U.S. Government agency including Fannie Mae (FNMA) or Freddie-Mac (FHLMC).

**Below Investment Grade** - Refers to a security that is rated below investment grade. These securities are seen as having higher default risk or other adverse credit events, but typically pay higher yields than better quality bonds in order to make them attractive. They are less likely to pay back 100 cents on the dollar.

**Credit Distribution** - Determined from the highest available credit rating from any Nationally Recognized Statistical Rating Agency ("NRSRO", generally S&P, Moody's and Fitch). DoubleLine chooses to display credit ratings using S&P's rating convention, although the rating itself might be sourced from another NRSRO. In limited situations when the rating agency has not issued a formal rating, the rating agency will classify the security as unrated.

**Duration** - A commonly used measure of the potential volatility of the price of a debt securities, prior to maturity. Securities with a longer duration generally have more volatile prices than securities of comparable quality with a shorter duration.

**Investment Grade** - Refers to a bond considered investment grade if its credit rating is BBB- or higher by Standard & Poor's or Baa3 or higher by Moody's. Ratings are based on a corporate bond model. The higher the rating the more likely the bond will pay back par/100 cents on the dollar.

**Market Price** - The weighted average of the prices of the Fund's portfolio holdings. While a component of the fund's Net Asset Value, it should not be confused with the Fund's NAV.

**MBS** - Mortgage-Backed Securities

**Standard Deviation** - A measure of the dispersion of a set of data from its mean. The more spread apart the data, the higher the deviation. Calculated by the square-root of the variance.

**Weighted Average Life (WAL)** - The average number of years for which each dollar of unpaid principal on a loan or mortgage remains outstanding.

DLFS-CFI; ML19-000502; MSM190797

## Fund Information

|  |   |  |  |  |
|--|---|--|--|--|
| <b>Class I (Institutional)</b><br><b>Ticker: DBLEX</b><br>Minimum: \$100,000<br>Minimum IRA: \$5,000<br>Inception 4-6-2010<br>Gross Expense Ratio: 0.90% | <b>Class N (Retail)</b><br><b>Ticker: DLENX</b><br>Minimum: \$2,000<br>Minimum IRA: \$500<br>Inception 4-6-2010<br>Gross Expense Ratio: 1.15% | <b>Portfolio Managers:</b><br><b>Luz Padilla</b><br>Director, International Fixed Income<br><b>Mark Christensen</b><br><b>Su Fei Koo</b> | <b>Benchmark:</b><br>J.P. Morgan EMBI<br>Global Diversified<br>Index | <b>Overall Morningstar Rating:</b><br><br>I-Share rating based on risk-adjusted returns among 244 Emerging Markets Bond Funds as of 12-31-2020. |
|--|---|--|--|--|

## Fund Attribution

In the fourth quarter of 2020, the DoubleLine Emerging Markets Fixed Income Fund posted a positive return but underperformed the benchmark J.P. Morgan Emerging Markets Bond Index Global Diversified return of 5.80%. The performance of the index was driven by credit spread tightening and accrued interest. The Fund benefitted from its overweight position in Latin America, especially in Colombia, Chile and Mexico. However, its overweight position in Asia, which was the worst-performing region in the index over the period, detracted from performance, as did its underweight position in Africa, which was the best performer. The Fund's larger weighting in investment grade (IG) credits and exposure to corporate issuers, relative to the index, also detracted from performance. EM high yield credits significantly outperformed their IG counterparts, and EM sovereign credits outperformed corporate credits.

## Fund Performance

| Month-End Returns<br>December 31, 2020 | Annualized |       |        |        |        |         | Since Inception | 3-Yr Std Deviation |
|--|------------|-------|--------|--------|--------|---------|-----------------|--------------------|
|  | Dec        | YTD   | 1-Year | 3-Year | 5-Year | 10-Year |                 |                    |
| I-share                                | 2.44%      | 4.85% | 4.85%  | 4.30%  | 7.20%  | 5.23%   | 5.71%           | 11.64%             |
| N-share                                | 2.42%      | 4.66% | 4.66%  | 4.03%  | 6.95%  | 4.98%   | 5.45%           | 11.63%             |
| Benchmark                              | 1.90%      | 5.26% | 5.26%  | 5.05%  | 7.08%  | 6.22%   | 6.49%           | 10.88%             |

| Quarter-End Returns<br>December 31, 2020 | Annualized |       |        |        |        |         | Since Inception |
|--|------------|-------|--------|--------|--------|---------|-----------------|
|  | 4Q20       | YTD   | 1-Year | 3-Year | 5-Year | 10-Year |                 |
| I-share                                  | 5.45%      | 4.85% | 4.85%  | 4.30%  | 7.20%  | 5.23%   | 5.71%           |
| N-share                                  | 5.37%      | 4.66% | 4.66%  | 4.03%  | 6.95%  | 4.98%   | 5.45%           |
| Benchmark                                | 5.80%      | 5.26% | 5.26%  | 5.05%  | 7.08%  | 6.22%   | 6.49%           |

| Calendar Year Returns | 2020    | 2019   | 2018   | 2017   | 2016   |
|-----------------------|---------|--------|--------|--------|--------|
|                       | I-share | 4.85%  | 11.79% | -3.20% | 8.48%  |
| N-share               | 4.66%   | 11.50% | -3.54% | 8.31%  | 14.70% |
| Benchmark             | 5.26%   | 15.04% | -4.26% | 10.26% | 10.15% |

Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance current to the most recent month-end may be obtained by calling (213) 633-8200 or by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com).

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## Portfolio Managers



**Luz Padilla**  
Portfolio Manager  
Director, International Fixed Income



**Mark Christensen**  
Portfolio Manager  
International Fixed Income



**Su Fei Koo**  
Portfolio Manager  
International Fixed Income

### About DoubleLine

Founded in 2009, DoubleLine's portfolio managers have worked together for an average of 15 years and have over 22 years average industry experience.

## Statistics as of December 31, 2020

| Portfolio Characteristics            |               |         | Country Breakdown (%) |               | Industry Breakdown (%) |               | Current Quality Credit Distribution (%) |               |
|--------------------------------------|---------------|---------|-----------------------|---------------|------------------------|---------------|---|---------------|
| # of Issues                          | 159           |         | Mexico                | 9.46          | Banking                | 23.82         | AAA                                     | 0.81          |
| Ending Market Value                  | \$818,693,462 |         | India                 | 8.73          | Sovereign              | 16.72         | AA                                      | 4.02          |
| Market Price                         | \$101.24      |         | Indonesia             | 7.33          | Utilities              | 13.89         | A                                       | 12.67         |
| Duration                             | 3.99          |         | Singapore             | 7.30          | Oil & Gas              | 13.52         | BBB                                     | 39.30         |
| Weighted Avg Life                    | 6.38          |         | Brazil                | 7.13          | Finance                | 6.53          | BB                                      | 23.67         |
| <b>Current Currency Exposure (%)</b> |               |         | Chile                 | 6.55          | Transportation         | 4.67          | B and Below                             | 13.96         |
| U.S. Dollar-Denominated              | 100.00        |         | Colombia              | 6.52          | Petrochemicals         | 3.66          | Not Rated                               | 1.26          |
| <b>Sector Breakdown (%)</b>          |               |         | Panama                | 6.30          | Steel                  | 2.80          | Other                                   | 0.07          |
| Corporate                            | 63.92         |         | China                 | 5.96          | Mining                 | 1.96          | Cash & Accrued                          | 4.22          |
| Sovereign                            | 16.72         |         | Dominican Republic    | 4.67          | Technology             | 1.50          | <b>Total</b>                            | <b>100.00</b> |
| Quasi-Sovereign                      | 15.13         |         | Peru                  | 4.56          | Telecommunication      | 1.46          | <b>Top Ten Holdings (%)</b>             |               |
| Cash & Accrued                       | 4.22          |         | Philippines           | 3.45          | Chemical               | 1.20          | INDON 3.85 10/15/30                     | 3.04          |
| <b>Total</b>                         | <b>100.00</b> |         | Korea                 | 2.96          | Retail                 | 1.20          | DBSSP 3.6 PERP                          | 2.24          |
| <b>Duration Breakdown (%)</b>        |               |         | Saudi Arabia          | 2.89          | Travel & Lodging       | 0.96          | DOMREP 4 7/8 09/23/32                   | 2.22          |
| Less than 1                          | 13.59         |         | Qatar                 | 2.66          | Consumer Products      | 0.96          | ONGCIN 3 3/4 07/27/26                   | 2.15          |
| 1 to 3 years                         | 30.74         |         | Malaysia              | 2.30          | Conglomerate           | 0.58          | IOCLIN 5 3/4 08/01/23                   | 1.78          |
| 3 to 5 years                         | 27.78         |         | Argentina             | 2.28          | Media                  | 0.20          | BDOPM 2.95 03/06/23                     | 1.72          |
| 5 to 7 years                         | 11.45         |         | Kuwait                | 1.34          | Industrial             | 0.14          | UNIFIN 8 7/8 PERP                       | 1.64          |
| 7 to 10 years                        | 13.81         |         | United Arab Emirates  | 1.03          | Construction           | 0.00          | BRAZIL 2 7/8 06/06/25                   | 1.64          |
| 10+ years                            | 2.63          |         | Israel                | 0.60          | Cash & Accrued         | 4.22          | UOBSP 3 1/2 09/16/26                    | 1.62          |
| <b>Total</b>                         | <b>100.00</b> |         | Hong Kong             | 0.58          | <b>Total</b>           | <b>100.00</b> | RILIN 5.4 02/14/22                      | 1.57          |
| <b>SEC 30-Day Yield (%)</b>          |               |         | Thailand              | 0.41          |                        |               | <b>Total</b>                            | <b>100.00</b> |
| Gross                                | I-Share       | N-Share | Paraguay              | 0.38          |                        |               |   |               |
| Net <sup>1</sup>                     | 3.50          | 3.25    | Jamaica               | 0.23          |                        |               |   |               |
|                                      |               |         | Guatemala             | 0.12          |                        |               |   |               |
|                                      |               |         | Cash & Accrued        | 4.22          |                        |               |   |               |
|                                      |               |         | <b>Total</b>          | <b>100.00</b> |                        |               |   |               |

1 If a Fund invested in an affiliate Fund sponsored by the Adviser during the period covered by this report the Adviser agreed to not charge a management fee to the Fund in an amount equal to the investment advisory fees paid by the affiliated Fund in respect of the Fund's investment in the affiliated fund to avoid duplicate charge of the investment advisory fees to the investors.

Sector allocations and Fund holdings are subject to change at any time and should not be considered a recommendation to buy or sell any security.

Portfolio holdings generally are made available 30 days after month-end by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). The source for the information in this report is DoubleLine Capital, which maintains its data on a trade date basis.

**Past performance does not guarantee future results. Mutual fund investing involves risk; Principal loss is possible.**



# DoubleLine Emerging Markets Fixed Income Fund

December 2020 | Retail and Institutional Class | No Load Mutual Fund

## Risk Disclosure

Investments in debt securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term debt securities. Investments in lower-rated and non-rated securities present a greater risk of loss to principal and interest than higher-rated securities. The Fund invests in foreign securities which involve greater volatility and political, economic and currency risks and differences in accounting methods. These risks are greater for investments in emerging markets. The Fund may use leverage which may cause the effect of an increase or decrease in the value of the portfolio securities to be magnified and the Fund to be more volatile than if leverage was not used. Derivatives involve special risks including correlation, counterparty, liquidity, operational, accounting and tax risks. These risks, in certain cases, may be greater than the risks presented by more traditional investments.

## Index Disclosure

**J.P. Morgan Emerging Markets Bond (EMBI) Global Diversified Index** is a uniquely-weighted version of the EMBI Global. It limits the weights of those index countries with larger debt stocks by only including specified portions of these countries' eligible current face amounts of debt outstanding. The countries covered in the EMBI Global Diversified are identical to those covered by the EMBI Global. It is not possible to invest in an index.

## Morningstar Disclosure

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The Morningstar Rating™ for funds, or "star rating", is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating™ for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating™ metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods. As of 12/31/2020, the DoubleLine Emerging Markets Fixed Income Fund I-Share received 3 stars for the 3-year period, 4 stars for the 5-year period and 4 stars for the 10-year period out of 244, 192 and 59 Emerging Markets Bond Funds in the category, respectively. Ratings may differ per share class.

## Definition of Terms

**Bond Ratings** - Grades given to bonds that indicate their credit quality as determined by a private independent rating service such as Standard and Poor's. The firm evaluates a bond issuer's financial strength, or its ability to pay a bond's principal and interest in a timely fashion. Ratings are expressed as letters ranging from 'AAA', which is the highest grade, to 'D', which is the lowest grade. In limited situations when the rating agency has not issued a formal rating, the rating agency will classify the security as not-rated.

**Credit Distribution** - Determined from the highest available credit rating from any Nationally Recognized Statistical Rating Agency ("NRSRO", generally S&P, Moody's and Fitch). DoubleLine chooses to display credit ratings using S&P's rating convention, although the rating itself might be sourced from another NRSRO.

**Duration** - A commonly used measure of the potential volatility of the price of a debt securities, prior to maturity. Securities with a longer duration generally have more volatile prices than securities of comparable quality with a shorter duration.

**Market Price** - The weighted average of the prices of the Fund's portfolio holdings. While a component of the fund's Net Asset Value, it should not be confused with the Fund's NAV.

**Standard Deviation** - A measure of the dispersion of a set of data from its mean. The more spread apart the data, the higher the deviation. Calculated by the square-root of the variance.

**Weighted Average Life (WAL)** - The average number of years for which each dollar of unpaid principal on a loan or mortgage remains outstanding.

DLFS-EMFI; ML19-000502; MSM190797



# DoubleLine Emerging Markets Local Currency Bond Fund

December 2020 | Retail and Institutional Class | No Load Mutual Fund

## Fund Information

| Class I (Institutional)<br>Ticker: DBELX   | Class N (Retail)<br>Ticker: DLELX  | Portfolio Managers:  | Benchmark:                          |
|--|--|--|-------------------------------------|
| Minimum: \$100,000<br>Minimum IRA: \$5,000<br>Inception 6-28-2019<br>Gross Expense Ratio: 6.25%<br>Net Expense Ratio: 0.92% <sup>1</sup> | Minimum: \$2,000<br>Minimum IRA: \$500<br>Inception 6-28-2019<br>Gross Expense Ratio: 6.50%<br>Net Expense Ratio: 1.17% <sup>1</sup> | <b>William Campbell</b><br><b>Mark Christensen</b><br><b>Valerie Ho</b><br><b>Su Fei Koo</b> | JPM GBI-EM Global Diversified Index |

## Fund Attribution

In the fourth quarter of 2020, the DoubleLine Emerging Markets Local Currency Fixed Income Fund posted a positive return but underperformed the benchmark J.P. Morgan Government Bond Index Emerging Markets Global Diversified return of 9.62%. The index's performance over the period was driven by foreign currency appreciation against the U.S. dollar. The Fund's cash balance, underweight positioning in South Africa and Brazil, and overweight positioning in Singapore and the Philippines detracted from performance. Underweight positioning in China and security selection in Indonesia supported the Fund's performance.

## Fund Performance

| Month-End Returns<br>December 31, 2020 | Dec   | YTD   | Annualized |                 |
|--|-------|-------|------------|-----------------|
|  |       |       | 1-Year     | Since Inception |
| I-share                                | 3.31% | 2.61% | 2.61%      | 2.33%           |
| N-share                                | 3.27% | 2.37% | 2.37%      | 2.08%           |
| Benchmark                              | 3.48% | 2.69% | 2.69%      | 4.49%           |

| Quarter-End Returns<br>December 31, 2020 | 4Q20  | YTD   | Annualized |                 |
|--|-------|-------|------------|-----------------|
|  |       |       | 1-Year     | Since Inception |
| I-share                                  | 8.75% | 2.61% | 2.61%      | 2.33%           |
| N-share                                  | 8.71% | 2.37% | 2.37%      | 2.08%           |
| Benchmark                                | 9.62% | 2.69% | 2.69%      | 4.49%           |

<sup>1</sup> The Adviser has contractually agreed to waive fees and reimburse expenses through July 31, 2020.

Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance current to the most recent month-end may be obtained by calling (213)633-8200 or by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com).

The Fund's investment objectives, risks, charges and expenses must be considered carefully before investing. The statutory and summary prospectus contain this and other important information about the investment company, and may be obtained by calling (877) 354-6311 / (877) DLINE11, or visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). Read them carefully before investing.

The performance information shown assumes the reinvestment of all dividends and distributions.

While the Fund is no-load, management fees and other expenses still apply. Please refer to the prospectus for further details.

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# DoubleLine Emerging Markets Local Currency Bond Fund

December 2020 | Retail and Institutional Class | No Load Mutual Fund

## Risk Disclosure

Investments in debt securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term debt securities. Investments in lower-rated and non-rated securities present a greater risk of loss to principal and interest than higher-rated securities. The Fund invests in foreign securities which involve greater volatility and political, economic and currency risks and differences in accounting methods. These risks are greater for investments in emerging markets. The Fund may use leverage which may cause the effect of an increase or decrease in the value of the portfolio securities to be magnified and the Fund to be more volatile than if leverage was not used. Derivatives involve special risks including correlation, counterparty, liquidity, operational, accounting and tax risks. These risks, in certain cases, may be greater than the risks presented by more traditional investments.

Investing in emerging markets has more risk such as increased volatility, relatively unstable governments, social and legal systems that do not protect shareholders, economies based on only a few industries and securities markets that are substantially smaller, less liquid and more volatile with less government oversight than more developed countries.

## Index Disclosure

**The JP Morgan Government Bond – Emerging Market Index (GBI-EM)** series was launched in 2005 and is the first comprehensive global emerging markets index of local government bond debt. The GBI-EM Global Diversified is one of the three root versions of the GBI-EM and is the most widely used version of the GBI-EM index. The GBI-EM Global Diversified index represents an investable benchmark, created to capture a diverse set of countries that are accessible by most of the international investor base.

It is not possible to invest directly in an index.

## Definition of Terms

**Credit Distribution** - Determined from the highest available credit rating from any Nationally Recognized Statistical Rating Agency ("NRSRO", generally S&P, Moody's and Fitch). DoubleLine chooses to display credit ratings using S&P's rating convention, although the rating itself might be sourced from another NRSRO. In limited situations when the rating agency has not issued a formal rating, the rating agency will classify the security as unrated.

**Duration** - A commonly used measure of the potential volatility of the price of a debt securities, prior to maturity. Securities with a longer duration generally have more volatile prices than securities of comparable quality with a shorter duration.

**Market Price** - The weighted average of the prices of the Fund's portfolio holdings. While a component of the fund's Net Asset Value, it should not be confused with the Fund's NAV.

**Weighted Average Life (WAL)** - The average number of years for which each dollar of unpaid principal on a loan or mortgage remains outstanding.

## Fund Information

|  |   |   |   |  |
|--|---|---|---|--|
| <b>Class I (Institutional)</b><br><b>Ticker: DFLEX</b><br>Minimum: \$100,000<br>Min IRA: \$5,000<br>Inception 4-7-2014<br>Gross Expense Ratio: 0.74% | <b>Class N (Retail)</b><br><b>Ticker: DLINX</b><br>Minimum: \$2,000<br>Min IRA: \$500<br>Inception 4-7-2014<br>Gross Expense Ratio: 0.99% | <b>Portfolio Managers:</b><br><b>Jeffrey Gundlach</b><br>CEO & CIO<br><b>Jeffrey Sherman, CFA</b><br>Deputy CIO | <b>Benchmarks:</b><br>ICE BofA 1-3 Year Eurodollar Index<br>LIBOR USD 3 Month | <b>Overall Morningstar Rating:</b><br><br>I Share rating based on risk-adjusted returns among 269 Nontraditional Bond Funds as of 12-31-2020. |
|--|---|---|---|--|

## Fund Attribution

In the fourth quarter of 2020, the DoubleLine Flexible Income Fund outperformed the benchmark ICE Bank of America 1-3 Year Eurodollar Index return of 0.56%. Markets were risk on after election-induced volatility eased, and positive COVID-19 vaccine news increased investors' risk appetites. The Fund primarily consisted of high beta corporate credit securities and subordinate-tranche securitized products, so most of the portfolio benefitted from the general climb in risk asset prices. Every sector, excluding Agency mortgage-backed securities, posted strong returns that outperformed the index. The best-performing sector was high yield corporates as spreads continued to tighten on better-than-expected corporate earnings, primarily within the energy and transportation subsectors. Emerging market debt, commercial mortgage-backed securities, collateralized loan obligations and asset-backed securities posted strong returns as these sectors, squeezed by the COVID-19 sell-off in March, benefitted from promising vaccine news. The U.S. dollar weakened to multi-year lows, which detracted from the index's returns but boosted global bond returns within the Fund. Agency residential mortgage-backed securities was the only sector to underperform the index as it continued to experience fast prepayment speeds and large uncertainty surrounding peak speed expectations. The sector's slight allocation had little impact on the Fund's performance, however.

## Fund Performance

| Month-End Returns<br>December 31, 2020 | Annualized |       |        |        |        |                 | 3-Yr Std Deviation |
|--|------------|-------|--------|--------|--------|-----------------|--------------------|
|  | Dec        | YTD   | 1-Year | 3-Year | 5-Year | Since Inception |                    |
| I-share                                | 1.52%      | 2.92% | 2.92%  | 3.37%  | 4.17%  | 3.51%           | 8.81%              |
| N-share                                | 1.38%      | 2.65% | 2.65%  | 3.11%  | 3.91%  | 3.24%           | 8.82%              |
| ICE BAML 1-3 Yr. Eurodollar Index      | 0.19%      | 3.85% | 3.85%  | 3.56%  | 2.83%  | 2.31%           | 1.64%              |
| LIBOR USD 3 Month Index                | 0.02%      | 0.75% | 0.75%  | 1.81%  | 1.48%  | 1.18%           | 0.25%              |

| Quarter-End Returns<br>December 31, 2020 | Annualized |       |        |        |        |                 |
|--|------------|-------|--------|--------|--------|-----------------|
|  | 4Q20       | YTD   | 1-Year | 3-Year | 5-Year | Since Inception |
| I-share                                  | 3.51%      | 2.92% | 2.92%  | 3.37%  | 4.17%  | 3.51%           |
| N-share                                  | 3.45%      | 2.65% | 2.65%  | 3.11%  | 3.91%  | 3.24%           |
| ICE BAML 1-3 Yr. Eurodollar Index        | 0.56%      | 3.85% | 3.85%  | 3.56%  | 2.83%  | 2.31%           |
| LIBOR USD 3 Month Index                  | 0.06%      | 0.75% | 0.75%  | 1.81%  | 1.48%  | 1.18%           |

| Calendar Year                     | 2020  | 2019  | 2018   | 2017  | 2016  |
|-----------------------------------|-------|-------|--------|-------|-------|
| I-share                           | 2.92% | 7.21% | 0.10%  | 5.27% | 5.47% |
| N-share                           | 2.65% | 6.96% | -0.15% | 5.02% | 5.21% |
| ICE BAML 1-3 Yr. Eurodollar Index | 3.85% | 5.14% | 1.73%  | 1.59% | 0.89% |
| LIBOR USD 3 Month Index           | 0.75% | 2.40% | 2.29%  | 1.24% | 0.73% |

Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance current to the most recent month-end may be obtained by calling (213) 633-8200 or by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com).

The Fund's investment objectives, risks, charges and expenses must be considered carefully before investing. The statutory and summary prospectus contain this and other important information about the investment company, and may be obtained by calling (877) 354-6311 / (877) DLIN11, or visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). Read them carefully before investing.

The performance information shown assumes the reinvestment of all dividends and distributions.

While the Fund is no-load, management fees and other expenses still apply. Please refer to the prospectus for further details.

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## Portfolio Managers



### Jeffrey Gundlach

Chief Executive Officer

Chief Executive Officer of DoubleLine, Mr. Gundlach is recognized as an expert in bonds and other debt-related investments. In 2011, he appeared on the cover of Barron's as "The New Bond King." In 2012, 2015 and 2016, Bloomberg Markets magazine named him one of "50 Most Influential."



### Jeffrey Sherman

Jeffrey Sherman, CFA

Mr. Sherman joined DoubleLine in 2009, currently serves as the Deputy Chief Investment Officer and is a member of DoubleLine's Executive Management and Fixed Income Asset Allocation Committees. Additionally, he serves as a portfolio manager for multi-sector strategies.

## About DoubleLine

Founded in 2009, DoubleLine's portfolio managers have worked together for an average of 15 years and have over 22 years average industry experience.

## Statistics as of December 31, 2020

### Portfolio Characteristics

|                     |                 |
|---------------------|-----------------|
| # of Issues         | 1,201           |
| Ending Market Value | \$1,118,052,814 |
| Market Price        | \$99.38         |
| Duration            | 1.07            |
| Weighted Avg Life   | 5.11            |

### Duration Breakdown (%)

|               |               |
|---------------|---------------|
| Less than 0   | 24.72         |
| 0 to 3 years  | 44.37         |
| 3 to 5 years  | 15.56         |
| 5 to 10 years | 12.59         |
| 10+ years     | 1.33          |
| Cash          | 1.43          |
| <b>Total</b>  | <b>100.00</b> |

### Current Quality Credit Distribution (%)

|                        |               |
|------------------------|---------------|
| Government             | 1.25          |
| Agency                 | 2.41          |
| Investment Grade       | 39.35         |
| Below Investment Grade | 36.03         |
| Unrated Securities     | 19.53         |
| Cash                   | 1.43          |
| <b>Total</b>           | <b>100.00</b> |

### Sector Breakdown (%)

|                                 |               |
|---------------------------------|---------------|
| Non-Agency MBS                  | 22.57         |
| Collateralized Loan Obligations | 20.38         |
| Commercial MBS                  | 15.25         |
| Emerging Markets                | 11.70         |
| High Yield Corporate            | 9.00          |
| Asset-Backed Securities         | 6.89          |
| Bank Loans                      | 6.19          |
| International Sovereign         | 2.99          |
| Agency MBS                      | 2.35          |
| U.S. Government                 | 1.25          |
| Cash                            | 1.43          |
| <b>Total</b>                    | <b>100.00</b> |

### Weighted Average Life Breakdown (%)

|               |               |
|---------------|---------------|
| 0 to 3 years  | 23.21         |
| 3 to 5 years  | 31.29         |
| 5 to 10 years | 40.28         |
| 10+ years     | 3.78          |
| Cash          | 1.43          |
| <b>Total</b>  | <b>100.00</b> |

### Top Ten Holdings (%)

|                  |              |
|------------------|--------------|
| DBGLX            | 4.45         |
| PNMSR 2018-FT1 A | 1.53         |
| FMMSR 2019-GT1 A | 1.36         |
| MLMI 2006-HE6 A1 | 1.30         |
| HPA 2019-2 F     | 1.27         |
| PMTCR 2019-2R A  | 1.19         |
| CIM 2017-3RR B2  | 1.15         |
| CANYC 2017-1A B  | 0.89         |
| MSRR 2013-R7 8B  | 0.83         |
| NHEL 2006-3 A2C  | 0.82         |
| <b>Total</b>     | <b>14.78</b> |

### SEC 30-Day Yield (%)

|                  | I-share | N-share |
|------------------|---------|---------|
| Gross            | 3.90    | 3.65    |
| Net <sup>1</sup> | 3.93    | 3.67    |

1 If a Fund invested in an affiliate Fund sponsored by the Adviser during the period covered by this report the Adviser agreed to not charge a management fee to the Fund in an amount equal to the investment advisory fees paid by the affiliated Fund in respect of the Fund's investment in the affiliated fund to avoid duplicate charge of the investment advisory fees to the investors.

Sector allocations and Fund holdings are subject to change at any time and should not be considered a recommendation to buy or sell any security. Portfolio holdings generally are made available 30 days after month-end by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). The source for the information in this report is DoubleLine Capital, which maintains its data on a trade date basis.

**Past performance does not guarantee future results. Mutual fund investing involves risk; Principal loss is possible.**

## Risk Disclosure

Mutual fund investing involves risk; Principal loss is possible. Investments in debt securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term debt securities. Investments in lower-rated and non-rated securities present a greater risk of loss to principal and interest than higher-rated securities. Investments in ABS and MBS include additional risks that investors should be aware of such as credit risk, prepayment risk, possible illiquidity and default, as well as increased susceptibility to adverse economic developments. The Fund invests in foreign securities which involve greater volatility and political, economic and currency risks and differences in accounting methods. These risks are greater for investments in emerging markets. The Fund may use leverage which may cause the effect of an increase or decrease in the value of the portfolio securities to be magnified and the Fund to be more volatile than if leverage was not used. Derivatives involve special risks including correlation, counterparty, liquidity, operational, accounting and tax risks. These risks, in certain cases, may be greater than the risks presented by more traditional investments. Investing in ETFs involve additional risks such as the market price of the shares may trade at a discount to its net asset value ("NAV"), an active secondary trading market may not develop or be maintained, or trading may be halted by the exchange in which they trade, which may impact a Funds ability to sell its shares. The fund may make short sales of securities, which involves the risk that losses may exceed the original amount invested.

## Index Disclosure

**ICE BofA 1-3 Year Eurodollar Index** is a subset of the ICE BofA Eurodollar Index including all securities with a remaining term to final maturity less than 3 years. The ICE BofA Eurodollar Index tracks the performance of U.S. dollar-denominated investment grade quasigovernment, corporate, securitized and collateralized debt publicly issued in the eurobond markets. Qualifying securities must have an investment grade rating (based on an average of Moody's, S&P and Fitch). One cannot invest directly in an index.

**London Interbank Offering Rate (LIBOR)** is an indicative average interest rate at which a selection of banks known as the panel banks are prepared to lend one another unsecured funds on the London money market.

## Morningstar Disclosure

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The Morningstar Rating™ for funds, or "star rating", is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating™ for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating™ metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods. As of 12/31/2020, the DoubleLine Flexible Income Fund I-Share received 3 stars for the 3-year period and 3 stars for the 5-year period out of 269 and 240 Nontraditional Bond Funds in the category, respectively. Ratings may differ per share class.

## Definition of Terms

**Agency** - Mortgage securities whose principal and interest are effectively guaranteed by the U.S. Government agency including Fannie Mae (FNMA) or Freddie-Mac (FHLMC).

**Below Investment Grade** - Refers to a security that is rated below investment grade. These securities are seen as having higher default risk or other adverse credit events, but typically pay higher yields than better quality bonds in order to make them attractive. They are less likely to pay back 100 cents on the dollar.

**Beta** - Beta is the measure of a mutual funds' volatility in relation to the market. By definitions, the market has a beta of 1.0, and individual mutual funds are ranked according to how much they deviate from the market.

**Credit Distribution** is determined from the highest available credit rating from any Nationally Recognized Statistical Rating Agency ("NRSRO", generally S&P, Moody's and Fitch). DoubleLine chooses to display credit ratings using S&P's rating convention, although the rating itself might be sourced from another NRSRO. In limited situations when the rating agency has not issued a formal rating, the rating agency will classify the security as unrated.

**Duration** - A commonly used measure of the potential volatility of the price of a debt securities, prior to maturity. Securities with a longer duration generally have more volatile prices than securities of comparable quality with a shorter duration.

**Investment Grade** - Refers to a bond considered investment grade if its credit rating is BBB- or higher by Standard & Poor's or Baa3 or higher by Moody's. Ratings are based on a corporate bond model. The higher the rating the more likely the bond will pay back par/100 cents on the dollar.

**Market Price** - The weighted average of the prices of the Fund's portfolio holdings. While a component of the fund's Net Asset Value, it should not be confused with the Fund's NAV.

**Standard Deviation** - A measure of the dispersion of a set of data from its mean. The more spread apart the data, the higher the deviation. Calculated by the square-root of the variance.

**Weighted Average Life (WAL)** - The average number of years for which each dollar of unpaid principal on a loan or mortgage remains outstanding.

## Fund Information

|  |   |   |   |   |
|--|---|---|---|---|
| <b>Class I (Institutional)</b><br><b>Ticker: DBFRX</b><br>Minimum: \$100,000<br>Min IRA: \$5,000<br>Gross Expense Ratio: 0.71% | <b>Class N (Retail)</b><br><b>Ticker: DLFRX</b><br>Minimum: \$2,000<br>Min IRA: \$500<br>Gross Expense Ratio: 0.96% | <b>Fund Inception Date:</b><br>2-1-2013 | <b>Portfolio Manager:</b><br><b>Robert Cohen, CFA</b><br>Director,<br>Global Developed Credit<br><b>Philip Kenney, CFA</b><br>Director,<br>Corporate Research | <b>Benchmark:</b><br>S&P/LSTA Leveraged<br>Loan Index |
|--|---|---|---|---|

## Fund Attribution

In the fourth quarter of 2020, the DoubleLine Floating Rate Fund underperformed the benchmark S&P/LSTA Leveraged Loan Index return of 3.81%. Within its bank loan sleeve, the Fund generally maintained an overweight position in loans rated B and underweight positions in loans rated BB and CCC. BB loans underperformed the index, B loans basically matched the index (underperforming by 0.03%), and CCC loans outperformed. The Fund's low weight in CCC loans hurt performance, the underweight of BB loans benefited performance, and the overweight of B loans was a very slight negative. However, a bias toward higher-quality credits among B names was a headwind for performance given that riskier names had stronger performances. The Fund's exposure to high yield bonds was neutral to performance – underperforming the index by just 0.01% – and the small cash balance also had a negative impact given the market rally.

## Fund Performance

| Month-End Returns<br>December 31, 2020 | Annualized |       |        |        |        |                 | 3-Yr Std<br>Deviation |
|--|------------|-------|--------|--------|--------|-----------------|-----------------------|
|  | Dec        | YTD   | 1-Year | 3-Year | 5-Year | Since Inception |                       |
| I-share                                | 1.07%      | 2.74% | 2.74%  | 3.14%  | 3.68%  | 3.13%           | 7.33%                 |
| N-share                                | 1.04%      | 2.45% | 2.45%  | 2.87%  | 3.41%  | 2.89%           | 7.37%                 |
| Benchmark                              | 1.35%      | 3.12% | 3.12%  | 4.01%  | 5.24%  | 3.93%           | 8.79%                 |

| Quarter-End Returns<br>December 31, 2020 | Annualized |       |        |        |        |                 |
|--|------------|-------|--------|--------|--------|-----------------|
|  | 4Q20       | YTD   | 1-Year | 3-Year | 5-Year | Since Inception |
| I-share                                  | 3.00%      | 2.74% | 2.74%  | 3.14%  | 3.68%  | 3.13%           |
| N-share                                  | 2.92%      | 2.45% | 2.45%  | 2.87%  | 3.41%  | 2.89%           |
| Benchmark                                | 3.81%      | 3.12% | 3.12%  | 4.01%  | 5.24%  | 3.93%           |

| Calendar Year Returns | 2020  | 2019  | 2018   | 2017  | 2016   |
|-----------------------|-------|-------|--------|-------|--------|
| I-share               | 2.74% | 6.74% | 0.05%  | 3.71% | 5.28%  |
| N-share               | 2.45% | 6.45% | -0.19% | 3.45% | 5.01%  |
| Benchmark             | 3.12% | 8.64% | 0.44%  | 4.12% | 10.16% |

Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance current to the most recent month-end may be obtained by calling (213) 633-8200 or by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com).

The Fund's investment objectives, risks, charges and expenses must be considered carefully before investing. The statutory and summary prospectus contain this and other important information about the investment company, and may be obtained by calling (877) 354-6311 / (877) DLINE11, or visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). Read them carefully before investing.

The performance information shown assumes the reinvestment of all dividends and distributions.

While the Fund is no-load, management fees and other expenses still apply. Please refer to the prospectus for further details.

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## Portfolio Managers



**Robert Cohen, CFA** Director  
Global Developed Credit



**Philip Kenney, CFA**  
Director  
Corporate Research

### About DoubleLine

Founded in 2009, DoubleLine's portfolio managers have worked together for an average of 15 years and have over 22 years average industry experience.

## Statistics as of December 31, 2020

### Portfolio Characteristics

|                     |               |
|---------------------|---------------|
| # of Issues         | 302           |
| Ending Market Value | \$185,094,116 |
| Market Price        | \$98.85       |
| Duration            | 0.37          |
| Weighted Avg Life   | 4.38          |

### Current Quality Credit Distribution (%)

|               |               |
|---------------|---------------|
| Cash          | 4.53          |
| AAA           | 0.00          |
| AA            | 0.00          |
| A             | 0.00          |
| BBB           | 3.13          |
| BB            | 23.26         |
| B             | 62.46         |
| CCC and Below | 4.78          |
| Not Rated     | 1.84          |
| <b>Total</b>  | <b>100.00</b> |

### Top 10 Sectors (%)

|                                 |              |
|---------------------------------|--------------|
| Electronics/Electrical          | 17.26        |
| Healthcare                      | 12.77        |
| Business Equipment & Services   | 10.08        |
| Insurance                       | 4.64         |
| Leisure Goods/Activities/Movies | 4.60         |
| All Telecom                     | 4.03         |
| Chemicals & Plastic             | 3.60         |
| Oil & Gas                       | 3.30         |
| Food Service                    | 3.23         |
| Industrial Equipment            | 3.02         |
| <b>Total</b>                    | <b>66.54</b> |

### Asset Mix (%)

|                               |               |
|-------------------------------|---------------|
| Floating Rate Loans           | 86.33         |
| US Corporate High Yield Bonds | 8.00          |
| IG Corporate                  | 0.58          |
| Equity                        | 0.56          |
| CLO                           | 0.00          |
| Cash & Equivalents            | 4.53          |
| <b>Total</b>                  | <b>100.00</b> |

### Top 10 Issuers (%)

|                                  |             |
|----------------------------------|-------------|
| Asurion LLC                      | 1.06        |
| Intelsat Jackson Hldg            | 0.92        |
| Refinitiv (FKA Thompson Reuters) | 0.87        |
| AssuredPartners Inc.             | 0.86        |
| Foresight Energy                 | 0.81        |
| Sound Inpatient Physicians Hldgs | 0.72        |
| Ultimate Software Group Inc.     | 0.72        |
| Avaya                            | 0.69        |
| JCI Power Solutions              | 0.67        |
| Sophos (Shield Finance)          | 0.66        |
| <b>Total</b>                     | <b>7.98</b> |

### SEC 30-Day Yield (%) I-Share N-Share

|       |      |      |
|-------|------|------|
| Gross | 3.73 | 3.48 |
| Net   | 3.73 | 3.48 |

Sector allocations and Fund holdings are subject to change at any time and should not be considered a recommendation to buy or sell any security.

Portfolio holdings generally are made available 30 days after month-end by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). The source for the information in this report is DoubleLine Capital, which maintains its data on a trade date basis.

Diversification does not assure a profit or protect against loss in a declining market.

**Past performance does not guarantee future results. Mutual fund investing involves risk; Principal loss is possible.**

## Risk Disclosure

Investments in debt securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term debt securities. Investments in lower-rated and non-rated securities present a greater risk of loss to principal and interest than higher-rated securities. Investments in ABS, MBS, and floating rate securities include additional risks that investors should be aware of such as credit risk, prepayment risk, possible illiquidity and default, as well as increased susceptibility to adverse economic developments. Investments in floating rate securities include additional risks that investors should be aware of such as credit risk, interest rate risk, possible illiquidity and default, as well as increased susceptibility to adverse economic developments. The Fund invests in foreign securities which involve greater volatility and political, economic and currency risks and differences in accounting methods. These risks are greater for investments in emerging markets. The Fund may use leverage which may cause the effect of an increase or decrease in the value of the portfolio securities to be magnified and the Fund to be more volatile than if leverage was not used. Derivatives involve special risks including correlation, counterparty, liquidity, operational, accounting and tax risks. These risks, in certain cases, may be greater than the risks presented by more traditional investments. Investing in ETFs involve additional risks such as the market price of the shares may trade at a discount to its net asset value ("NAV"), an active secondary trading market may not develop or be maintained, or trading may be halted by the exchange in which they trade, which may impact a Funds ability to sell its shares

## Index Disclosure

**S&P/LSTA Leveraged Loan Index** is a capitalization-weighted syndicated loan index based upon market weightings, spreads and interest payments, and this index covers the U.S. market back to 1997 and currently calculates on a daily basis. Created by the Leveraged Commentary & Data (LCD) team at S&P Capital IQ, the review provides an overview and outlook of the leveraged loan market as well as an expansive review of the S&P Leveraged Loan Index and sub-indexes. The review consists of index general characteristics, results, risk-return profile, default/distress statistics, and repayment analysis.

## Definition of Terms

**Bond Ratings** - Grades given to bonds that indicate their credit quality as determined by a private independent rating service such as Standard and Poor's. The firm evaluates a bond issuer's financial strength, or its ability to pay a bond's principal and interest in a timely fashion. Ratings are expressed as letters ranging from 'AAA', which is the highest grade, to 'D', which is the lowest grade. In limited situations when the rating agency has not issued a formal rating, the rating agency will classify the security as not-rated.

**CLO** – Collateralized Loan Obligations

**Credit Distribution** - Determined from the highest available credit rating from any Nationally Recognized Statistical Rating Agency ("NRSRO", generally S&P, Moody's and Fitch). DoubleLine chooses to display credit ratings using S&P's rating convention, although the rating itself might be sourced from another NRSRO.

**Duration** - A commonly used measure of the potential volatility of the price of a debt securities, prior to maturity. Securities with a longer duration generally have more volatile prices than securities of comparable quality with a shorter duration.

**Market Price** - The weighted average of the prices of the Fund's portfolio holdings. While a component of the fund's Net Asset Value, it should not be confused with the Fund's NAV.

**Standard Deviation** - A measure of the dispersion of a set of data from its mean. The more spread apart the data, the higher the deviation. Calculated by the square-root of the variance.

**Weighted Average Life (WAL)** - The average number of years for which each dollar of unpaid principal on a loan or mortgage remains outstanding.

## Fund Information

|   |  |  |  |
|---|--|--|--|
| <b>Class I (Institutional)</b><br><b>Ticker: DBLGX</b><br>Minimum: \$100,000<br>Minimum IRA: \$5,000<br>Inception: 12-17-2015<br>Gross Expense Ratio: 0.55% | <b>Class N (Retail)</b><br><b>Ticker: DLGBX</b><br>Minimum: \$2,000<br>Minimum IRA: \$500<br>Inception: 12-17-2015<br>Gross Expense Ratio: 0.80% | <b>Portfolio Managers:</b><br><b>Jeffrey Gundlach</b><br>CEO & CIO<br><b>Bill Campbell</b><br>Portfolio Manager<br><b>Valerie Ho, CFA</b><br>Portfolio Manager | <b>Benchmark:</b><br>FTSE World Government Bond Index (WGBI) |
|---|--|--|--|

## Fund Attribution

In the fourth quarter of 2020, the DoubleLine Global Bond Fund posted a positive return and outperformed the benchmark FTSE World Government Bond Index return of 2.77%. The Fund's positive performance was driven by foreign currency appreciation against the U.S. dollar during the period. The dollar, as measured by the U.S. Dollar Index, weakened against all of its G-10 peers. The Fund benefitted from its underweight position in the United States and overweight position in New Zealand, Israel and Mexico. The Fund's cash balance, and underweight position in Italy and the United Kingdom detracted from performance.

## Fund Performance

|  |       | Annualized |        |        |        |                 |                    |
|--|-------|------------|--------|--------|--------|-----------------|--------------------|
| Month-End Returns<br>December 31, 2020 | Dec   | YTD        | 1-Year | 3-Year | 5-Year | Since Inception | 3-Yr Std Deviation |
| I-share                                | 1.50% | 4.80%      | 4.80%  | 2.18%  | 2.79%  | 2.67%           | 4.28%              |
| N-share                                | 1.41% | 4.51%      | 4.51%  | 1.93%  | 2.52%  | 2.40%           | 4.23%              |
| Benchmark                              | 1.36% | 10.11%     | 10.11% | 4.96%  | 4.78%  | 4.82%           | 4.55%              |

|  |       | Annualized |        |        |        |                 |
|--|-------|------------|--------|--------|--------|-----------------|
| Quarter-End Returns<br>December 31, 2020 | 4Q20  | YTD        | 1-Year | 3-Year | 5-Year | Since Inception |
| I-share                                  | 2.83% | 4.80%      | 4.80%  | 2.18%  | 2.79%  | 2.67%           |
| N-share                                  | 2.74% | 4.51%      | 4.51%  | 1.93%  | 2.52%  | 2.40%           |
| Benchmark                                | 2.77% | 10.11%     | 10.11% | 4.96%  | 4.78%  | 4.82%           |

| Calendar Year Returns | 2020   | 2019  | 2018   | 2017  | 2016   |
|-----------------------|--------|-------|--------|-------|--------|
| I-share               | 4.80%  | 3.99% | -2.10% | 8.20% | -0.61% |
| N-share               | 4.51%  | 3.70% | -2.28% | 7.90% | -0.87% |
| Benchmark             | 10.11% | 5.90% | -0.84% | 7.49% | 1.60%  |

Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance current to the most recent month-end may be obtained by calling (213) 633-8200 or by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com).

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## Portfolio Managers



**William Campbell**  
Portfolio Manager



**Valerie Ho**  
Portfolio Manager

### About DoubleLine

Founded in 2009, DoubleLine's portfolio managers have worked together for an average of 15 years and have over 22 years average industry experience.

## Statistics as of December 31, 2020

### Portfolio Characteristics

|                     |               |
|---------------------|---------------|
| # of Issues         | 70            |
| Ending Market Value | \$857,304,283 |
| Market Price        | \$108.70      |
| Duration            | 6.87          |
| Weighted Avg Life   | 7.49          |

### Duration Breakdown (%)

|               |               |
|---------------|---------------|
| Less than 1   | 2.27          |
| 1 to 3 years  | 7.24          |
| 3 to 5 years  | 18.19         |
| 5 to 7 years  | 15.43         |
| 7 to 10 years | 40.59         |
| 10+ years     | 11.72         |
| Cash          | 4.55          |
| <b>Total</b>  | <b>100.00</b> |

### Current Quality Credit Distribution (%)

|              |               |
|--------------|---------------|
| AAA          | 40.02         |
| AA           | 19.97         |
| A            | 28.10         |
| BBB          | 6.34          |
| BB           | 1.03          |
| B and Below  | 0.00          |
| Not Rated    | 0.00          |
| Cash         | 4.55          |
| <b>Total</b> | <b>100.00</b> |

### Top 8 Currency Exposure (%)

|                      |              |
|----------------------|--------------|
| United States Dollar | 31.74        |
| Euro                 | 28.48        |
| Japanese Yen         | 19.46        |
| Israeli Shekel       | 3.29         |
| New Zealand Dollar   | 3.16         |
| Australian Dollar    | 2.79         |
| Mexican Peso         | 2.27         |
| Canadian Dollar      | 2.14         |
| <b>Total</b>         | <b>93.33</b> |

### Region Breakdown (%)

|              |               |
|--------------|---------------|
| Americas     | 34.61%        |
| Europe       | 28.12%        |
| Asia         | 25.23%        |
| CEEMEA       | 7.49%         |
| Cash         | 4.55          |
| <b>Total</b> | <b>100.00</b> |

### Top 10 Holdings (%)

|                     |              |
|---------------------|--------------|
| FRTR 0 11/25/29     | 4.11         |
| NZGB 2 3/4 04/15/25 | 3.14         |
| DBR 0 08/15/30      | 3.12         |
| PGB 0.475 10/18/30  | 2.78         |
| JGB 0.1 03/20/28    | 2.63         |
| JGB 1.2 09/20/35    | 2.63         |
| JGB 1 1/2 06/20/34  | 2.54         |
| JGB 1.9 03/20/31    | 2.34         |
| JGB 1.6 12/20/33    | 2.14         |
| ACGB 3 1/4 04/21/25 | 2.13         |
| <b>Total</b>        | <b>27.56</b> |

### Top 8 Country Exposure (%)

|                |              |
|----------------|--------------|
| United States  | 28.21        |
| Japan          | 19.34        |
| France         | 7.95         |
| Spain          | 5.00         |
| Belgium        | 4.68         |
| Cash & Accrued | 4.55         |
| Portugal       | 4.07         |
| Germany        | 3.84         |
| <b>Total</b>   | <b>77.64</b> |

### Sector Breakdown (%)

|                 |               |
|-----------------|---------------|
| Sovereign       | 95.45         |
| Quasi-Sovereign | 0.00          |
| Corporate       | 0.00          |
| Currency        | 0.00          |
| Cash            | 4.55          |
| <b>Total</b>    | <b>100.00</b> |

### SEC 30-Day Yield (%)

|       | I-Share | N-Share |
|-------|---------|---------|
| Gross | -0.13   | -0.38   |
| Net   | -0.13   | -0.38   |

Sector allocations and Fund holdings are subject to change at any time and should not be considered a recommendation to buy or sell any security.

Portfolio holdings generally are made available 30 days after month-end by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). The source for the information in this report is DoubleLine Capital, which maintains its data on a trade date basis.

**Past performance does not guarantee future results. Mutual fund investing involves risk; Principal loss is possible.**

## Risk Disclosure

Investments in debt securities typically decrease when interest rates rise. This risk is usually greater for longer-term debt securities. Investments in lower-rated and non-rated securities present a greater risk of loss to principal and interest than higher rated securities. Investments in ABS and MBS include additional risks that investors should be aware of such as credit risk, prepayment risk, possible illiquidity and default, as well as increased susceptibility to adverse economic developments. Investments in floating rate securities include additional risks that investors should be aware of such as credit risk, interest rate risk, possible illiquidity and default, as well as increased susceptibility to adverse economic developments. The Fund invests in foreign securities which involve greater volatility and political, economic and currency risks and differences in accounting methods. These risks are greater for investments in emerging markets. The Fund may use leverage which may cause the effect of an increase or decrease in the value of the portfolio securities to be magnified and the Fund to be more volatile than if leverage was not used. Derivatives involve special risks including correlation, counterparty, liquidity, operational, accounting and tax risks. These risks, in certain cases, may be greater than the risks presented by more traditional investments. Investing in ETFs involve additional risks such as the market price of the shares may trade at a discount to its net asset value ("NAV"), an active secondary trading market may not develop or be maintained, or trading may be halted by the exchange in which they trade, which may impact a Funds ability to sell its shares.

## Index Disclosure

**FTSE World Government Bond Index (WGBI)** measures the performance of fixed-rate, local currency, investment grade sovereign bonds. The WGBI is a widely used benchmark that currently comprises sovereign debt from over 20 countries, denominated in a variety of currencies, and has more than 30 years of history available. The WGBI provides a broad benchmark for the global sovereign fixed income market. Sub-indices are available in any combination of currency, maturity, or rating. It is not possible to invest in an index.

## Definition of Terms

**Bond Ratings** - Grades given to bonds that indicate their credit quality as determined by a private independent rating service such as Standard and Poor's. The firm evaluates a bond issuer's financial strength, or its ability to pay a bond's principal and interest in a timely fashion. Ratings are expressed as letters ranging from 'AAA', which is the highest grade, to 'D', which is the lowest grade. In limited situations when the rating agency has not issued a formal rating, the rating agency will classify the security as not-rated.

**CEEMEA** – Central & Eastern Europe, Middle East, and Africa

**Credit distribution** is determined from the highest available credit rating from any Nationally Recognized Statistical Rating Agency ("NRSRO", generally S&P, Moody's and Fitch). DoubleLine chooses to display credit ratings using S&P's rating convention, although the rating itself might be sourced from another NRSRO.

**Duration** - A commonly used measure of the potential volatility of the price of a debt securities, prior to maturity. Securities with a longer duration generally have more volatile prices than securities of comparable quality with a shorter duration.

**Market price** - The weighted average of the prices of the Fund's portfolio holdings. While a component of the fund's Net Asset Value, it should not be confused with the Fund's NAV.

**Weighted Average Life** - The average number of years for which each dollar of unpaid principal on a loan or mortgage remains outstanding.

**Standard Deviation** - A measure of the dispersion of a set of data from its mean. The more spread apart the data, the higher the deviation. Calculated by the square-root of the variance.

## Fund Information

|  |   |   |  |
|--|---|---|--|
| <b>Class I (Institutional)</b><br><b>Ticker: DBLIX</b><br>Minimum: \$100,000<br>Minimum IRA: \$5,000<br>Inception: 9-3-2019<br>Gross Expense Ratio: 1.14%<br>Net Expense Ratio: <sup>1</sup> 0.66% | <b>Class N (Retail)</b><br><b>Ticker: DBLNX</b><br>Minimum: \$2,000<br>Minimum IRA: \$500<br>Inception: 9-3-2019<br>Gross Expense Ratio: 1.27%<br>Net Expense Ratio: <sup>1</sup> 0.91% | <b>Portfolio Managers:</b><br><b>Ken Shinoda, CFA</b><br><b>Morris Chen</b><br><b>Andrew Hsu, CFA</b> | <b>Benchmark:</b><br>Bloomberg Barclays US<br>Aggregate Bond Index |
|--|---|---|--|

## Fund Attribution

In the fourth quarter of 2020, the DoubleLine Income Fund outperformed the benchmark Bloomberg Barclays US Aggregate Bond Index return of 0.67%. The primary drivers of outperformance were asset allocation and duration position. Asset allocation benefitted the Fund as the markets marked rising prices for risk assets, and the Fund maintained more credit exposure than the index. Position on duration also helped because the Fund had minimal exposure to long-term U.S. Treasury debt as the yield curve steepened, with 10- and 30-year Treasury rates rising by about 20 basis points. The largest contributors to Fund performance were commercial mortgage-backed securities and asset-backed securities. These sectors were harshly impacted by the pandemic, and positive COVID-19 vaccine news caused a significant price spike for these assets. Collateralized loan obligations and non-Agency residential mortgage-backed securities also contributed to Fund performance as monthly default rates for these debt segments were in line with or better than expectations. The only sector that did not contribute positively to performance was Agency mortgage-backed securities (MBS). Government-backed assets became less popular as market focus shifted toward credit risk products. On a year-to-date basis, however, the relatively small allocation to Agency MBS was a top performer within the Fund.

## Fund Performance

| Month-End Returns<br>December 31, 2020 | Dec   | YTD    | Annualized |                 | 1-Yr<br>Std Deviation |
|--|-------|--------|------------|-----------------|-----------------------|
|  |       |        | 1-Year     | Since Inception |                       |
| I-share                                | 2.32% | -5.09% | -5.09%     | -3.51%          | 21.71%                |
| N-share                                | 2.30% | -5.12% | -5.12%     | -3.57%          | 21.74%                |
| Benchmark                              | 0.14% | 7.51%  | 7.51%      | 5.18%           | 3.41%                 |

| Quarter-End Returns<br>December 31, 2020 | 4Q20  | YTD    | Annualized |                 |
|--|-------|--------|------------|-----------------|
|  |       |        | 1-Year     | Since Inception |
| I-share                                  | 3.34% | -5.09% | -5.09%     | -3.51%          |
| N-share                                  | 3.27% | -5.12% | -5.12%     | -3.57%          |
| Benchmark                                | 0.67% | 7.51%  | 7.51%      | 5.18%           |

| Calendar Year Returns | 2020   |
|-----------------------|--------|
| I-share               | -5.09% |
| N-share               | -5.12% |
| Benchmark             | 7.51%  |

<sup>1</sup> The Adviser has contractually agreed to waive fees and reimburse expenses to limit ordinary operating expenses to an amount not to exceed 0.65% for Class I shares and 0.90% for Class N shares. This contractual agreement will remain in place through September 2, 2021 and may be terminated by the Adviser, or extended or modified with approval of the Board of Directors. Net expense ratios are applicable to investors.

**Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance current to the most recent month-end may be obtained by calling (213) 633-8200 or by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com).**

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## Portfolio Managers



**Ken Shinoda, CFA**  
Portfolio Manager



**Morris Chen**  
Portfolio Manager



**Andrew Hsu, CFA**  
Portfolio Manager

## About DoubleLine

Founded in 2009, DoubleLine's portfolio managers have worked together for an average of 15 years and have over 22 years average industry experience.

## Statistics as of December 31, 2020

### Portfolio Characteristics

|                     |              |
|---------------------|--------------|
| # of Issues         | 79           |
| Ending Market Value | \$86,916,746 |
| Market Price        | \$100.74     |
| Duration            | -0.33        |
| Weighted Avg Life   | 4.45         |

### Sector Breakdown (%)

|                                 |               |
|---------------------------------|---------------|
| Non-Agency Residential MBS      | 28.99         |
| Non-Agency CMBS                 | 26.10         |
| Collateralized Loan Obligations | 14.23         |
| Asset-Backed Securities         | 9.54          |
| Agency Residential MBS          | 6.31          |
| Government                      | 4.92          |
| Agency CMBS                     | 0.50          |
| Cash                            | 9.41          |
| <b>Total</b>                    | <b>100.00</b> |

### SEC 30-Day Yield (%)

|                  | I-Share | N-Share |
|------------------|---------|---------|
| Gross            | 4.34    | 4.10    |
| Net <sup>1</sup> | 4.46    | 4.22    |

### Duration Breakdown (%)

|               |               |
|---------------|---------------|
| Less than 0   | 21.62         |
| 0 to 3 years  | 42.15         |
| 3 to 5 years  | 18.93         |
| 5 to 10 years | 7.89          |
| 10+ years     | 0.00          |
| Cash          | 9.41          |
| <b>Total</b>  | <b>100.00</b> |

### Weighted Average Life Breakdown (%)

|               |               |
|---------------|---------------|
| 0 to 3 years  | 22.98         |
| 3 to 5 years  | 29.26         |
| 5 to 10 years | 33.44         |
| 10+ years     | 4.91          |
| Cash          | 9.41          |
| <b>Total</b>  | <b>100.00</b> |

### Current Quality Credit Distribution (%)

|                        |               |
|------------------------|---------------|
| Government             | 4.92          |
| Agency                 | 6.83          |
| Investment Grade       | 25.25         |
| Below Investment Grade | 32.99         |
| Unrated Securities     | 20.61         |
| Cash                   | 9.41          |
| <b>Total</b>           | <b>100.00</b> |

### Top Ten Holdings (%)

|                    |              |
|--------------------|--------------|
| T 0 1/2 08/31/27   | 4.92         |
| CAVU 2019-2A C     | 4.07         |
| CAS 2020-R01 1M2   | 2.88         |
| LMAT 2019-GS6 A2   | 2.88         |
| CMALT 2007-A3 1A1  | 2.65         |
| FMMSR 2019-GT2 B   | 2.57         |
| FR SD8104          | 2.54         |
| MWST 2019-2 F      | 2.30         |
| STACR 2020-HQA1 M2 | 2.30         |
| CATLK 2016-4A D    | 2.27         |
| <b>Total</b>       | <b>29.36</b> |

1 If a Fund invested in an affiliate Fund sponsored by the Adviser during the period covered by this report the Adviser agreed to not charge a management fee to the Fund in an amount equal to the investment advisory fees paid by the affiliated Fund in respect of the Fund's investment in the affiliated fund to avoid duplicate charge of the investment advisory fees to the investors.

Sector allocations and Fund holdings are subject to change at any time and should not be considered a recommendation to buy or sell any security.

Portfolio holdings generally are made available 30 days after month-end by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). The source for the information in this report is DoubleLine Capital, which maintains its data on a trade date basis.

**Past performance does not guarantee future results. Mutual fund investing involves risk; Principal loss is possible.**

## Risk Disclosure

Investments in debt securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term debt securities. Investments in lower-rated and non-rated securities present a greater risk of loss to principal and interest than higher-rated securities. Investments in ABS and MBS include additional risks that investors should be aware of such as credit risk, prepayment risk, possible illiquidity and default, as well as increased susceptibility to adverse economic developments. The Fund may use leverage which may cause the effect of an increase or decrease in the value of the portfolio securities to be magnified and the Fund to be more volatile than if leverage was not used. Derivatives involve special risks including correlation, counterparty, liquidity, operational, accounting and tax risks. These risks, in certain cases, may be greater than the risks presented by more traditional investments. Diversification does not assure a profit, nor does it protect against a loss in a declining market.

## Index Disclosure

**Bloomberg Barclays US Aggregate Index** represents securities that are SEC-registered, taxable, and dollar denominated. The index covers the U.S. investment grade fixed rate bond market, with index components for government and corporate securities, mortgage pass-through securities, and asset-backed securities. These major sectors are subdivided into more specific indices that are calculated and reported on a regular basis. It is not possible to invest in an index.

## Definition of Terms

**Agency** - Mortgage securities whose principal and interest are effectively guaranteed by the U.S. Government agency including Fannie Mae (FNMA) or Freddie-Mac (FHLMC).

**Below Investment Grade** - Refers to a security that is rated below investment grade. These securities are seen as having higher default risk or other adverse credit events, but typically pay higher yields than better quality bonds in order to make them attractive. They are less likely to pay back 100 cents on the dollar.

**Investment Grade** - Refers to the quality of a company's credit. To be considered an investment grade issue, the company must be rated at 'BBB' or higher by Standard and Poor's or Moody's.

**Credit distribution** is determined from the highest available credit rating from any Nationally Recognized Statistical Rating Agency ("NRSRO", generally S&P, Moody's and Fitch). DoubleLine chooses to display credit ratings using S&P's rating convention, although the rating itself might be sourced from another NRSRO. In limited situations when the rating agency has not issued a formal rating, the rating agency will classify the security as not-rated.

**Duration** - A commonly used measure of the potential volatility of the price of a debt securities, prior to maturity. Securities with a longer duration generally have more volatile prices than securities of comparable quality with a shorter duration.

**Market price** - The weighted average of the prices of the Fund's portfolio holdings. While a component of the fund's Net Asset Value, it should not be confused with the Fund's NAV.

**Weighted Average Life** - The average number of years for which each dollar of unpaid principal on a loan or mortgage remains outstanding.

**Standard Deviation** - A measure of the dispersion of a set of data from its mean. The more spread apart the data, the higher the deviation. Calculated by the square-root of the variance.

# DoubleLine Infrastructure Income Fund

December 2020 | Retail and Institutional Class | No Load Mutual Fund

## Fund Information

|   |   |   |   |
|---|---|---|---|
| <b>Class I (Institutional)</b><br><b>Ticker: BILDX</b><br>Minimum: \$100,000<br>Min IRA: \$5,000<br>Inception: 4-1-2016<br>Gross Expense Ratio: 0.57% | <b>Class N (Retail)</b><br><b>Ticker: BILT</b><br>Minimum: \$2,000<br>Min IRA: \$500<br>Inception: 4-1-2016<br>Gross Expense Ratio: 0.82% | <b>Portfolio Managers:</b><br><b>Damien Contes, CFA</b><br>Global Infrastructure<br><b>Andrew Hsu, CFA</b><br>Global Infrastructure | <b>Benchmark:</b><br>Bloomberg Barclays US Aggregate Bond Index |
|---|---|---|---|

## Fund Attribution

In the fourth quarter of 2020, the DoubleLine Infrastructure Income Fund outperformed the benchmark Bloomberg Barclays US Aggregate Bond Index return of 0.67%. The primary driver of outperformance was asset allocation. The Fund held more credit assets than the index, and this period in the markets was especially favorable for risk products broadly. The top-performing sector within the Fund was global transportation assets, which received a strong boost from positive news on COVID-19 vaccines. Corporate bonds related to industrials and utilities also performed well as their spread tightening outweighed any duration-related price impacts.

## Fund Performance

| Month-End Returns   | Annualized |       |        |        |                 |                    |
|---------------------|------------|-------|--------|--------|-----------------|--------------------|
|                     | Dec        | YTD   | 1-Year | 3-Year | Since Inception | 3-Yr Std Deviation |
| December 31, 2020   |            |       |        |        |                 |                    |
| I-share             | 0.71%      | 5.48% | 5.48%  | 4.67%  | 4.42%           | 6.86%              |
| N-share             | 0.68%      | 5.21% | 5.21%  | 4.43%  | 4.16%           | 6.85%              |
| Benchmark           | 0.14%      | 7.51% | 7.51%  | 5.34%  | 4.03%           | 3.40%              |
| Quarter-End Returns | Annualized |       |        |        |                 |                    |
|                     | 4Q20       | YTD   | 1-Year | 3-Year | Since Inception |                    |
| December 31, 2020   |            |       |        |        |                 |                    |
| I-share             | 2.14%      | 5.48% | 5.48%  | 4.67%  | 4.42%           |                    |
| N-share             | 2.07%      | 5.21% | 5.21%  | 4.43%  | 4.16%           |                    |
| Benchmark           | 0.67%      | 7.51% | 7.51%  | 5.34%  | 4.03%           |                    |
| Calendar Year       | 2020       | 2019  | 2018   | 2017   |                 |                    |
| I-share             | 5.48%      | 8.30% | 0.39%  | 5.77%  |                 |                    |
| N-share             | 5.21%      | 8.04% | 0.20%  | 5.54%  |                 |                    |
| Benchmark           | 7.51%      | 8.72% | 0.01%  | 3.54%  |                 |                    |

Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance current to the most recent month-end may be obtained by calling (213) 633-8200 or by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com).

The Fund's investment objectives, risks, charges and expenses must be considered carefully before investing. The statutory and summary prospectus contain this and other important information about the investment company, and may be obtained by calling (877) 354-6311 / (877) DLINE11, or visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). Read them carefully before investing.

The performance information shown assumes the reinvestment of all dividends and distributions.

While the Fund is no-load, management fees and other expenses still apply. Please refer to the prospectus for further details.

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## Portfolio Managers



**Damien Contes, CFA**  
Portfolio Manager,  
Global Infrastructure



**Andrew Hsu, CFA**  
Portfolio Manager,  
Global Infrastructure

### About DoubleLine

Founded in 2009, DoubleLine's portfolio managers have worked together for an average of 15 years and have over 22 years average industry experience.

## Statistics as of December 31, 2020

### Portfolio Characteristics

|                     |               |
|---------------------|---------------|
| # of Issues         | 119           |
| Ending Market Value | \$600,817,829 |
| Duration            | 3.97          |
| Weighted Avg Life   | 5.74          |

### Sector Breakdown (%)

|                    |               |
|--------------------|---------------|
| Corporate Bond     | 44.12         |
| Structured Product | 37.55         |
| Project Bond       | 12.86         |
| Other              | 1.11          |
| Cash               | 4.37          |
| <b>Total</b>       | <b>100.00</b> |

### Duration Breakdown (%)

|               |               |
|---------------|---------------|
| Less than 1   | 18.24         |
| 1 to 3 years  | 17.47         |
| 3 to 5 years  | 25.86         |
| 5 to 7 years  | 19.10         |
| 7 to 10 years | 13.47         |
| 10+ years     | 3.29          |
| <b>Total</b>  | <b>100.00</b> |

### Current Quality Credit Distribution (%)

|              |               |
|--------------|---------------|
| AAA          | 5.85          |
| AA           | 0.76          |
| A            | 48.56         |
| BBB          | 43.09         |
| Not Rated    | 1.74          |
| <b>Total</b> | <b>100.00</b> |

### Current Currency Exposure (%)

|                         |        |
|-------------------------|--------|
| U.S. Dollar-Denominated | 100.00 |
|-------------------------|--------|

### Country Breakdown (%)

|                      |               |
|----------------------|---------------|
| United States        | 76.60         |
| Cayman Islands       | 5.74          |
| Australia            | 3.19          |
| Peru                 | 2.27          |
| Chile                | 2.12          |
| Canada               | 1.21          |
| Israel               | 1.13          |
| Bermuda              | 0.88          |
| Mexico               | 0.86          |
| India                | 0.65          |
| United Arab Emirates | 0.40          |
| Barbados             | 0.33          |
| Panama               | 0.26          |
| Other                | 0.00          |
| Cash                 | 4.37          |
| <b>Total</b>         | <b>100.00</b> |

### Industry Breakdown (%)

|                         |               |
|-------------------------|---------------|
| Utilities               | 26.59         |
| Industrial              | 18.68         |
| Renewables              | 12.68         |
| Aircraft                | 11.64         |
| Telecom                 | 6.73          |
| Corporates              | 4.48          |
| Container               | 3.57          |
| Rail                    | 2.93          |
| Power                   | 2.25          |
| Quasi-Sovereign         | 2.16          |
| Finance                 | 1.72          |
| Transportation          | 1.20          |
| Computers & Electronics | 1.00          |
| Cash                    | 4.37          |
| <b>Total</b>            | <b>100.00</b> |

### Top Ten Holdings (%)

|                      |              |
|----------------------|--------------|
| SNVA 2017-1A A       | 2.58         |
| AMT 4.4 02/15/26     | 2.16         |
| T 4.3 12/15/42       | 2.14         |
| APAAU 4 1/4 07/15/27 | 1.99         |
| D 3 3/8 04/01/30     | 1.94         |
| TMUS 3 7/8 04/15/30  | 1.93         |
| SO 3.7 04/30/30      | 1.93         |
| VZ 3.15 03/22/30     | 1.87         |
| ITC 3 1/4 06/30/26   | 1.85         |
| DLR 3.7 08/15/27     | 1.72         |
| <b>Total</b>         | <b>20.12</b> |

### SEC 30-Day Yield (%)

|       | I-Share | N-Share |
|-------|---------|---------|
| Gross | 1.77    | 1.52    |
| Net   | 1.77    | 1.52    |

Sector allocations and Fund holdings are subject to change at any time and should not be considered a recommendation to buy or sell any security.

Portfolio holdings generally are made available 30 days after month-end by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). The source for the information in this report is DoubleLine Capital, which maintains its data on a trade date basis.

**Past performance does not guarantee future results. Mutual fund investing involves risk; Principal loss is possible.**



# DoubleLine Infrastructure Income Fund

December 2020 | Retail and Institutional Class | No Load Mutual Fund

## Risk Disclosure

Investments in debt securities typically decrease when interest rates rise. This risk is usually greater for longer-term debt securities. Investments in lower-rated and non-rated securities present a great risk of loss to principal and interest than higher rated securities. Investments in ABS and MBS include additional risks that investors should be aware of such as credit risk, prepayment risk, possible illiquidity and default, as well as increased susceptibility to adverse economic developments. The Fund invests in foreign securities which involve greater volatility and political, economic and currency risks and differences in accounting methods. These risks are greater for investments in emerging markets. The Fund may use leverage which may cause the effect of an increase or decrease in the value of the portfolio securities to be magnified and the Fund to be more volatile than if leverage was not used. Derivatives involve special risks including correlation, counterparty, liquidity, operational, accounting and tax risks. These risks, in certain cases, may be greater than the risks presented by more traditional investments. Investing in ETFs involve additional risks such as the market price of the shares may trade at a discount to its net asset value ("NAV"), an active secondary trading market may not develop or be maintained, or trading may be halted by the exchange in which they trade, which may impact a Funds ability to sell its shares. The Fund is non-diversified meaning it may concentrate its assets in fewer individual holdings than a diversified fund. Therefore, the Fund is more exposed to individual stock volatility than a diversified fund. The value of the Fund's infrastructure investments may be entirely dependent upon the successful development, construction, maintenance, renovation, enhancement or operation of infrastructure-related projects. Accordingly, the Fund has significant exposure to adverse economic, regulatory, political, legal, demographic, environmental, and other developments affecting the success of the infrastructure investments in which it directly or indirectly invests.

## Index Disclosure

**Bloomberg Barclays US Aggregate Index** represents securities that are SEC-registered, taxable, and dollar denominated. The index covers the U.S. investment grade fixed rate bond market, with index components for government and corporate securities, mortgage pass-through securities, and asset-backed securities. These major sectors are subdivided into more specific indices that are calculated and reported on a regular basis. It is not possible to invest in an index.

## Definition of Terms

**Bond Ratings** - Grades given to bonds that indicate their credit quality as determined by a private independent rating service such as Standard and Poor's. The firm evaluates a bond issuer's financial strength, or its ability to pay a bond's principal and interest in a timely fashion. Ratings are expressed as letters ranging from 'AAA', which is the highest grade, to 'D', which is the lowest grade. In limited situations when the rating agency has not issued a formal rating, the rating agency will classify the security as not-rated.

**Credit Distribution** - Determined from the highest available credit rating from any Nationally Recognized Statistical Rating Agency ("NRSRO", generally S&P, Moody's and Fitch). DoubleLine chooses to display credit ratings using S&P's rating convention, although the rating itself might be sourced from another NRSRO.

**Duration** - A commonly used measure of the potential volatility of the price of a debt securities, prior to maturity. Securities with a longer duration generally have more volatile prices than securities of comparable quality with a shorter duration.

**Standard Deviation** - A measure of the dispersion of a set of data from its mean. The more spread apart the data, the higher the deviation. Calculated by the square-root of the variance.

**Weighted Average Life (WAL)** - The average number of years for which each dollar of unpaid principal on a loan or mortgage remains outstanding.

# DoubleLine Long Duration Total Return Bond Fund

December 2020 | Retail and Institutional Class | No Load Mutual Fund

## Fund Information

|   |  |   |   |
|---|--|---|---|
| <b>Class I (Institutional)</b><br><b>Ticker: DBLDX</b><br>Minimum: \$100,000<br>Minimum IRA: \$5,000<br>Inception 12-15-2014<br>Gross Expense Ratio: 0.54%<br>Net Expense Ratio: 0.51% <sup>1</sup> | <b>Class N (Retail)</b><br><b>Ticker: DLLDX</b><br>Minimum: \$2,000<br>Minimum IRA: \$500<br>Inception 12-15-2014<br>Gross Expense Ratio: 0.79%<br>Net Expense Ratio: 0.76% <sup>1</sup> | <b>Portfolio Managers:</b><br><b>Jeffrey Gundlach</b><br>CEO & CIO<br><b>Vitaliy Liberman, CFA</b><br>Portfolio Manager | <b>Benchmark:</b><br>Bloomberg Barclays Long U.S. Govt/Credit Index |
|---|--|---|---|

## Fund Attribution

In the fourth quarter of 2020, the DoubleLine Long Duration Total Return Bond Fund underperformed the benchmark Bloomberg Barclays US Long Government/Credit Index return of 1.68%. The U.S. Treasury yield curve bear steepened, with two-year yields falling 1 basis point (bp), 10-year yields rising 23 bps and 30-year yields up 19 bps. Investment grade (IG) corporates – a large portion of the index and not in the Fund – were the top-performing assets within the index. Corporate credit spreads outperformed their mortgage counterparts as investors took on more credit risk in the search for higher yield and mortgage rates reached record lows. In addition, Agency residential mortgage-backed securities continued to experience fast prepayment speeds and face deep uncertainty over peak speed expectations, hurting the Fund's performance. The Fund's government exposure underperformed the index's government exposure due to maintaining a longer duration during a period when long rates sold off. A lack of exposure to IG corporates combined with weaker mortgage and Treasury returns resulted in the Fund's underperformance.

## Fund Performance

| Month-End Returns | Annualized        |        |        |        |        |        | 3-Yr Std Deviation |
|-------------------|-------------------|--------|--------|--------|--------|--------|--------------------|
|                   | December 31, 2020 | Dec    | YTD    | 1-Year | 3-Year | 5-Year |                    |
| I-share           | -0.83%            | 14.11% | 14.11% | 8.09%  | 6.51%  | 5.60%  | 10.91%             |
| N-share           | -0.94%            | 13.72% | 13.72% | 7.82%  | 6.23%  | 5.33%  | 10.90%             |
| Benchmark         | -0.20%            | 16.12% | 16.12% | 9.80%  | 9.35%  | 7.15%  | 9.77%              |

| Quarter-End Returns | Annualized        |        |        |        |        |        |
|---------------------|-------------------|--------|--------|--------|--------|--------|
|                     | December 31, 2020 | 4Q20   | YTD    | 1-Year | 3-Year | 5-Year |
| I-share             | -2.43%            | 14.11% | 14.11% | 8.09%  | 6.51%  | 5.60%  |
| N-share             | -2.58%            | 13.72% | 13.72% | 7.82%  | 6.23%  | 5.33%  |
| Benchmark           | 1.68%             | 16.12% | 16.12% | 9.80%  | 9.35%  | 7.15%  |

| Calendar Year Returns | 2020    | 2019   | 2018   | 2017   | 2016  |
|-----------------------|---------|--------|--------|--------|-------|
|                       | I-share | 14.11% | 11.54% | -0.79% | 6.74% |
| N-share               | 13.72%  | 11.38% | -1.04% | 6.38%  | 1.45% |
| Benchmark             | 16.12%  | 19.59% | -4.68% | 10.71% | 6.67% |

<sup>1</sup>The Adviser has contractually agreed to waive fees and reimburse expenses to limit ordinary operating expenses to an amount not to exceed 0.50% for Class I shares and 0.75% for Class N shares. This contractual agreement will remain in place through July 31, 2021, and may be terminated by the Adviser, or extended or modified with approval of the Board of Directors. Net expense ratios are applicable to investors.

**Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance current to the most recent month-end may be obtained by calling (213) 633-8200 or by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com).**

**The Fund's investment objectives, risks, charges and expenses must be considered carefully before investing. The statutory and summary prospectus contain this and other important information about the investment company, and may be obtained by calling (877) 354-6311 / (877) DLINE11, or visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). Read them carefully before investing.**

The performance information shown assumes the reinvestment of all dividends and distributions.

While the Fund is no-load, management fees and other expenses still apply. Please refer to the prospectus for further details.

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## Portfolio Managers



**Jeffrey Gundlach**  
Portfolio Manager  
CEO, CIO



**Vitaliy Liberman, CFA**  
Portfolio Manager

### About DoubleLine

Founded in 2009, DoubleLine's portfolio managers have worked together for an average of 15 years and have over 22 years average industry experience.

## Statistics as of December 31, 2020

### Portfolio Characteristics

|                     |              |
|---------------------|--------------|
| # of Issues         | 37           |
| Ending Market Value | \$89,323,768 |
| Market Price        | \$103.81     |
| Duration            | 16.77        |
| Weighted Avg Life   | 10.33        |

### Sector Breakdown (%)

|                   |               |
|-------------------|---------------|
| Agency CMO        | 72.12         |
| Treasury          | 17.70         |
| Agency CMBS       | 2.86          |
| Agency Debentures | 0.00          |
| Cash              | 7.32          |
| <b>Total</b>      | <b>100.00</b> |

### Asset Mix (%)

|               |               |
|---------------|---------------|
| Fixed Rate    | 92.68         |
| Floating Rate | 0.00          |
| Cash          | 7.32          |
| <b>Total</b>  | <b>100.00</b> |

### SEC 30-Day Yield (%)

|       | I-Share | N-Share |
|-------|---------|---------|
| Gross | 2.30    | 2.05    |
| Net   | 2.33    | 2.08    |

### Duration Breakdown (%)

|                    |               |
|--------------------|---------------|
| Less than 10 years | 65.83         |
| 10 to 15 years     | 6.42          |
| 15 to 20 years     | 5.38          |
| 20 to 25 years     | 0.00          |
| 25+ years          | 15.05         |
| Cash               | 7.32          |
| <b>Total</b>       | <b>100.00</b> |

### Weighted Average Life Breakdown (%)

|                    |               |
|--------------------|---------------|
| Less than 10 years | 65.41         |
| 10 to 15 years     | 4.56          |
| 15 to 20 years     | 6.19          |
| 20 to 25 years     | 0.00          |
| 25+ years          | 16.51         |
| Cash               | 7.32          |
| <b>Total</b>       | <b>100.00</b> |

### Current Quality Credit Distribution (%)

|                        |               |
|------------------------|---------------|
| Government             | 26.13         |
| Agency                 | 66.55         |
| Investment Grade       | 0.00          |
| Below Investment Grade | 0.00          |
| Unrated Securities     | 0.00          |
| Cash                   | 7.32          |
| <b>Total</b>           | <b>100.00</b> |

### Top Ten Holdings (%)

|                |              |
|----------------|--------------|
| FNR 2015-16 ZY | 4.13         |
| GNR 2015-53 EZ | 3.92         |
| GNR 2015-79 VZ | 3.77         |
| FNR 2015-52 GZ | 3.76         |
| FHR 4420 CZ    | 3.71         |
| FNR 2014-80 DZ | 3.43         |
| FHR 4390 NZ    | 3.30         |
| FNR 2012-92 AZ | 3.26         |
| FNR 2019-68 ZL | 3.03         |
| FHR 4461 LZ    | 2.80         |
| <b>Total</b>   | <b>35.13</b> |

Sector allocations and Fund holdings are subject to change at any time and should not be considered a recommendation to buy or sell any security.

Portfolio holdings generally are made available 30 days after month-end by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). The source for the information in this report is DoubleLine Capital, which maintains its data on a trade date basis.

**Past performance does not guarantee future results. Mutual fund investing involves risk; Principal loss is possible.**

## Risk Disclosure

Investments in debt securities typically decrease when interest rates rise. This risk is usually greater for longer-term debt securities. Investments in lower-rated and non-rated securities present a greater risk of loss to principal and interest than higher-rated securities. Investments in ABS and MBS include additional risks that investors should be aware of such as credit risk, prepayment risk, possible illiquidity and default, as well as increased susceptibility to adverse economic developments. The Fund invests in foreign securities which involve greater volatility and political, economic and currency risks and differences in accounting methods. These risks are greater for investments in emerging markets. Derivatives involve special risks including correlation, counterparty, liquidity, operational, accounting and tax risks. These risks, in certain cases, may be greater than the risks presented by more traditional investments. Investing in ETFs involve additional risks such as the market price of the shares may trade at a discount to its net asset value ("NAV"), an active secondary trading market may not develop or be maintained, or trading may be halted by the exchange in which they trade, which may impact a Funds ability to sell its shares. The fund may make short sales of securities, which involves the risk that losses may exceed the original amount invested.

## Index Disclosure

**Bloomberg Barclays US Long Government/Credit Index** includes publicly issued U.S. Treasury debt, U.S. government agency debt, taxable debt issued by U.S. states and territories and their political subdivisions, debt issued by U.S. and non-U.S. corporations, non-U.S. government debt and supranational debt. It is not possible to invest in an index.

## Definition of Terms

**Agency** - Mortgage securities whose principal and interest are effectively guaranteed by the U.S. Government agency including Fannie Mae (FNMA) or Freddie-Mac (FHLMC).

**Below Investment Grade** - Refers to a security that is rated below investment grade. These securities are seen as having higher default risk or other adverse credit events, but typically pay higher yields than better quality bonds in order to make them attractive. They are less likely to pay back 100 cents on the dollar.

**CMO** - Collateralized Mortgage Obligations

**Credit distribution** - Determined from the highest available credit rating from any Nationally Recognized Statistical Rating Agency ("NRSRO", generally S&P, Moody's and Fitch). DoubleLine chooses to display credit ratings using S&P's rating convention, although the rating itself might be sourced from another NRSRO. In limited situations when the rating agency has not issued a formal rating, the rating agency will classify the security as unrated.

**Duration** - A commonly used measure of the potential volatility of the price of a debt securities, prior to maturity. Securities with a longer duration generally have more volatile prices than securities of comparable quality with a shorter duration.

**Investment Grade** - Refers to a bond considered investment grade if its credit rating is BBB- or higher by Standard & Poor's or Baa3 or higher by Moody's. Ratings are based on a corporate bond model. The higher the rating the more likely the bond will pay back par/100 cents on the dollar.

**Market Price** - The weighted average of the prices of the Fund's portfolio holdings. While a component of the fund's Net Asset Value, it should not be confused with the Fund's NAV.

**MBS** - Mortgage-Backed Securities

**Standard Deviation** - A measure of the dispersion of a set of data from its mean. The more spread apart the data, the higher the deviation. Calculated by the square-root of the variance.

**Weighted Average Life (WAL)** - The average number of years for which each dollar of unpaid principal on a loan or mortgage remains outstanding.

## Fund Information

|   |  |  |  |  |
|---|--|--|--|--|
| <b>Class I (Institutional)</b><br><b>Ticker: DBLSX</b><br>Minimum: \$100,000<br>Min IRA: \$5,000<br>Inception 9-30-2011<br>Gross Expense Ratio: 0.43% | <b>Class N (Retail)</b><br><b>Ticker: DLSNX</b><br>Minimum: \$2,000<br>Min IRA: \$500<br>Inception 9-30-2011<br>Gross Expense Ratio: 0.68% | <b>Portfolio Managers:</b><br><b>Jeffrey Gundlach</b><br>Chief Executive Officer<br><br><b>Jeffrey Sherman, CFA</b><br>Deputy Chief Investment Officer<br><br><b>Robert Cohen, CFA</b><br>Director<br><br><b>Luz Padilla</b><br>Director | <b>Benchmark:</b><br>ICE BofA 1-3 Year U.S. Treasury Index | <b>Overall Morningstar Rating:</b><br><br>I-Share rating based on risk-adjusted returns among 514 Short-Term Bond Funds as of 12-31-2020. |
|---|--|--|--|--|

## Fund Attribution

In the fourth quarter of 2020, the DoubleLine Low Duration Bond Fund outperformed the benchmark ICE Bank of America 1-3 Year U.S. Treasury Index return of 0.05%. The U.S. Treasury yield curve steepened, with two-year yields down 1 basis point (bp) and 10-year yields up 24 bps. The outperformance was primarily driven by asset allocation as risk assets rallied over the period, and the Fund maintained more credit exposure than the index. Every sector of the portfolio generated positive total returns. Emerging market (EM) debt, bank loans and commercial mortgage-backed securities were the best-performing sectors as COVID-19 vaccine news caused a significant rebound in prices for assets that suffered most in the March-April sell-off. Bank loans and EM debt in particular had positive performances as capital markets remained receptive of issuance and the U.S. dollar weakened. Investment grade corporates, asset-backed securities and collateralized loan obligations also had positive performances but not as high as the aforementioned sectors. Agency mortgage-backed securities contributed the least return to the Fund as risk sentiment picked up toward year-end and performance stalled for rates and "safe-haven" assets.

## Fund Performance

| Month-End Returns<br>December 31, 2020 | Annualized |       |        |        |        |                 | 3-Yr Std Deviation |
|--|------------|-------|--------|--------|--------|-----------------|--------------------|
|  | Dec        | YTD   | 1-Year | 3-Year | 5-Year | Since Inception |                    |
| I-share                                | 0.39%      | 2.02% | 2.02%  | 2.70%  | 2.70%  | 2.43%           | 3.43%              |
| N-share                                | 0.36%      | 1.76% | 1.76%  | 2.45%  | 2.45%  | 2.17%           | 3.44%              |
| Benchmark1                             | 0.05%      | 3.10% | 3.10%  | 2.74%  | 1.90%  | 1.26%           | 1.22%              |
| Bloomberg Barclays 1-3 Yr US Agg       | 0.13%      | 3.08% | 3.08%  | 2.90%  | 2.17%  | 1.57%           | 0.99%              |

| Quarter-End Returns<br>December 31, 2020 | Annualized |       |        |        |        |                 |
|--|------------|-------|--------|--------|--------|-----------------|
|  | 4Q20       | YTD   | 1-Year | 3-Year | 5-Year | Since Inception |
| I-share                                  | 0.93%      | 2.02% | 2.02%  | 2.70%  | 2.70%  | 2.43%           |
| N-share                                  | 0.76%      | 1.76% | 1.76%  | 2.45%  | 2.45%  | 2.17%           |
| Benchmark1                               | 0.05%      | 3.10% | 3.10%  | 2.74%  | 1.90%  | 1.26%           |
| Bloomberg Barclays 1-3 Yr US Agg         | 0.22%      | 3.08% | 3.08%  | 2.90%  | 2.17%  | 1.57%           |

| Calendar Year Returns            | 2020  | 2019  | 2018  | 2017  | 2016  |
|----------------------------------|-------|-------|-------|-------|-------|
| I-share                          | 2.05% | 4.73% | 1.40% | 2.65% | 2.75% |
| N-share                          | 1.76% | 4.47% | 1.15% | 2.30% | 2.60% |
| Benchmark1                       | 3.10% | 3.55% | 1.58% | 0.42% | 0.89% |
| Bloomberg Barclays 1-3 Yr US Agg | 3.08% | 4.04% | 1.60% | 0.90% | 1.27% |

Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance current to the most recent month-end may be obtained by calling (213) 633-8200 or by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com).

The Fund's investment objectives, risks, charges and expenses must be considered carefully before investing. The statutory and summary prospectus contain this and other important information about the investment company, and may be obtained by calling (877) 354-6311 / (877) DLIN11, or visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). Read them carefully before investing.

The performance information shown assumes the reinvestment of all dividends and distributions.

While the Fund is no-load, management fees and other expenses still apply. Please refer to the prospectus for further details.

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## Portfolio Managers



**Jeffrey Gundlach**  
[[Portfolio Manager  
Chief Executive Officer



**Jeffrey Sherman, CFA**  
Portfolio Manager  
Deputy Chief  
Investment Officer



**Robert Cohen, CFA**  
Portfolio Manager  
Director



**Luz Padilla**  
Portfolio Manager  
Director

### About DoubleLine

Founded in 2009, DoubleLine's portfolio managers have worked together for an average of 16 years and have over 23 years average industry experience.

## Statistics as of December 31, 2020

### Portfolio Characteristics

|                     |                 |
|---------------------|-----------------|
| # of Issues         | 727             |
| Ending Market Value | \$6,541,034.288 |
| Market Price        | \$103.77        |
| Duration            | 1.10            |
| Weighted Avg Life   | 2.46            |

### Sector Breakdown (%)

|                                 |               |
|---------------------------------|---------------|
| Non-Agency RMBS                 | 17.31         |
| Commercial MBS                  | 16.69         |
| Collateralized Loan Obligations | 14.99         |
| Emerging Markets                | 12.62         |
| Asset-Backed Securities         | 8.35          |
| Agency RMBS                     | 7.99          |
| Investment Grade Corporate      | 7.88          |
| U.S. Government                 | 7.83          |
| Bank Loans                      | 2.50          |
| Cash                            | 3.84          |
| <b>Total</b>                    | <b>100.00</b> |

### Duration Breakdown (%)

|              |               |
|--------------|---------------|
| Less than 0  | 16.45         |
| 0 to 3 years | 69.28         |
| 3+ years     | 10.42         |
| Cash         | 3.84          |
| <b>Total</b> | <b>100.00</b> |

### Weighted Average Life Breakdown (%)

|               |               |
|---------------|---------------|
| 0 to 3 years  | 61.55         |
| 3 to 5 years  | 28.10         |
| 5 to 10 years | 6.50          |
| 10+ years     | 0.00          |
| Cash          | 3.84          |
| <b>Total</b>  | <b>100.00</b> |

### Top Ten Holdings (%)

|                  |              |
|------------------|--------------|
| T 1 1/2 09/30/21 | 1.98         |
| T 2 1/4 12/31/23 | 1.97         |
| T 2 5/8 05/15/21 | 1.58         |
| T 0 1/8 05/15/23 | 1.11         |
| T 1 3/8 01/31/22 | 0.79         |
| FR SB8061        | 0.78         |
| DBLLX            | 0.76         |
| FR SB8068        | 0.76         |
| FN BP6496        | 0.75         |
| FN MA4122        | 0.74         |
| <b>Total</b>     | <b>11.22</b> |

### Current Quality Credit Distribution (%)

|                        |               |
|------------------------|---------------|
| Government             | 7.96          |
| Agency                 | 8.78          |
| Investment Grade       | 61.24         |
| Below Investment Grade | 3.95          |
| Unrated Securities     | 14.22         |
| Cash                   | 3.84          |
| <b>Total</b>           | <b>100.00</b> |

| SEC 30-Day Yield (%) | I-Share | N-Share |
|----------------------|---------|---------|
| Gross                | 1.97    | 1.72    |
| Net <sup>1</sup>     | 1.97    | 1.72    |

1 If a Fund invested in an affiliate Fund sponsored by the Adviser during the period covered by this report the Adviser agreed to not charge a management fee to the Fund in an amount equal to the investment advisory fees paid by the affiliated Fund in respect of the Fund's investment in the affiliated fund to avoid duplicate charge of the investment advisory fees to the investors.

Sector allocations and Fund holdings are subject to change at any time and should not be considered a recommendation to buy or sell any security.

Portfolio holdings generally are made available 30 days after month-end by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). The source for the information in this report is DoubleLine Capital, which maintains its data on a trade date basis.

**Past performance does not guarantee future results. Mutual fund investing involves risk; Principal loss is possible.**

## Risk Disclosure

Investments in debt securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term debt securities. Investments in lower-rated and non-rated securities present a greater risk of loss to principal and interest than higher-rated securities. The Fund invests in foreign securities which involve greater volatility and political, economic and currency risks and differences in accounting methods. These risks are greater for investments in emerging markets. The Fund may use leverage which may cause the effect of an increase or decrease in the value of the portfolio securities to be magnified and the Fund to be more volatile than if leverage was not used. Derivatives involve special risks including correlation, counterparty, liquidity, operational, accounting and tax risks. These risks, in certain cases, may be greater than the risks presented by more traditional investments. Investing in ETFs involve additional risks such as the market price of the shares may trade at a discount to its net asset value ("NAV"), an active secondary trading market may not develop or be maintained, or trading may be halted by the exchange in which they trade, which may impact a Funds ability to sell its shares.

## Index Disclosure

**ICE BofA 1-3 Year U.S. Treasury Index** is an unmanaged index that tracks the performance of the direct sovereign debt of the U.S. Government having a maturity of at least one year and less than three years. It is not possible to invest in an index.

**Bloomberg Barclays US Aggregate Index** represents securities that are SEC-registered, taxable, and dollar denominated. The index covers the U.S. investment grade fixed rate bond market, with index components for government and corporate securities, mortgage pass-through securities, and asset-backed securities. These major sectors are subdivided into more specific indices that are calculated and reported on a regular basis.

**Bloomberg Barclays US Aggregate 1-3 Year Index** is an index that is the 1-3 year component of the US Aggregate Index.

## Morningstar Disclosure

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The Morningstar Rating™ for funds, or "star rating", is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating™ for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating™ metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods. As of 12/31/2020, the DoubleLine Low Duration Bond Fund I-Share received 2 stars for the 3-year period and 3 stars for the 5-year period out of 514 and 458 Short-Term Bond Funds in the category, respectively. Ratings may differ per share class.

## Definition of Terms

**Agency** - Mortgage securities whose principal and interest are effectively guaranteed by the U.S. Government agency including Fannie Mae (FNMA) or Freddie-Mac (FHLMC).

**Below Investment Grade** - Refers to a security that is rated below investment grade. These securities are seen as having higher default risk or other adverse credit events, but typically pay higher yields than better quality bonds in order to make them attractive. They are less likely to pay back 100 cents on the dollar.

**Credit Distribution** - Determined from the highest available credit rating from any Nationally Recognized Statistical Rating Agency ("NRSRO", generally S&P, Moody's and Fitch). DoubleLine chooses to display credit ratings using S&P's rating convention, although the rating itself might be sourced from another NRSRO. In limited situations when the rating agency has not issued a formal rating, the rating agency will classify the security as unrated.

**Duration** - A commonly used measure of the potential volatility of the price of a debt securities, prior to maturity. Securities with a longer duration generally have more volatile prices than securities of comparable quality with a shorter duration.

**Investment Grade** - Refers to a bond considered investment grade if its credit rating is BBB- or higher by Standard & Poor's or Baa3 or higher by Moody's. Ratings are based on a corporate bond model. The higher the rating the more likely the bond will pay back par/100 cents on the dollar.

**Market Price** - The weighted average of the prices of the Fund's portfolio holdings. While a component of the fund's Net Asset Value, it should not be confused with the Fund's NAV.

**MBS** - Mortgage-Backed Securities

**Standard Deviation** - A measure of the dispersion of a set of data from its mean. The more spread apart the data, the higher the deviation. Calculated by the square-root of the variance.

**Weighted Average Life (WAL)** - The average number of years for which each dollar of unpaid principal on a loan or mortgage remains outstanding.

DLFS-LD; ML19-000502; MSM190797



# DoubleLine Low Duration Emerging Markets Fixed Income Fund

December 2020 | Retail and Institutional Class | No Load Mutual Fund

## Fund Information

|   |  |  |   |
|---|--|--|---|
| <b>Class I (Institutional)</b><br><b>Ticker: DBLLX</b><br>Minimum: \$100,000<br>Min IRA: \$5,000<br>Inception: 4-7-2014<br>Gross Expense Ratio: 0.63%<br>Net Expense Ratio <sup>1</sup> : 0.59% | <b>Class N (Retail)</b><br><b>Ticker: DELNX</b><br>Minimum: \$2,000<br>Min IRA: \$500<br>Inception: 4-7-2014<br>Gross Expense Ratio: 0.88%<br>Net Expense Ratio <sup>1</sup> : 0.84% | <b>Portfolio Managers:</b><br><b>Luz Padilla</b><br>Director, International Fixed Income<br><b>Mark Christensen</b><br><b>Su Fei Koo</b> | <b>Benchmark:</b><br>JP Morgan CEMBI Broad Diversified 1-3 Year Index |
|---|--|--|---|

## Fund Attribution

In the fourth quarter of 2020, the DoubleLine Low Duration Emerging Markets Fixed Income Fund posted a positive return but underperformed the benchmark J.P. Morgan Corporate Emerging Markets Bond Index Broad Diversified 1-3 Year return of 3.21%. Over the quarter, the Fund's cash balance and overweight position in investment grade credits, which significantly underperformed their high yield counterparts, detracted from performance. In addition, the Fund's overweight allocation to Asian credits detracted from performance in a period when Asia delivered the weakest returns in the broader index. However, the Fund's overweight position in Latin America, the best-performing region in the broader index, contributed to performance.

## Fund Performance

| Month-End Returns        | Annualized |       |        |        |        |                 | 3-Yr Std Deviation |
|--------------------------|------------|-------|--------|--------|--------|-----------------|--------------------|
|                          | Dec        | YTD   | 1-Year | 3-Year | 5-Year | Since Inception |                    |
| <b>December 31, 2020</b> |            |       |        |        |        |                 |                    |
| I-share                  | 0.78%      | 3.52% | 3.52%  | 3.69%  | 4.45%  | 3.31%           | 3.88%              |
| N-share                  | 0.66%      | 3.27% | 3.27%  | 3.42%  | 4.20%  | 3.06%           | 3.84%              |
| Benchmark                | 1.34%      | 5.12% | 5.12%  | 4.68%  | 4.71%  | 3.99%           | 5.65%              |

| Quarter-End Returns      | Annualized |       |        |        |        |                 |
|--------------------------|------------|-------|--------|--------|--------|-----------------|
|                          | 4Q20       | YTD   | 1-Year | 3-Year | 5-Year | Since Inception |
| <b>December 31, 2020</b> |            |       |        |        |        |                 |
| I-share                  | 1.75%      | 3.52% | 3.52%  | 3.69%  | 4.45%  | 3.31%           |
| N-share                  | 1.58%      | 3.27% | 3.27%  | 3.42%  | 4.20%  | 3.06%           |
| Benchmark                | 3.21%      | 5.12% | 5.12%  | 4.68%  | 4.71%  | 3.99%           |

| Calendar Year Returns | 2020    | 2019  | 2018   | 2017   | 2016  |
|-----------------------|---------|-------|--------|--------|-------|
|                       | I-share | 3.52% | 7.73%  | -0.04% | 4.19% |
| N-share               | 3.27%   | 7.45% | -0.32% | 3.92%  | 6.87% |
| Benchmark             | 5.12%   | 7.23% | 1.76%  | 3.47%  | 6.07% |

<sup>1</sup>The Adviser has contractually agreed to waive fees and reimburse expenses through July 31, 2020.

**Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance current to the most recent month-end may be obtained by calling (213) 633-8200 or by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com).**

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## Portfolio Managers



**Luz Padilla**  
Portfolio Manager  
Director,  
International Fixed Income



**Mark Christensen**  
Portfolio Manager  
International Fixed Income



**Su Fei Koo**  
Portfolio Manager  
International Fixed Income

## About DoubleLine

Founded in 2009, DoubleLine's portfolio managers have worked together for an average of 15 years and have over 22 years average industry experience.

## Statistics as of December 31, 2020

### Portfolio Characteristics

|                     |               |
|---------------------|---------------|
| # of Issues         | 128           |
| Ending Market Value | \$266,476,521 |
| Market Price        | \$103.30      |
| Duration            | 1.99          |
| Weighted Avg Life   | 2.27          |

### Sector Breakdown (%)

|                 |               |
|-----------------|---------------|
| Corporate       | 48.39         |
| Sovereign       | 19.39         |
| Quasi-Sovereign | 22.01         |
| Cash & Accrued  | 10.22         |
| <b>Total</b>    | <b>100.00</b> |

### Top Ten Holdings (%)

|                               |              |
|-------------------------------|--------------|
| MORGAN STANLEY LIQ GOVT INST  | 3.17         |
| JPMORGAN TR II US GVT MMKT IM | 3.17         |
| FIRST AM GOVT OBLIG-U         | 3.17         |
| PERU 2.392 01/23/26           | 2.53         |
| BRAZIL 2 7/8 06/06/25         | 2.45         |
| ENELGX 4 1/4 04/15/24         | 2.37         |
| COLOM 4 3/8 07/12/21          | 2.10         |
| KOREAT 1 09/01/25             | 2.04         |
| CTCACI 3 7/8 10/12/22         | 1.85         |
| MALAYS 3.043 04/22/25         | 1.82         |
| <b>Total</b>                  | <b>24.66</b> |

| SEC 30-Day Yield (%) | I-Share | N-Share |
|----------------------|---------|---------|
| Gross                | 0.94    | 0.69    |
| Net                  | 1.00    | 0.76    |

### Country Breakdown (%)

|                      |               |
|----------------------|---------------|
| Korea                | 13.28         |
| Mexico               | 9.23          |
| Chile                | 8.03          |
| Singapore            | 7.77          |
| Panama               | 6.80          |
| China                | 6.57          |
| India                | 6.06          |
| Peru                 | 5.71          |
| Brazil               | 4.66          |
| Malaysia             | 4.10          |
| Colombia             | 3.76          |
| Indonesia            | 3.58          |
| Saudi Arabia         | 2.74          |
| Hong Kong            | 1.30          |
| Kuwait               | 1.27          |
| United Arab Emirates | 1.09          |
| Philippines          | 1.07          |
| Qatar                | 0.92          |
| Dominican Republic   | 0.71          |
| Thailand             | 0.59          |
| Paraguay             | 0.22          |
| Guatemala            | 0.15          |
| Israel               | 0.13          |
| Jamaica              | 0.07          |
| Cash & Accrued       | 10.22         |
| <b>Total</b>         | <b>100.00</b> |

### Industry Breakdown (%)

|                   |               |
|-------------------|---------------|
| Banking           | 23.50         |
| Sovereign         | 19.39         |
| Utilities         | 10.88         |
| Oil & Gas         | 8.47          |
| Telecommunication | 5.55          |
| Transportation    | 4.91          |
| Finance           | 3.57          |
| Technology        | 3.07          |
| Steel             | 2.21          |
| Chemical          | 1.71          |
| Retail            | 1.69          |
| Cement            | 1.45          |
| Petrochemicals    | 1.27          |
| Pulp & Paper      | 0.86          |
| Industrial        | 0.55          |
| Consumer Products | 0.44          |
| Mining            | 0.28          |
| Construction      | 0.00          |
| Cash & Accrued    | 10.22         |
| <b>Total</b>      | <b>100.00</b> |

### Current Currency Exposure (%)

|                         |        |
|-------------------------|--------|
| U.S. Dollar-Denominated | 100.00 |
|-------------------------|--------|

### Current Quality Credit Distribution (%)

|                |               |
|----------------|---------------|
| AAA            | 1.27          |
| AA             | 7.50          |
| A              | 27.15         |
| BBB            | 40.79         |
| BB             | 10.95         |
| B and Below    | 1.67          |
| CC             | 0.07          |
| Not Rated      | 0.37          |
| Other          | 0.02          |
| Cash & Accrued | 10.22         |
| <b>Total</b>   | <b>100.00</b> |

### Duration Breakdown (%)

|               |               |
|---------------|---------------|
| Less than 1   | 33.38         |
| 1 to 3 years  | 36.45         |
| 3 to 5 years  | 28.87         |
| 5 to 7 years  | 1.31          |
| 7 to 10 years | 0.00          |
| 10+ years     | 0.00          |
| <b>Total</b>  | <b>100.00</b> |

Sector allocations and Fund holdings are subject to change at any time and should not be considered a recommendation to buy or sell any security.

Portfolio holdings generally are made available 30 days after month-end by visiting [www.doublinefunds.com](http://www.doublinefunds.com). The source for the information in this report is DoubleLine Capital, which maintains its data on a trade date basis.

**Past performance does not guarantee future results. Mutual fund investing involves risk; Principal loss is possible.**

## Risk Disclosure

Investments in debt securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term debt securities. Investments in lower-rated and non-rated securities present a greater risk of loss to principal and interest than higher-rated securities. The Fund invests in foreign securities which involve greater volatility and political, economic and currency risks and differences in accounting methods. These risks are greater for investments in emerging markets. Derivatives involve special risks including correlation, counterparty, liquidity, operational, accounting and tax risks. These risks, in certain cases, may be greater than the risks presented by more traditional investments. Investing in ETFs involve additional risks such as the market price of the shares may trade at a discount to its net asset value ("NAV"), an active secondary trading market may not develop or be maintained, or trading may be halted by the exchange in which they trade, which may impact a Funds ability to sell its shares

## Index Disclosure

**J.P. Morgan CEMBI Broad Diversified 1-3 Year Index** is a market capitalization weighted index consisting of 1-3 year maturity U.S.-denominated emerging market corporate bonds with 1-3 year maturity. It is a liquid global corporate benchmark representing Asia, Latin America, Europe and the Middle East/Africa. It is not possible to invest in an index.

## Definition of Terms

**Bond Ratings** - Grades given to bonds that indicate their credit quality as determined by a private independent rating service such as Standard and Poor's. The firm evaluates a bond issuer's financial strength, or its ability to pay a bond's principal and interest in a timely fashion. Ratings are expressed as letters ranging from 'AAA', which is the highest grade, to 'D', which is the lowest grade. In limited situations when the rating agency has not issued a formal rating, the rating agency will classify the security as not-rated.

**Credit distribution** is determined from the highest available credit rating from any Nationally Recognized Statistical Rating Agency ("NRSRO", generally S&P, Moody's and Fitch). DoubleLine chooses to display credit ratings using S&P's rating convention, although the rating itself might be sourced from another NRSRO.

**Duration** - A commonly used measure of the potential volatility of the price of a debt securities, prior to maturity. Securities with a longer duration generally have more volatile prices than securities of comparable quality with a shorter duration.

**Market price** - The weighted average of the prices of the Fund's portfolio holdings. While a component of the fund's Net Asset Value, it should not be confused with the Fund's NAV.

**Standard Deviation** - A measure of the dispersion of a set of data from its mean. The more spread apart the data, the higher the deviation. Calculated by the square-root of the variance.

**Weighted Average Life (WAL)** - The average number of years for which each dollar of unpaid principal on a loan or mortgage remains outstanding.

## Fund Information

|   |  |   |   |  |
|---|--|---|---|--|
| <b>Class I (Institutional)</b><br><b>Ticker: DMLIX</b><br>Minimum: \$100,000<br>Minimum IRA: \$5,000<br>Gross Expense Ratio: 1.42%<br>Net Expense Ratio: 1.33% <sup>1</sup><br>Inception Date: 12-20-2010 | <b>Class A (Retail)</b><br><b>Ticker: DMLAX</b><br>Minimum: \$2,000 Minimum IRA: \$500<br>Gross Expense Ratio: 1.60%<br>Net Expense Ratio: 1.59% <sup>1</sup><br>Max Sales Charge: 4.25%<br>Inception Date: 12-20-2010 | <b>Blended Benchmark:</b><br>60% MSCI World Index/40% Bloomberg Barclays Global Aggregate Index | <b>Portfolio Managers:</b><br><b>Jeffrey Gundlach</b><br>CEO, CIO<br><b>Jeffrey Sherman, CFA</b><br>Deputy CIO<br><b>Sam Garza</b><br>Portfolio Manager, Asset Allocation | <b>Overall Morningstar Rating:</b><br><br>I-Share rating based on risk-adjusted returns among 222 Tactical Allocation Funds as of 12-31-2020. |
|---|--|---|---|--|

## Fund Attribution

In the fourth quarter of 2020, the DoubleLine Multi-Asset Growth Fund underperformed the blended benchmark return of 9.14%. The fixed-income sleeve contributed to the Fund's performance, with structured products performing positively. While the equity sleeve also contributed positively to the Fund's performance, an underweight position in equities relative to the index accounted for the majority of the underperformance as global equities rallied significantly after the November election. Real assets detracted from performance, with losses in the systematic long/short commodity strategy.

## Fund Performance

| Month-End Returns<br>December 31, 2020 | Annualized |        |        |        |        |         |        | Since Inception | 3-Yr Std Deviation |
|--|------------|--------|--------|--------|--------|---------|--------|-----------------|--------------------|
|  | Dec        | YTD    | 1-Year | 3-Year | 5-Year | 10-Year |        |                 |                    |
| I-share                                | 2.18%      | 2.38%  | 2.38%  | 2.77%  | 6.23%  | 4.19%   | 4.20%  | 12.85%          |                    |
| A-share (No Load)                      | 2.22%      | 2.23%  | 2.23%  | 2.54%  | 5.95%  | 3.92%   | 3.93%  | 12.89%          |                    |
| A-share (With Load)                    | -2.08%     | -2.08% | -2.08% | 1.08%  | 5.04%  | 3.47%   | 3.48%  | 12.35%          |                    |
| S&P 500 TR                             | 3.84%      | 18.40% | 18.40% | 14.18% | 15.22% | 13.88%  | 13.94% | 18.79%          |                    |
| Blended Benchmark Hedged               | 2.91%      | 12.65% | 12.65% | 8.50%  | 9.39%  | 7.39%   | 7.50%  | 11.20%          |                    |
| Blended Benchmark Unhedged             | 3.32%      | 14.05% | 14.05% | 8.32%  | 9.48%  | 6.79%   | 6.97%  | 11.83%          |                    |

| Quarter-End Returns<br>December 31, 2020 | Annualized |        |        |        |        |         |                 |
|--|------------|--------|--------|--------|--------|---------|-----------------|
|  | 4Q20       | YTD    | 1-Year | 3-Year | 5-Year | 10-Year | Since Inception |
| I-share                                  | 6.29%      | 2.38%  | 2.38%  | 2.77%  | 6.23%  | 4.19%   | 4.20%           |
| A-share (No Load)                        | 6.20%      | 2.23%  | 2.23%  | 2.54%  | 5.95%  | 3.92%   | 3.93%           |
| A-share (With Load)                      | 1.67%      | -2.08% | -2.08% | 1.08%  | 5.04%  | 3.47%   | 3.48%           |
| S&P 500 TR                               | 12.15%     | 18.40% | 18.40% | 14.18% | 15.22% | 13.88%  | 13.94%          |
| Blended Benchmark Hedged                 | 9.14%      | 12.65% | 12.65% | 8.50%  | 9.39%  | 7.39%   | 7.50%           |
| Blended Benchmark Unhedged               | 10.13%     | 14.05% | 14.05% | 8.32%  | 9.48%  | 6.79%   | 6.97%           |

1 The Advisor has contractually agreed to waive fees and reimburse expenses through July 31, 2021.

Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance current to the most recent month-end may be obtained by calling (213) 633-8200 or by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). The Fund imposes a deferred sales charge of 0.75% on purchases of \$1 million or more of Class A shares redeemed within 18 months of purchase. Performance data shown for the Class A With Load reflects a maximum sales charge of 4.25%. Performance data shown for the Class A No Load does not reflect the deduction of the sales load or fee. If reflected, returns would have been reduced. Performance data does not reflect the deferred sales charge. If it had, returns would have been reduced.

The Fund's investment objectives, risks, charges and expenses must be considered carefully before investing. The statutory and summary prospectus contain this and other important information about the investment company, and may be obtained by calling (877) 354-6311 / (877) DLINE11, or visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). Read them carefully before investing.

While the Fund is no-load, management fees and other expenses still apply. Please refer to the prospectus for further details.

The performance information shown assumes the reinvestment of all dividends and distributions.

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## Portfolio Managers



**Jeffrey Gundlach**  
Portfolio Manager  
CEO & CIO



**Jeffrey Sherman, CFA**  
Portfolio Manager  
Deputy CIO



**Sam Garza**  
Portfolio Manager

## About DoubleLine

Founded in 2009, DoubleLine's portfolio managers have worked together for an average of 16 years and have over 23 years average industry experience.

## Statistics as of December 31, 2020

### Portfolio Characteristics

|                     |              |
|---------------------|--------------|
| # of Issues         | 98           |
| Ending Market Value | \$29,304,645 |

### Sector Allocation (% of Total)

|                            |               |
|----------------------------|---------------|
| U.S. Fixed Income          | 55.11         |
| International Fixed Income | 0.00          |
| Foreign Exchange           | 0.00          |
| U.S. Equity                | 15.90         |
| International Equity       | 12.23         |
| Real Assets                | 6.33          |
| Cash                       | 10.43         |
| <b>Total</b>               | <b>100.00</b> |

| SEC 30-Day Yield | A-Share | I-Share |
|------------------|---------|---------|
| Gross            | 2.10    | 2.44    |
| Net              | 2.87    | 3.25    |

### Fixed Income Exposure (% of Fixed Income)

|                         |               |
|-------------------------|---------------|
| International Emerging  | 0.00          |
| International Developed | 0.00          |
| U.S.                    | 100.00        |
| <b>Total</b>            | <b>100.00</b> |

### Equity Exposure (% of Equities)

|                         |               |
|-------------------------|---------------|
| U.S.                    | 56.52         |
| International Developed | 23.79         |
| International Emerging  | 19.69         |
| <b>Total</b>            | <b>100.00</b> |

### Real Assets Exposure (% of Real Assets)

|                   |               |
|-------------------|---------------|
| Agriculture       | 50.00         |
| Energy            | 41.67         |
| Livestock         | 0.00          |
| Industrial Metals | 8.33          |
| Precious Metals   | 0.00          |
| <b>Total</b>      | <b>100.00</b> |

### Currency Exposure (% of Total)

|                              |               |
|------------------------------|---------------|
| Japan JPY*                   | 0.00          |
| European Monetary Union EUR* | 0.00          |
| Sweden SEK*                  | 0.00          |
| Canada CAD*                  | 0.00          |
| South Korea KRW*             | 0.00          |
| Australian Dollar AUD        | 0.00          |
| Turkey TRY*                  | 0.00          |
| United Kingdom GBP*          | 0.00          |
| Swiss Franc*                 | 0.00          |
| Hong Kong HKD*               | 0.00          |
| Malaysia*                    | 0.00          |
| India INR*                   | 0.00          |
| United States USD            | 100.00        |
| <b>Total</b>                 | <b>100.00</b> |

### Top Ten Holdings (% of Total)

|                           |              |
|---------------------------|--------------|
| U S TREASURY BILL         | 7.51         |
| DOUBLEL-CO F/I-I          | 6.46         |
| DOUBLEL-TOT RE-I          | 6.31         |
| DOUBLE-LD BD-I            | 6.28         |
| DOUBLELINE FLEXIBLE INC-I | 6.18         |
| FNR 2013-53 ZC            | 4.68         |
| FNR 2013-55 VZ            | 4.36         |
| TRS RL BXIICS2E INDEX     | 3.83         |
| U S TREASURY BILL         | 3.41         |
| CIM 2017-3RR B2           | 2.96         |
| <b>Total</b>              | <b>51.97</b> |

\* Net amount includes short positions.

Sector allocations and Fund holdings are subject to change at any time and should not be considered a recommendation to buy or sell any security.

Portfolio holdings generally are made available 30 days after month-end by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). The source for the information in this report is DoubleLine Capital, which maintains its data on a trade date basis.

**Past performance does not guarantee future results. Mutual fund investing involves risk; Principal loss is possible.**

## Risk Disclosure

Investments in debt securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term debt securities. Investments in lower-rated and non-rated securities present a greater risk of loss to principal and interest than higher-rated securities. Investments in ABS and MBS include additional risks that investors should be aware of such as credit risk, prepayment risk, possible illiquidity and default, as well as increased susceptibility to adverse economic developments. Investments in real estate securities may involve greater risk and volatility including greater exposure to economic downturns and changes in real estate values, rents, property taxes, interest rates, tax and other laws. A REIT's share price may decline because of adverse developments affecting the real estate industry. The Fund invests in foreign securities which involve greater volatility and political, economic and currency risks and differences in accounting methods. These risks are greater for investments in emerging markets. The Fund may use leverage which may cause the effect of an increase or decrease in the value of the portfolio securities to be magnified and the Fund to be more volatile than if leverage was not used. Derivatives involve special risks including correlation, counterparty, liquidity, operational, accounting and tax risks. These risks, in certain cases, may be greater than the risks presented by more traditional investments. Investing in ETFs involve additional risks such as the market price of the shares may trade at a discount to its net asset value ("NAV"), an active secondary trading market may not develop or be maintained, or trading may be halted by the exchange in which they trade, which may impact a Funds ability to sell its shares. Investments in floating rate securities include additional risks that investors should be aware of such as credit risk, interest rate risk, possible illiquidity and default, as well as increased susceptibility to adverse economic developments.

## Index Disclosure

**Morgan Stanley Capital International All Country World Index (MSCI ACWI)** is a market-capitalization-weighted index designed to provide a broad measure of stock performance throughout the world, including both developed and emerging markets.

**Bloomberg Barclays Global Aggregate Index** provides a broad-based measure of the global investment-grade fixed income markets. The three major components of this index are the US Aggregate, the Pan-European Aggregate, and the Asian-Pacific Aggregate Indices. The index also includes Eurodollar and Euro-Yen corporate bonds, Canadian government, agency and corporate securities, and USD investment grade 144A securities.

**S&P 500** is an unmanaged capitalization-weighted index of 500 stocks designed to measure performance of the broad domestic economy through changes in the aggregate market value of 500 stocks representing all major industries. It is not possible to invest in an index.

## Morningstar Disclosure

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The Morningstar Rating™ for funds, or "star rating", is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating™ for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating™ metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods. As of 12/31/2020, the DoubleLine Multi-Asset Growth Fund I-Share received 2 stars for the 3-year period, 3 stars for the 5-year period, and 3 stars for the 10-year period out of 222, 195 and 85 Tactical Allocation Funds in the category, respectively. Ratings may differ per share class.

## Definition of Terms

**Beta** - The measure of the volatility of the fund, as compared to that of the overall market. The Market's beta is set at 1.00; a beta higher than 1.00 is considered to be more volatile than the market, while a beta lower than 1.00 is considered to be less volatile.

**Investment Grade** - Refers to a bond considered investment grade if its credit rating is BBB- or higher by Standard & Poor's or Baa3 or higher by Moody's. Ratings are based on a corporate bond model. The higher the rating the more likely the bond will pay back par/100 cents on the dollar.

**Standard Deviation** - A measure of the dispersion of a set of data from its mean. The more spread apart the data, the higher the deviation. Calculated by the square-root of the variance.

## Fund Information

|   |  |   |                                     |  |
|---|--|---|-------------------------------------|--|
| <b>Class I (Institutional)</b><br><b>Ticker: DSEEX</b><br><br>Minimum: \$100,000<br>Minimum IRA: \$5,000<br>Inception: 10-31-2013<br>Gross Expense Ratio: 0.56% | <b>Class N (Retail)</b><br><b>Ticker: DSENX</b><br><br>Minimum: \$2,000<br>Minimum IRA: \$500<br>Inception: 10-31-2013<br>Gross Expense Ratio: 0.81% | <b>Portfolio Managers:</b><br><b>Jeffrey Gundlach</b><br>CEO & CIO<br><br><b>Jeffrey Sherman, CFA</b><br>Deputy CIO<br><br><b>CAPE® Index Co-Creator:</b><br>Professor Robert Shiller | <b>Benchmark:</b><br>S&P 500® Index | <b>Overall Morningstar Rating:</b><br><br><br><br>I Share rating based on risk-adjusted returns among 1,232 Large Blend Funds as of 12-31-2020. |
|---|--|---|-------------------------------------|--|

## Fund Attribution

In the fourth quarter of 2020, the DoubleLine Shiller Enhanced CAPE® outperformed the benchmark S&P 500 Index return of 12.15%. The Shiller Barclays CAPE U.S. Sector Index (the “CAPE Index”) was allocated to five sectors: communication services, financials, real estate, industrials and consumer staples. All five contributed positively to the CAPE Index’s return, with financials contributing the most. The fixed-income collateral portfolio increased in value, with all sectors contributing positively. The three fixed-income sectors with the highest returns were bank loans, commercial mortgage-backed securities and asset-backed securities.

## Fund Performance

| Month-End Returns  | Annualized |        |        |        |        |                 | 3-Yr Std Deviation |
|--|------------|--------|--------|--------|--------|-----------------|--------------------|
|  | Dec        | YTD    | 1-Year | 3-Year | 5-Year | Since Inception |                    |
| <b>December 31, 2020</b>                                 |            |        |        |        |        |                 |                    |
| I-share  | 3.73%      | 16.27% | 16.27% | 14.30% | 16.91% | 15.49%          | 22.65%             |
| N-share  | 3.76%      | 16.03% | 16.03% | 14.02% | 16.63% | 15.20%          | 22.59%             |
| S&P 500® Index   | 3.84%      | 18.40% | 18.40% | 14.18% | 15.22% | 13.46%          | 18.79%             |
| Shiller Barclays CAPE® U.S. Sector TR Index <sup>2</sup> | 3.34%      | 18.36% | 18.36% | 14.96% | 16.84% | 15.08%          | 19.67%             |
| Quarter-End Returns                                      | Annualized |        |        |        |        |                 |                    |
| December 31, 2020  | 4Q20       | YTD    | 1-Year | 3-Year | 5-Year | Since Inception |                    |
| I-share  | 15.07%     | 16.27% | 16.27% | 14.30% | 16.91% | 15.49%          |                    |
| N-share  | 15.01%     | 16.03% | 16.03% | 14.02% | 16.63% | 15.20%          |                    |
| S&P 500® Index   | 12.15%     | 18.40% | 18.40% | 14.18% | 15.22% | 13.46%          |                    |
| Shiller Barclays CAPE® U.S. Sector TR Index <sup>2</sup> | 14.16%     | 18.36% | 18.36% | 14.96% | 16.84% | 15.08%          |                    |
| Calendar Year Returns                                    | 2020       | 2019   | 2018   | 2017   | 2016   |                 |                    |
| I-share  | 16.27%     | 33.82% | -4.02% | 21.60% | 20.19% |                 |                    |
| N-share  | 16.03%     | 33.44% | -4.27% | 21.33% | 19.93% |                 |                    |
| S&P 500® Index   | 18.40%     | 31.49% | -4.38% | 21.83% | 11.96% |                 |                    |
| Shiller Barclays CAPE® U.S. Sector TR Index <sup>2</sup> | 18.36%     | 32.02% | -2.67% | 20.92% | 18.49% |                 |                    |

Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance current to the most recent month-end may be obtained by calling (213) 633-8200 or by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com).

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1 Risk Magazine May 20, 2016.

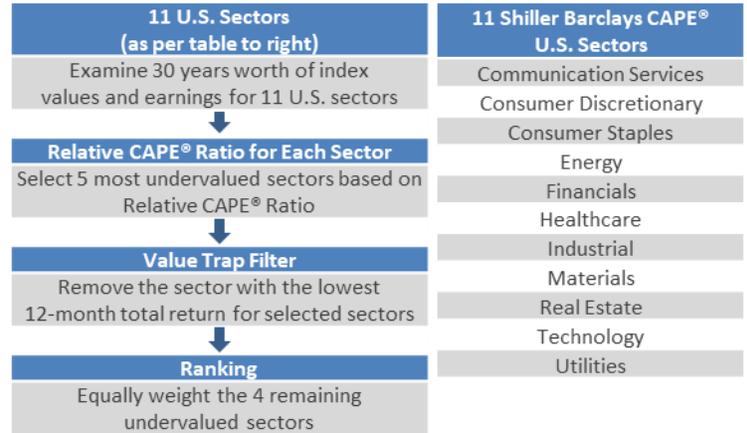
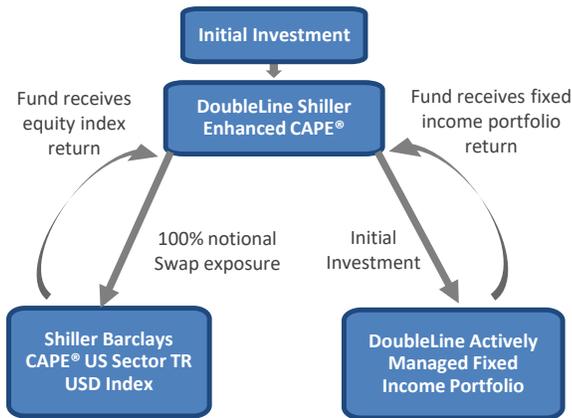
2 Reflects no deduction for fees, expenses or taxes.

The performance information shown assumes the reinvestment of all dividends and distributions.

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## Investment Process



| 11 Shiller Barclays CAPE <sup>®</sup> U.S. Sectors |
|--|
| Communication Services                             |
| Consumer Discretionary                             |
| Consumer Staples                                   |
| Energy   |
| Financials   |
| Healthcare   |
| Industrial   |
| Materials  |
| Real Estate  |
| Technology   |
| Utilities  |

## Statistics as of December 31, 2020

### Portfolio Characteristics

Ending Market Value \$8,467,047,937

### Fixed Income Statistics

Duration 1.14  
Weighted Avg Life 2.60

### Equity Statistics

Median Mkt Cap \$18.6 B  
Average Mkt Cap \$59.7 B

### Duration Breakdown (%)

|              |               |
|--------------|---------------|
| Less than 1  | 50.67         |
| 1 to 3 years | 32.96         |
| 3 to 5 years | 7.28          |
| 5 to 7 years | 2.06          |
| 7+ years     | 0.45          |
| Cash         | 6.58          |
| <b>Total</b> | <b>100.00</b> |

### Current Quality Credit Distribution (%)

|                        |               |
|------------------------|---------------|
| Cash                   | 6.58          |
| Government             | 18.72         |
| Agency                 | 7.60          |
| Investment Grade       | 42.90         |
| Below Investment Grade | 11.01         |
| Unrated Securities     | 13.19         |
| <b>Total</b>           | <b>100.00</b> |

### Weighted Average Life Breakdown (%)

|              |               |
|--------------|---------------|
| 0 to 3 years | 52.90         |
| 3 to 5 years | 30.27         |
| 5 to 7 years | 8.27          |
| 7+ years     | 1.97          |
| Cash         | 6.58          |
| <b>Total</b> | <b>100.00</b> |

### SEC 30-Day Yield (%)

|       | I-Share | N-Share |
|-------|---------|---------|
| Gross | 1.30    | 1.06    |
| Net   | 1.31    | 1.06    |

### Fixed Income Sector Allocation (%)

|                                 |               |
|---------------------------------|---------------|
| U.S. Government                 | 18.72         |
| Non-Agency RMBS                 | 14.17         |
| Collateralized Loan Obligations | 13.02         |
| Commercial MBS                  | 12.86         |
| Investment Grade Corporate      | 9.91          |
| Agency RMBS                     | 7.26          |
| Asset-Backed Securities         | 6.83          |
| International Emerging          | 6.38          |
| Bank Loans                      | 4.27          |
| Cash                            | 6.58          |
| <b>Total</b>                    | <b>100.00</b> |

### CAPE<sup>®</sup> Sector Allocations (%)

|                        |               |
|------------------------|---------------|
| Financials             | 25.47         |
| Consumer Staples       | 24.90         |
| Communication Services | 24.88         |
| Real Estate            | 24.75         |
| <b>Total</b>           | <b>100.00</b> |

Sector allocations are subject to change at any time and should not be considered a recommendation to buy or sell any security.

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The fund achieves its equity index-related returns primarily through the use of excess return swaps. The fund is entitled to receive the approximate return of the equity index under the terms of the swap, subtracted by the costs of the swap (e.g. short term financing costs).

## Index Disclosure

**S&P 500® Index** is an unmanaged capitalization-weighted index of 500 stocks designed to measure performance of the broad domestic economy through changes in the aggregate market value of 500 stocks representing all major industries. It is not possible to invest in an index.

Barclays Bank PLC and its affiliates ("Barclays") is not the issuer or producer of DoubleLine Shiller Enhanced CAPE® (the "Fund") and Barclays has no responsibilities, obligations or duties to investors in the Fund. The Shiller Barclays CAPE® US Sector USD Index (the "Index") is a trademark owned by Barclays Bank PLC and licensed for use by the Fund. While the Fund may execute transaction(s) with Barclays in or relating to the Index, Fund investors acquire interests solely in the Fund and investors neither acquire any interest in the Index nor enter into any relationship of any kind whatsoever with Barclays upon making an investment in the Fund. The Fund is not sponsored, endorsed, sold or promoted by Barclays and Barclays makes no representation regarding the advisability of the Fund or use of the Index or any data included therein. Barclays shall not be liable in any way to the Fund, investors or to other third parties in respect of the use or accuracy of the Index or any data included therein.

The Shiller Barclays CAPE® US Index Family (the "Index Family") has been developed in part by RSBB-I, LLC, the research principal of which is Robert J. Shiller. RSBB-I, LLC is not an investment advisor and does not guarantee the accuracy and completeness of the Index Family or any data or methodology either included therein or upon which it is based. RSBB-I, LLC shall have no liability for any errors, omissions or interruptions therein and makes no warranties expressed or implied, as to the performance or results experienced by any party from the use of any information included therein or upon which it is based, and expressly disclaims all warranties of the merchantability or fitness for a particular purpose with respect thereto, and shall not be liable for any claims or losses of any nature in connection with the use of such information, including but not limited to, lost profits or punitive or consequential damages even, if RSBB-I, LLC is advised of the possibility of same. Shiller Barclays CAPE US Sector TR USD Index incorporates the principles of long-term investing distilled by Dr. Robert Shiller and expressed through the CAPE® (Cyclically Adjusted Price Earnings) ratio (the "CAPE® Ratio"). It aims to identify undervalued sectors based on a modified CAPE® Ratio, and then uses a momentum factor to seek to mitigate the effects of potential value traps.

## Morningstar Disclosure

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The Morningstar Rating™ for funds, or "star rating", is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating™ for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating™ metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods. As of 12/31/2020, the DoubleLine Shiller Enhanced CAPE® I-Share received 3 stars for the 3-year period and 4 stars for the 5-year period out of 1,232 and 1,072 Large Blend Funds in the category, respectively. Ratings may differ per share class.

## Definition of Terms

**Agency** - Mortgage securities whose principal and interest are effectively guaranteed by the U.S. Government agency including Fannie Mae (FNMA) or Freddie-Mac (FHLMC). **Below Investment Grade** - Refers to a security rated below investment grade. These securities are seen as having higher default risk or other adverse credit events, but typically pay higher yields than better quality bonds in order to make them attractive. They are less likely to pay back 100 cents on the dollar. **Credit Distribution** is determined from the highest available credit rating from any Nationally Recognized Statistical Rating Agency ("NRSRO", generally S&P, Moody's and Fitch). DoubleLine chooses to display credit ratings using S&P's rating convention, although the rating itself might be sourced from another NRSRO. In limited situations when the rating agency has not issued a formal rating, the rating agency will classify the security as unrated. **Duration** - A commonly used measure of the potential volatility of the price of a debt securities, prior to maturity. Securities with a longer duration generally have more volatile prices than securities of comparable quality with a shorter duration. **Fixed Income Sector Allocation** - The figures shown for the fixed income sector allocation represent the relative net assets invested in the displayed categories of fixed income and cash only. The figures shown for the CAPE® sector allocations reflect the four sectors selected by the CAPE® index for the time period and their allocations as of month end. **Investment Grade** - Refers to a bond considered investment grade if its credit rating is BBB- of higher by Standard & Poor's or Baa3 or higher by Moody's. Ratings are based on a corporate bond model. The higher the rating the more likely the bond will pay back par/100 cents on the dollar. **Market Cap** - The market price of an entire company, calculated by multiplying the number of shares outstanding by the price per share. **RMBS** - Residential Mortgage-Backed Securities **Standard Deviation** - A measure of the dispersion of a set of data from its mean. The more spread apart the data, the higher the deviation. Calculated by the square-root of the variance. **Weighted Average Life** - The average number of years for which each dollar of unpaid principal on a loan or mortgage remains outstanding.

## Fund Information

|  |   |   |  |
|--|---|---|--|
| <b>Class I (Institutional)</b><br><b>Ticker: DSEUX</b><br>Minimum: \$100,000<br>Minimum IRA: \$5,000<br>Inception 12-23-2016<br>Gross Expense Ratio: 0.82%<br>Net Expense Ratio <sup>1</sup> : 0.67% | <b>Class N (Retail)</b><br><b>Ticker: DLEUX</b><br>Minimum: \$2,000<br>Minimum IRA: \$500<br>Inception 12-23-2016<br>Gross Expense Ratio: 1.07%<br>Net Expense Ratio <sup>1</sup> : 0.92% | <b>Portfolio Managers:</b><br><b>Jeffrey Gundlach</b><br>CEO & CIO<br><b>Jeffrey Sherman, CFA</b><br>Deputy CIO<br><b>CAPE® Index Co-Creator:</b><br>Professor Robert Shiller | <b>Benchmark:</b><br>MSCI Europe Net Return<br>USD Index |
|--|---|---|--|

## Fund Attribution

In the fourth quarter of 2020, the DoubleLine Shiller Enhanced International CAPE® Fund outperformed the broad European equity market as measured by the benchmark Morgan Stanley Capital International Europe Net Total Return Index return of 15.61%. The Shiller Barclays CAPE Europe Sector Net TR Index (“the CAPE Index”) was allocated to four sectors: communication services, consumer discretionary, consumer staples, and financials plus real estate. All four contributed positively to the CAPE Index’s return, with financials plus real estate contributing the most. The fixed-income collateral portfolio increased in value. The three fixed-income sectors with the highest returns were commercial mortgage-backed securities, bank loans and collateralized loan obligations.

## Fund Performance

| Month-End Returns<br>December 31, 2020 | Annualized |        |        |        |                 |                    |
|--|------------|--------|--------|--------|-----------------|--------------------|
|  | Dec        | YTD    | 1-Year | 3-Year | Since Inception | 3-Yr Std Deviation |
| I-share                                | 4.97%      | 10.75% | 10.75% | 6.07%  | 9.91%           | 21.18%             |
| N-share                                | 5.01%      | 10.53% | 10.53% | 5.82%  | 9.66%           | 21.18%             |
| Benchmark <sup>2</sup>                 | 4.71%      | 5.38%  | 5.38%  | 3.55%  | 8.94%           | 19.63%             |

| Quarter-End Returns<br>December 31, 2020 | Annualized |        |        |        |                 |  |
|--|------------|--------|--------|--------|-----------------|--|
|  | 4Q20       | YTD    | 1-Year | 3-Year | Since Inception |  |
| I-share                                  | 19.17%     | 10.75% | 10.75% | 6.07%  | 9.91%           |  |
| N-share                                  | 19.16%     | 10.53% | 10.53% | 5.82%  | 9.66%           |  |
| Benchmark <sup>2</sup>                   | 15.61%     | 5.38%  | 5.38%  | 3.55%  | 8.94%           |  |

| Calendar Year Returns  | 2020    | 2019   | 2018    | 2017    |
|------------------------|---------|--------|---------|---------|
|                        | I-share | 10.75% | 23.17%  | -12.52% |
| N-share                | 10.53%  | 22.86% | -12.74% | 20.70%  |
| Benchmark <sup>2</sup> | 5.38%   | 23.77% | -14.86% | 25.51%  |

<sup>1</sup> The Adviser has contractually agreed to waive a portion of fees and reimburse expenses through July 31, 2021.

<sup>2</sup> Reflects no deduction for fees, expenses or taxes.

**Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance current to the most recent month-end may be obtained by calling (213) 633-8200 or by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com).**

**The Fund's investment objectives, risks, charges and expenses must be considered carefully before investing. The statutory and summary prospectus contain this and other important information about the investment company, and may be obtained by calling (877) 354-6311 / (877) DLINE11, or visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). Read them carefully before investing.**

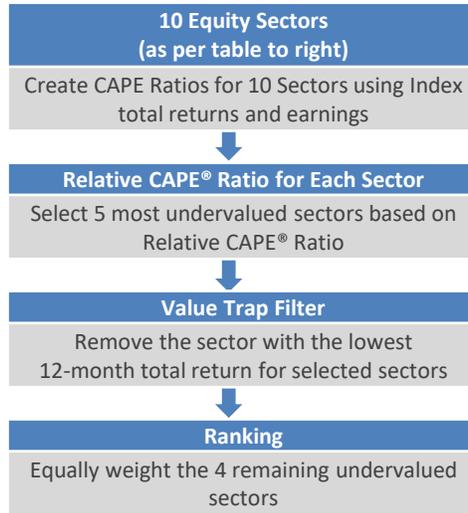
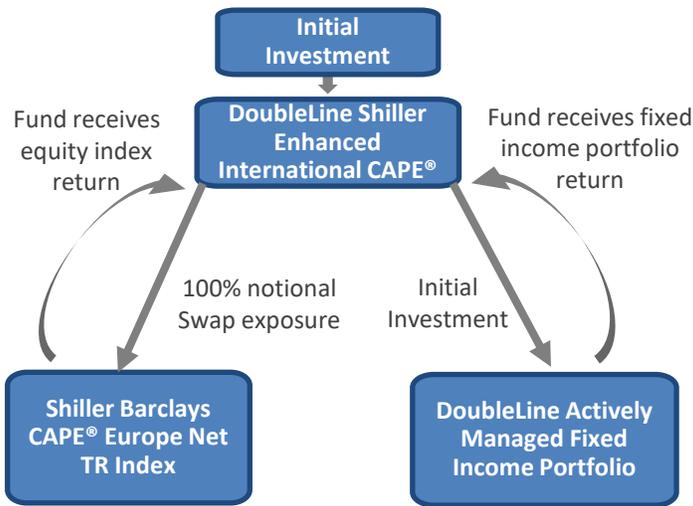
The performance information shown assumes the reinvestment of all dividends and distributions.

While the Fund is no-load, management fees and other expenses still apply. Please refer to the prospectus for further details.

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## Investment Process



| 10 Shiller Barclays CAPE® Europe Sectors |
|--|
| Consumer Discretionary                   |
| Consumer Staples                         |
| Energy                                   |
| Financials                               |
| Healthcare                               |
| Industrial                               |
| Technology                               |
| Materials                                |
| Telecommunications                       |
| Utilities                                |

## Statistics as of December 31, 2020

### Portfolio Characteristics

|                                |               |
|--------------------------------|---------------|
| Ending Market Value            | \$43,044,694  |
| <b>Fixed Income Statistics</b> |               |
| Duration                       | 1.09          |
| Weighted Avg Life              | 2.75          |
| <b>Equity Statistics</b>       |               |
| Median Mkt Cap                 | \$15.4 B      |
| Average Mkt Cap                | \$29.9 B      |
| <b>Duration Breakdown (%)</b>  |               |
| Less than 1                    | 38.28         |
| 1 to 3 years                   | 38.73         |
| 3 to 5 years                   | 8.24          |
| 5 to 7 years                   | 1.16          |
| 7+ years                       | 0.49          |
| Cash                           | 13.10         |
| <b>Total</b>                   | <b>100.00</b> |

### Current Quality Credit Distribution (%)

|                        |               |
|------------------------|---------------|
| Government             | 38.28         |
| Agency                 | 12.20         |
| Investment Grade       | 7.66          |
| Below Investment Grade | 43.61         |
| Unrated Securities     | 14.23         |
| Cash                   | 9.21          |
| <b>Total</b>           | <b>100.00</b> |

### Weighted Average Life Breakdown (%)

|              |               |
|--------------|---------------|
| 0 to 3 years | 39.89         |
| 3 to 5 years | 36.69         |
| 5 to 7 years | 7.46          |
| 7+ years     | 2.86          |
| Cash         | 13.10         |
| <b>Total</b> | <b>100.00</b> |

### SEC 30-Day Yield (%)

|       | I-Share | N-Share |
|-------|---------|---------|
| Gross | 1.38    | 1.17    |
| Net   | 1.67    | 1.46    |

### Fixed Income Sector Allocation (%)

|                                 |               |
|---------------------------------|---------------|
| Non-Agency RMBS                 | 15.80         |
| Commercial MBS                  | 14.80         |
| Collateralized Loan Obligations | 14.74         |
| U.S. Government                 | 12.20         |
| Investment Grade Corporate      | 7.68          |
| Agency RMBS                     | 7.66          |
| International Emerging          | 6.49          |
| Bank Loans                      | 4.48          |
| Asset-Backed Securities         | 2.62          |
| High Yield Corporate            | 0.42          |
| Cash                            | 13.10         |
| <b>Total</b>                    | <b>100.00</b> |

### CAPE® Europe Index Sector Allocations (%)

|                        |               |
|------------------------|---------------|
| Consumer Discretionary | 25.54         |
| Consumer Staples       | 25.37         |
| Communication Services | 24.63         |
| Financials             | 24.46         |
| <b>Total</b>           | <b>100.00</b> |

Sector allocations and Fund holdings are subject to change at any time and should not be considered a recommendation to buy or sell any security.

Portfolio holdings generally are made available 30 days after month-end by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). The source for the information in this report is DoubleLine Capital, which maintains its data on a trade date basis.

**Past performance does not guarantee future results. Mutual fund investing involves risk; Principal loss is possible.**

Investments in debt securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term debt securities. Investments in lower-rated and non-rated securities present a greater risk of loss to principal and interest than higher-rated securities. Investments in ABS and MBS include additional risks that investors should be aware of such as credit risk, prepayment risk, possible illiquidity and default, as well as increased susceptibility to adverse economic developments. The Fund invests in foreign securities which involve greater volatility and political, economic and currency risks and differences in accounting methods. These risks are greater for investments in emerging markets. Derivatives involve special risks including correlation, counterparty, liquidity, operational, accounting and tax risks. These risks, in certain cases, may be greater than the risks presented by more traditional investments. Investing in ETFs involve additional risks such as the market price of the shares may trade at a discount to its net asset value ("NAV"), an active secondary trading market may not develop or be maintained, or trading may be halted by the exchange in which they trade, which may impact a Funds ability to sell its shares. The Fund may make short sales of securities, which involves the risk that losses may exceed the original amount invested. Equities may decline in value due to both real and perceived general market, economic and industry conditions.

## Index Disclosure

**Morgan Stanley Capital International (MSCI) Europe Net Return USD Index** captures large and mid cap representation across 15 Developed Markets (DM) countries in Europe. With 437 constituents, the index covers approximately 85% of the free float-adjusted market capitalization across the European Developed Markets equity universe. It is not possible to invest directly in an index.

Barclays Bank PLC and its affiliates ("Barclays") is not the issuer or producer of DoubleLine Shiller Enhanced International CAPE® (the "Fund") and Barclays has no responsibilities, obligations or duties to investors in the Fund. The Shiller Barclays CAPE® Europe Sector Index (the "Index") is a trademark owned by Barclays Bank PLC and licensed for use by the Fund. While the Fund may execute transaction(s) with Barclays in or relating to the Index, Fund investors acquire interests solely in the Fund and investors neither acquire any interest in the Index nor enter into any relationship of any kind whatsoever with Barclays upon making an investment in the Fund. The Fund is not sponsored, endorsed, sold or promoted by Barclays and Barclays makes no representation regarding the advisability of the Fund or use of the Index or any data included therein. Barclays shall not be liable in any way to the Fund, investors or to other third parties in respect of the use or accuracy of the Index or any data included therein.

The Shiller Barclays CAPE® Europe Index Family (the "Index Family") has been developed in part by RSBB-I, LLC, the research principal of which is Robert J. Shiller. RSBB-I, LLC is not an investment adviser and does not guarantee the accuracy and completeness of the Index Family or any data or methodology either included therein or upon which it is based. RSBB-I, LLC shall have no liability for any errors, omissions or interruptions therein and makes no warranties expressed or implied, as to the performance or results experienced by any party from the use of any information included therein or upon which it is based, and expressly disclaims all warranties of the merchantability or fitness for a particular purpose with respect thereto, and shall not be liable for any claims or losses of any nature in connection with the use of such information, including but not limited to, lost profits or punitive or consequential damages even, if RSBB-I, LLC is advised of the possibility of same. Shiller Barclays CAPE® Europe Net TR Index incorporates the principles of long-term investing distilled by Dr. Robert Shiller and expressed through the CAPE® (Cyclically Adjusted Price Earnings) ratio (the "CAPE® Ratio"). The classic CAPE® Ratio assesses equity market valuations and averages ten years of reported earnings to account for earnings and market cycles.

## Definition of Terms

**Agency** - Mortgage securities whose principal and interest are effectively guaranteed by the U.S. Government agency including Fannie Mae (FNMA) or Freddie-Mac (FHLMC).

**Below Investment Grade** - Refers to a security rated below investment grade. These securities are seen as having higher default risk or other adverse credit events, but typically pay higher yields than better quality bonds in order to make them attractive. They are less likely to pay back 100 cents on the dollar.

**Credit Distribution** - Determined from the highest available credit rating from any Nationally Recognized Statistical Rating Agency ("NRSRO", generally S&P, Moody's and Fitch). DoubleLine chooses to display credit ratings using S&P's rating convention, although the rating itself might be sourced from another NRSRO. In limited situations when the rating agency has not issued a formal rating, the rating agency will classify the security as unrated.

**Duration** - A commonly used measure of the potential volatility of the price of a debt securities, prior to maturity. Securities with a longer duration generally have more volatile prices than securities of comparable quality with a shorter duration.

**Fixed Income Sector Allocation** - The figures shown for the fixed income sector allocation represent the relative net assets invested in the displayed categories of fixed income and cash only. The figures shown for the CAPE® Europe sector allocations reflect the four sectors selected by the CAPE® Europe index for the time period and their allocations as of month-end.

**Investment Grade** - Refers to a bond considered investment grade if its credit rating is BBB- or higher by Standard & Poor's or Baa3 or higher by Moody's. Ratings are based on a corporate bond model. The higher the rating the more likely the bond will pay back par/100 cents on the dollar.

**RMBS** - Residential Mortgage-Backed Securities

**Standard Deviation** - A measure of the dispersion of a set of data from its mean. The more spread apart the data, the higher the deviation. Calculated by the square-root of the variance.

**Weighted Average Life** - The average number of years for which each dollar of unpaid principal on a loan or mortgage remains outstanding.

## Fund Information

|  |   |  |   |   |
|--|---|--|---|---|
| <b>Class I (Institutional)</b><br><b>Ticker: DBCM</b><br>Minimum: \$100,000<br>Min IRA: \$5,000<br>Inception 5-18-2015<br>Gross Expense Ratio: 1.11% | <b>Class N (Retail)</b><br><b>Ticker: DLCLMX</b><br>Minimum: \$2,000<br>Min IRA: \$500<br>Inception 5-18-2015<br>Gross Expense Ratio: 1.36% | <b>Portfolio Managers:</b><br><b>Jeffrey Sherman, CFA</b><br>Deputy Chief Investment Officer<br><b>Samuel Lau</b><br><b>Jeffrey Mayberry</b> | <b>Benchmark:</b><br>Bloomberg Commodity TR Index | <b>Overall Morningstar Rating:</b><br><br>I Share rating based on risk-adjusted returns among 100 Commodities Broad Basket Funds as of 12-31-2020. |
|--|---|--|---|---|

## Fund Attribution

In the fourth quarter of 2020, the DoubleLine Strategic Commodity Fund outperformed the benchmark Bloomberg Commodity Total Return Index return of 10.19%. The Morgan Stanley Backwardation Focused Multi-Commodity Index (MS BFMCI) (beta exposure) increased 17.34%, and the Fund was 100% allocated to the beta during the quarter. The Fund's outperformance relative to the Bloomberg index was driven by the outperformance of the MS BFMCI. The Fund's use of derivative instruments to gain exposure to commodities facilitated investment of the Fund's remaining assets in U.S. Treasuries, which added incremental return.

## Fund Performance

| Month-End Returns        | Annualized |        |         |        |        |                 | 3-Yr Std Deviation |
|--------------------------|------------|--------|---------|--------|--------|-----------------|--------------------|
|                          | Dec        | YTD    | 1-Year  | 3-Year | 5-Year | Since Inception |                    |
| <b>December 31, 2020</b> |            |        |         |        |        |                 |                    |
| I-Share                  | 6.26%      | -6.07% | -6.07%  | -4.19% | 1.75%  | -1.15%          | 16.36%             |
| N-Share                  | 6.19%      | -6.33% | -6.33%  | -4.44% | 1.45%  | -1.42%          | 16.30%             |
| Benchmark                | 4.97%      | -3.12% | -3.12%  | -2.53% | 1.03%  | -4.17%          | 14.13%             |
| Quarter-End Returns      | Annualized |        |         |        |        |                 |                    |
|                          | 4Q20       | YTD    | 1-Year  | 3-Year | 5-Year | Since Inception |                    |
| <b>December 31, 2020</b> |            |        |         |        |        |                 |                    |
| I-Share                  | 17.82%     | -6.07% | -6.07%  | -4.19% | 1.75%  | -1.15%          |                    |
| N-Share                  | 17.53%     | -6.33% | -6.33%  | -4.44% | 1.45%  | -1.42%          |                    |
| Benchmark                | 10.19%     | -3.12% | -3.12%  | -2.53% | 1.03%  | -4.17%          |                    |
| Calendar Year            | 2020       | 2019   | 2018    | 2017   | 2016   |                 |                    |
| I-Share                  | -6.07%     | 4.79%  | -10.65% | 9.13%  | 13.59% |                 |                    |
| N-Share                  | -6.33%     | 4.51%  | -10.86% | 8.88%  | 13.09% |                 |                    |
| Benchmark                | -3.12%     | 7.69%  | -11.25% | 1.70%  | 11.77% |                 |                    |

Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance current to the most recent month-end may be obtained by calling (213) 633-8200 or by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com).

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The performance information shown assumes the reinvestment of all dividends and distributions.

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## Portfolio Managers



**Jeffrey Sherman, CFA**  
Deputy Chief Investment Officer



**Samuel Lau**  
Portfolio Manager



**Jeffrey Mayberry**  
Portfolio Manager

### About DoubleLine

Founded in 2009, DoubleLine's portfolio managers have worked together for an average of 15 years and have over 22 years average industry experience.

## Statistics as of December 31, 2020

### Portfolio Sector Allocation (Notional Value in %)<sup>1</sup>

|                                    |               |
|------------------------------------|---------------|
| Morgan Stanley BFMCI <sup>SM</sup> | 100.00        |
| Tactical Commodity Exposure        | 0.00          |
| <b>Total</b>                       | <b>100.00</b> |

### Morgan Stanley BFMCI<sup>SM</sup> (%)

|               |              |
|---------------|--------------|
| <b>Energy</b> |              |
| Crude Oil     | 7.50         |
| Brent Oil     | 7.35         |
| Heating Oil   | 1.96         |
| Gasoil        | 2.94         |
| RBOB Gasoline | 3.63         |
| <b>Total</b>  | <b>23.37</b> |

### Grains

|              |              |
|--------------|--------------|
| Soybeans     | 25.08        |
| <b>Total</b> | <b>25.08</b> |

### Livestock

|              |             |
|--------------|-------------|
| Live Cattle  | 4.10        |
| <b>Total</b> | <b>4.10</b> |

### Metals

|              |              |
|--------------|--------------|
| Copper       | 24.35        |
| Nickel       | 15.06        |
| <b>Total</b> | <b>39.41</b> |

### Softs

|              |             |
|--------------|-------------|
| Cotton       | 3.71        |
| Sugar        | 4.32        |
| <b>Total</b> | <b>8.03</b> |

### Tactical Commodity Exposure<sup>1</sup> (%)

#### Long Commodity Allocation

|              |              |
|--------------|--------------|
| Natural Gas  | 9.45         |
| Aluminum     | 10.01        |
| Copper       | 10.56        |
| Soybean      | 11.74        |
| Sugar        | 11.08        |
| <b>Total</b> | <b>52.84</b> |

#### Short Commodity Allocation

|                 |              |
|-----------------|--------------|
| Gasoil          | 9.70         |
| Gasoline (RBOB) | 9.24         |
| Corn            | 8.99         |
| Coffee          | 9.59         |
| Cotton          | 9.64         |
| <b>Total</b>    | <b>47.16</b> |

### Collateral Characteristics (Market Value)<sup>1</sup> (%)

|                       |               |
|-----------------------|---------------|
| Total Net Assets      | \$138,850,560 |
| Duration              | 0.41          |
| Weighted Average Life | 0.41          |

#### Sector Allocation (%)

|                 |       |
|-----------------|-------|
| Cash            | 9.29  |
| U.S. Government | 90.71 |

#### SEC 30-Day Yield (%)

|       |       |         |       |
|-------|-------|---------|-------|
| Gross | -0.99 | N-share | -1.24 |
| Net   | -0.74 | N-share | -0.99 |

<sup>1</sup> Portfolio Sector Allocation - The figures shown for the collateral characteristics represent the relative net assets invested in the displayed categories of fixed income and cash only. The figures shown for the tactical commodity exposures reflect the sectors within each allocation for the time period and their allocations as of month end.

Sector allocations are subject to change at any time and should not be considered a recommendation to buy or sell any security.

Portfolio holdings generally are made available 30 days after month-end by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). The source for the information in this report is DoubleLine Capital, which maintains its data on a trade date basis.

**Past performance does not guarantee future results. Mutual fund investing involves risk; Principal loss is possible.**

## Risk Disclosure

Investments in debt securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term debt securities. The Fund invests in foreign securities which involve greater volatility and political, economic and currency risks and differences in accounting methods. These risks are greater for investments in emerging markets. The Fund may use leverage which may cause the effect of an increase or decrease in the value of the portfolio securities to be magnified and the Fund to be more volatile than if leverage was not used. Derivatives involve special risks including correlation, counterparty, liquidity, operational, accounting and tax risks. These risks, in certain cases, may be greater than the risks presented by more traditional investments. Investing in ETFs and ETNs involve additional risks such as the market price of the shares may trade at a discount to its net asset value ("NAV"), an active secondary trading market may not develop or be maintained, or trading may be halted by the exchange in which they trade, which may impact a Funds ability to sell its shares. The fund may make short sales of securities, which involves the risk that losses may exceed the original amount invested. Investments in commodities or commodity-related instruments may subject the Fund to greater risks and volatility as commodity prices may be influenced by a variety of factors including unfavorable weather, environmental factors, and changes in government regulations. Any index used by the Fund may not be widely used and information regarding its components and/or its methodology may not generally be known to industry participants, it may be more difficult for the Fund to find willing counterparties to engage in total or excess return swaps or other derivative instruments based on the return of the index. The Fund is non-diversified meaning it may concentrate its assets in fewer individual holdings than a diversified fund. Therefore, the Fund is more exposed to individual stock volatility than a diversified fund.

## Index Disclosure

**Bloomberg Commodity Index (BCOM)** is calculated on an excess return basis that reflects commodity futures price movements. The index rebalances annually weighted 2/3 by trading volume and 1/3 by world production and weight-caps are applied at the commodity, sector and group level for diversification. Roll period typically occurs from 6th-10th business day based on the roll schedule. It is not possible to invest in an index.

## Morningstar Disclosure

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The Morningstar Rating™ for funds, or "star rating", is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating™ for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating™ metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods. As of 12/31/2020, the DoubleLine Strategic Commodity Fund I-Share received 2 stars for the 3-year period and 3 stars for the 5-year period out of 100 and 89 Commodities Broad Basket Funds in the category, respectively. Ratings may differ per share class.

## Definition of Terms

**Backwardation** – Refers to a potential market structure where a longer dated futures contract has a lower value than the spot price for the contract's reference commodity. The longer dated futures contract of a backwardated commodity has the potential to appreciate to the value of the spot price of the reference commodity as the contract approaches expiration.

**Duration** – A commonly used measure of the potential volatility of the price of a debt securities, prior to maturity. Securities with a longer duration generally have more volatile prices than securities of comparable quality with a shorter duration. One cannot invest directly in an index.

**Standard Deviation** – A measure of the dispersion of a set of data from its mean. The more spread apart the data, the higher the deviation. Calculated by the square-root of the variance.

**WTI** – West Texas Intermediate crude oil is the underlying commodity of the New York Mercantile Exchange's oil futures contract. Light, sweet crude oil is commonly referred to as "oil" in the Western world. WTI is considered a "sweet" crude because it is about 0.24% sulfur, which is a lower concentration than North Sea Brent crude. WTI is high quality oil that is easily refined.

## Fund Information

|   |   |   |  |  |
|---|---|---|--|--|
| <b>Class I (Institutional)</b><br><b>Ticker: DBLTX</b><br><br>Minimum: \$100,000<br>IRA: \$5,000<br>Inception: 4-6-2010<br>Gross Expense Ratio: 0.49% | <b>Class N (Retail)</b><br><b>Ticker: DLTNX</b><br><br>Minimum: \$2,000<br>Minimum IRA: \$500<br>Inception 4-6-2010<br>Gross Expense Ratio: 0.73% | <b>Portfolio Managers:</b><br><b>Jeffrey Gundlach</b><br>CEO & CIO<br><b>Andrew Hsu, CFA</b><br>Portfolio Manager<br><b>Ken Shinoda, CFA</b><br>Portfolio Manager | <b>Benchmark:</b><br>Bloomberg Barclays US<br>Aggregate Bond Index | <b>Overall Morningstar Rating:</b><br><br>I Share rating based on risk-adjusted returns among 543 Intermediate Core Plus Bond Funds as of 12-31-2020. |
|---|---|---|--|--|

## Fund Attribution

In the fourth quarter of 2020, the DoubleLine Total Return Bond Fund underperformed the benchmark Bloomberg Barclays US Aggregate Bond Index return of 0.67%. The underperformance was primarily due to asset allocation as the investment grade corporate bonds in the index outperformed the securitized credit holdings in the Fund. Nevertheless, nearly every sector in the Fund generated positive total returns for the quarter. The top-performing sectors were commercial mortgage-backed securities and asset-backed securities, which were both put under substantial pressure by the pandemic and thus experienced price spikes on the back of positive vaccine news. Collateralized loan obligations and non-Agency residential mortgage-backed securities also contributed to performance as credit trends for these products remained stable. However, their strong spikes during the summer meant they had relatively less room to improve in the fourth quarter. The only sector that detracted from performance was Agency mortgage-backed securities, which was adversely impacted by the U.S. Treasury yield curve steepening and a generally elevated investor focus on credit risk assets over government-backed assets.

## Fund Performance

| Month-End Returns | Annualized |       |        |        |        |         |                 | 3-Yr Std Deviation |
|-------------------|------------|-------|--------|--------|--------|---------|-----------------|--------------------|
|                   | Dec        | YTD   | 1-Year | 3-Year | 5-Year | 10-Year | Since Inception |                    |
| December 31, 2020 |            |       |        |        |        |         |                 |                    |
| I-share           | 0.27%      | 4.12% | 4.12%  | 3.88%  | 3.52%  | 4.50%   | 5.68%           | 3.49%              |
| N-share           | 0.25%      | 3.86% | 3.86%  | 3.65%  | 3.26%  | 4.24%   | 5.42%           | 3.42%              |
| Benchmark         | 0.14%      | 7.51% | 7.51%  | 5.34%  | 4.44%  | 3.84%   | 4.07%           | 3.40%              |

| Quarter-End Returns | Annualized |       |        |        |        |         | Since Inception |
|---------------------|------------|-------|--------|--------|--------|---------|-----------------|
|                     | 4Q20       | YTD   | 1-Year | 3-Year | 5-Year | 10-Year |                 |
| December 31, 2020   |            |       |        |        |        |         |                 |
| I-share             | 0.43%      | 4.12% | 4.12%  | 3.88%  | 3.52%  | 4.50%   | 5.68%           |
| N-share             | 0.36%      | 3.86% | 3.86%  | 3.65%  | 3.26%  | 4.24%   | 5.42%           |
| Benchmark           | 0.67%      | 7.51% | 7.51%  | 5.34%  | 4.44%  | 3.84%   | 4.07%           |

| Calendar Year Returns | 2020    | 2019  | 2018  | 2017  | 2016  |
|-----------------------|---------|-------|-------|-------|-------|
|                       | I-share | 4.12% | 5.81% | 1.75% | 3.79% |
| N-share               | 3.86%   | 5.65% | 1.49% | 3.44% | 1.91% |
| Benchmark             | 7.51%   | 8.72% | 0.01% | 3.54% | 2.65% |

Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance current to the most recent month-end may be obtained by calling (213) 633-8200 or by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com).

The Fund's investment objectives, risks, charges and expenses must be considered carefully before investing. The statutory and summary prospectus contain this and other important information about the investment company, and may be obtained by calling (877) 354-6311 / (877) DLIN11, or visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). Read them carefully before investing.

The performance information shown assumes the reinvestment of all dividends and distributions.

While the Fund is no-load, management fees and other expenses still apply. Please refer to the prospectus for further details.

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## Portfolio Managers



**Jeffrey Gundlach**  
CEO & CIO



**Andrew Hsu, CFA**  
Portfolio Manager



**Ken Shinoda, CFA**  
Portfolio Manager

## About DoubleLine

Founded in 2009, DoubleLine's portfolio managers have worked together for an average of 15 years and have over 22 years average industry experience.

## Statistics as of December 31, 2020

### Portfolio Characteristics

|                     |                  |
|---------------------|------------------|
| # of Issues         | 2,653            |
| Ending Market Value | \$51,242,886,355 |
| Market Price        | \$101.94         |
| Duration            | 3.33             |
| Weighted Avg Life   | 5.13             |

### Sector Breakdown (%)

|                 |               |
|-----------------|---------------|
| Agency RMBS     | 46.14         |
| Non-Agency RMBS | 27.38         |
| Non-Agency CMBS | 8.78          |
| Agency CMBS     | 5.56          |
| ABS             | 4.36          |
| Treasury        | 3.89          |
| CLO             | 2.99          |
| Cash            | 0.87          |
| <b>Total</b>    | <b>100.00</b> |

### Non-Agency Residential MBS Breakdown<sup>1</sup> (%)

|              |               |
|--------------|---------------|
| Subprime     | 48.11         |
| Alt-A        | 33.74         |
| Prime        | 12.22         |
| N/A          | 5.93          |
| <b>Total</b> | <b>100.00</b> |

### Duration Breakdown (%)

|               |               |
|---------------|---------------|
| Less than 0   | 7.73          |
| 0 to 3 years  | 54.97         |
| 3 to 5 years  | 18.99         |
| 5 to 10 years | 12.19         |
| 10+ years     | 5.25          |
| Cash          | 0.87          |
| <b>Total</b>  | <b>100.00</b> |

### Weighted Average Life Breakdown (%)

|               |               |
|---------------|---------------|
| 0 to 3 years  | 36.62         |
| 3 to 5 years  | 30.84         |
| 5 to 10 years | 25.06         |
| 10+ years     | 6.60          |
| Cash          | 0.87          |
| <b>Total</b>  | <b>100.00</b> |

### SEC 30-Day Yield (%)

|                  |                |                |
|------------------|----------------|----------------|
|                  | <b>I-Share</b> | <b>N-Share</b> |
| Gross            | 3.08           | 2.83           |
| Net <sup>2</sup> | 3.08           | 2.83           |

### Current Quality Credit Distribution (%)

|                        |               |
|------------------------|---------------|
| Government             | 4.43          |
| Agency                 | 51.17         |
| Investment Grade       | 16.92         |
| Below Investment Grade | 9.24          |
| Unrated Securities     | 17.37         |
| Cash                   | 0.87          |
| <b>Total</b>           | <b>100.00</b> |

### Top Ten Holdings (%)

|                   |              |
|-------------------|--------------|
| FNCL 2 1/21       | 1.62         |
| FNCL 2.5 2/21     | 1.54         |
| FR SD8104         | 1.15         |
| T 1 5/8 11/15/50  | 1.14         |
| FNCL 1.5 1/21     | 0.99         |
| FN MA4181         | 0.92         |
| FN MA4209         | 0.78         |
| T 1 3/8 08/15/50  | 0.73         |
| T 1 1/8 08/15/40  | 0.72         |
| CMLTI 2020-RP1 A1 | 0.71         |
| <b>Total</b>      | <b>10.94</b> |

1 There are no industry standard definitions for non-Agency Mortgage securities. These definitions are DoubleLine's based on Vichara and Loan Performance data. Prime is defined as FICO > 725 and LTV < 75 ; Alt-A defined as FICO 675-725; or FICO > 725 and LTV >= 75 ; Subprime defined as FICO < 675. N/A - Not available in Vichara or Loan Performance.

2 If a Fund invested in an affiliate Fund sponsored by the Adviser during the period covered by this report the Adviser agreed to not charge a management fee to the Fund in an amount equal to the investment advisory fees paid by the affiliated Fund in respect of the Fund's investment in the affiliated fund to avoid duplicate charge of the investment advisory fees to the investors.

Sector allocations and Fund holdings are subject to change at any time and should not be considered a recommendation to buy or sell any security. Portfolio holdings generally are made available 30 days after month-end by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). The source for the information in this report is DoubleLine Capital, which maintains its data on a trade date basis.

**Past performance does not guarantee future results. Mutual fund investing involves risk; Principal loss is possible.**

## Risk Disclosure

Investments in debt securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term debt securities. Investments in lower-rated and non-rated securities present a greater risk of loss to principal and interest than higher-rated securities. Investments in ABS and MBS include additional risks that investors should be aware of such as credit risk, prepayment risk, possible illiquidity and default, as well as increased susceptibility to adverse economic developments. The Fund may use leverage which may cause the effect of an increase or decrease in the value of the portfolio securities to be magnified and the Fund to be more volatile than if leverage was not used. Derivatives involve special risks including correlation, counterparty, liquidity, operational, accounting and tax risks. These risks, in certain cases, may be greater than the risks presented by more traditional investments.

## Index Disclosure

Bloomberg Barclays U.S. Aggregate Index represents securities that are SEC-registered, taxable, and dollar denominated. The index covers the US investment grade fixed rate bond market, with index components for government and corporate securities, mortgage pass-through securities, and asset-backed securities. These major sectors are subdivided into more specific indices that are calculated and reported on a regular basis. It is not possible to invest in an index.

## Morningstar Disclosure

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The Morningstar Rating™ for funds, or "star rating", is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating™ for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating™ metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods. As of 12/31/2020, the DoubleLine Total Return Bond Fund I-Share received 2 stars for the 3-year period, 1 star for the 5-year period and 4 stars for the 10-year period out of 543, 464 and 343 Intermediate Core-Plus Bond Funds in the category, respectively. Ratings may differ per share class.

## Definition of Terms

**Agency** - Mortgage securities whose principal and interest are effectively guaranteed by the U.S. Government agency including Fannie Mae (FNMA) or Freddie-Mac (FHLMC).

**Below Investment Grade** - Refers to a security that is rated below investment grade. These securities are seen as having higher default risk or other adverse credit events, but typically pay higher yields than better quality bonds in order to make them attractive. They are less likely to pay back 100 cents on the dollar.

**Bond Ratings** - Grades given to bonds that indicate their credit quality as determined by a private independent rating service such as Standard and Poor's. The firm evaluates a bond issuer's financial strength, or its ability to pay a bond's principal and interest in a timely fashion. Ratings are expressed as letters ranging from 'AAA', which is the highest grade, to 'D', which is the lowest grade. In limited situations when the rating agency has not issued a formal rating, the rating agency will classify the security as not-rated.

**CMO** - Collateralized Mortgage Obligations

**Credit Distribution** - Determined from the highest available credit rating from any Nationally Recognized Statistical Rating Agency ("NRSRO", generally S&P, Moody's and Fitch). DoubleLine chooses to display credit ratings using S&P's rating convention, although the rating itself might be sourced from another NRSRO.

**Duration** - A commonly used measure of the potential volatility of the price of a debt securities, prior to maturity. Securities with a longer duration generally have more volatile prices than securities of comparable quality with a shorter duration.

**Investment Grade** - Refers to a bond considered investment grade if its credit rating is BBB- or higher by Standard & Poor's or Baa3 or higher by Moody's. Ratings are based on a corporate bond model. The higher the rating the more likely the bond will pay back par/100 cents on the dollar.

**Market Price** - The weighted average of the prices of the Fund's portfolio holdings. While a component of the fund's Net Asset Value, it should not be confused with the Fund's NAV.

**MBS** - Mortgage-Backed Securities

**Standard Deviation** - A measure of the dispersion of a set of data from its mean. The more spread apart the data, the higher the deviation. Calculated by the square-root of the variance.

**TIPS** - Treasury Inflation-Protected Securities

**Weighted Average Life (WAL)** - The average number of years for which each dollar of unpaid principal on a loan or mortgage remains outstanding.

## Fund Information

|  |   |  |   |
|--|---|--|---|
| <b>Class I (Institutional)</b><br><b>Ticker: DBULX</b><br>Minimum: \$100,000<br>Min IRA: \$5,000<br>Inception: 6-30-2016<br>Gross Expense Ratio: 0.23% | <b>Class N (Retail)</b><br><b>Ticker: DLUSX</b><br>Minimum: \$2,000<br>Min IRA: \$500<br>Inception: 6-30-2016<br>Gross Expense Ratio: 0.48% | <b>Portfolio Manager:</b><br><b>Monica Erickson, CFA</b><br>Portfolio Manager,<br>Global Developed Credit<br><b>Jeffrey Lee</b><br>Portfolio Manager,<br>Global Developed Credit | <b>Benchmark:</b><br>ICE BofA 3-Month Treasury-Bill Index |
|--|---|--|---|

## Fund Attribution

In the fourth quarter of 2020, the DoubleLine Ultra Short Bond Fund outperformed the benchmark ICE Bank of America 3-Month U.S. Treasury Bill Index return of 0.03%. The three-month U.S. Treasury yield decreased 0.03% to end the period at 0.07%, while the three-month LIBOR increased 0.01% to 0.24%. The Fund's holdings of corporate credit outperformed three-month Treasuries, with corporate spreads tightening as measured by the Bloomberg Barclays US Credit 1-3 Year Index. The Fund was overweight commercial paper and floating rate notes, which continued to benefit from the credit rebound after the COVID-19 sell-off in March.

## Fund Performance

| Month-End Returns | Annualized |       |        |        |                 |                    |
|-------------------|------------|-------|--------|--------|-----------------|--------------------|
|                   | Dec        | YTD   | 1-Year | 3-Year | Since Inception | 3-Yr Std Deviation |
| December 31, 2020 |            |       |        |        |                 |                    |
| I-share           | 0.02%      | 0.86% | 0.86%  | 1.82%  | 1.50%           | 1.66%              |
| N-share           | 0.00%      | 0.60% | 0.60%  | 1.61%  | 1.28%           | 1.59%              |
| Benchmark         | 0.01%      | 0.67% | 0.67%  | 1.61%  | 1.30%           | 0.28%              |

| Quarter-End Returns | Annualized |       |        |        |                 |
|---------------------|------------|-------|--------|--------|-----------------|
|                     | 4Q20       | YTD   | 1-Year | 3-Year | Since Inception |
| December 31, 2020   |            |       |        |        |                 |
| I-share             | 0.07%      | 0.86% | 0.86%  | 1.82%  | 1.50%           |
| N-share             | 0.11%      | 0.60% | 0.60%  | 1.61%  | 1.28%           |
| Benchmark           | 0.03%      | 0.67% | 0.67%  | 1.61%  | 1.30%           |

| Calendar Year Returns | 2020  | 2019  | 2018  | 2017  |
|-----------------------|-------|-------|-------|-------|
| I-share               | 0.86% | 2.90% | 1.71% | 1.24% |
| N-share               | 0.60% | 2.74% | 1.49% | 0.95% |
| Benchmark             | 0.67% | 2.28% | 1.87% | 0.86% |

Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance current to the most recent month-end may be obtained by calling (213) 633-8200 or by visiting [www.doublelinefunds.com](http://www.doublelinefunds.com).

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The performance information shown assumes the reinvestment of all dividends and distributions.

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## Portfolio Managers



**Monica Erickson, CFA**  
Portfolio Manager,  
Global Developed Credit



**Jeffrey Lee**  
Portfolio Manager,  
Global Developed Credit

### About DoubleLine

Founded in 2009, DoubleLine's portfolio managers have worked together for an average of 15 years and have over 22 years average industry experience.

## Statistics as of December 31, 2020

### Portfolio Characteristics

|                     |               |
|---------------------|---------------|
| # of Issues         | 123           |
| Ending Market Value | \$232,325,119 |
| Market Price        | \$100.44      |
| Duration            | 0.15          |
| Weighted Avg Life   | 0.91          |

### Sector Breakdown (%)

|                  |               |
|------------------|---------------|
| Government       | 0.00          |
| Corporate Credit | 68.17         |
| Commercial Paper | 31.55         |
| Cash             | 0.27          |
| <b>Total</b>     | <b>100.00</b> |

### SEC 30-Day Yield

|       | I-Share | N-Share |
|-------|---------|---------|
| Gross | 0.09    | -0.16   |
| Net   | 0.09    | -0.16   |

### Weighted Average Effective Maturity (%)

|              |               |
|--------------|---------------|
| 1 Day        | 0.00          |
| 2-7 Days     | 1.29          |
| 8-30 Days    | 10.47         |
| 31-60 Days   | 12.45         |
| 61-90 Days   | 7.16          |
| 91-180 Days  | 15.33         |
| 181+ Days    | 53.02         |
| Cash         | 0.27          |
| <b>Total</b> | <b>100.00</b> |

### Top Ten Holdings (%)

|                      |              |
|----------------------|--------------|
| FNMA Float 01/29/21  | 2.15         |
| SANUK Float 11/15/21 | 1.73         |
| FHLB Float 01/28/21  | 1.72         |
| JPM Float 10/24/23   | 1.53         |
| GS Float 02/23/23    | 1.52         |
| BMO Float 03/10/23   | 1.52         |
| BAC Float 10/24/24   | 1.52         |
| BMV Float 05/16/22   | 1.51         |
| CS Float 02/04/22    | 1.51         |
| HENAME 0 03/05/21    | 1.51         |
| <b>Total</b>         | <b>16.23</b> |

### Current Quality Credit Distribution (%)

|              |               |
|--------------|---------------|
| AAA          | 11.86         |
| AA           | 8.09          |
| AA-          | 22.42         |
| A+           | 31.34         |
| A            | 17.15         |
| A-           | 7.57          |
| BBB-         | 1.29          |
| Cash         | 0.27          |
| <b>Total</b> | <b>100.00</b> |

Sector allocations and Fund holdings are subject to change at any time and should not be considered a recommendation to buy or sell any security.

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## Index Disclosure

**ICE BofA 3-Month U.S. Treasury Bill Index** is an unmanaged market index of U.S. Treasury securities maturing in 90 days that assumes reinvestment of all income. One cannot invest directly in an index.

## Definition of Terms

**Bond Ratings** - Grades given to bonds that indicate their credit quality as determined by a private independent rating service such as Standard and Poor's. The firm evaluates a bond issuer's financial strength, or its ability to pay a bond's principal and interest in a timely fashion. Ratings are expressed as letters ranging from 'AAA', which is the highest grade, to 'D', which is the lowest grade. In limited situations when the rating agency has not issued a formal rating, the rating agency will classify the security as not-rated.

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**Investment Grade** - Refers to a bond considered investment grade if its credit rating is BBB- or higher by Standard & Poor's or Baa3 or higher by Moody's. Ratings are based on a corporate bond model. The higher the rating the more likely the bond will pay back par/100 cents on the dollar.

**Market Price** - The weighted average of the prices of the Fund's portfolio holdings. While a component of the fund's Net Asset Value, it should not be confused with the Fund's NAV.

**Standard Deviation** - A measure of the dispersion of a set of data from its mean. The more spread apart the data, the higher the deviation. Calculated by the square-root of the variance.

**Weighted Average Life (WAL)** - The average number of years for which each dollar of unpaid principal on a loan or mortgage remains outstanding.

**AUD** – Australian dollar

**Basis Points (BPS)** – Basis points (or basis point (bp)) refer to a common unit of measure for interest rates and other percentages in finance. One basis point is equal to 1/100th of 1%, or 0.01% or 0.0001, and is used to denote the percentage change in a financial instrument. The relationship between percentage changes and basis points can be summarized as: 1% change = 100 basis points; 0.01% = 1 basis point.

**Bloomberg Barclays Emerging Markets (EM) USD Aggregate Sovereign Index** – This index tracks fixed- and floating-rate, U.S. dollar-denominated debt issued by EM governments. Country eligibility and classification as an emerging market is rules-based and reviewed annually using World Bank income group and International Monetary Fund country classifications.

**Bloomberg Barclays US Aggregate Bond Index** – This index, known as “the Agg,” represents securities that are SEC registered, taxable and dollar denominated. It covers the U.S. investment grade, fixed-rate bond market, with components for government and corporate securities, mortgage pass-through securities and asset-backed securities. These major sectors are subdivided into more specific indexes that are calculated and reported on a regular basis.

**Bloomberg Barclays US Asset-Backed Securities (ABS) Index** – This index is the ABS component of the Bloomberg Barclays US Aggregate Bond Index. The ABS index has three subsectors: credit and credit cards, autos and utility.

**Bloomberg Barclays US Corporate High Yield (HY) Index** – This index measures the U.S. dollar-denominated HY fixed-rate corporate bond market. Securities are classified as HY if the respective middle ratings of Moody’s, Fitch and S&P are Ba1, BB+ or BB+ or below. The Bloomberg Barclays US HY Long Index, including bonds with maturities of 10 years or greater, and the Bloomberg Barclays US HY Intermediate Index, including bonds with maturities of 1 to 9.999 years, are subindexes of the Bloomberg Barclays US Corporate HY Index.

**Bloomberg Barclays US Corporate Index** – This index measures the investment grade, fixed-rate taxable corporate bond market. It includes U.S. dollar-denominated securities publicly issued by U.S. and non-U.S. industrial, utility and financial issuers.

**Bloomberg Barclays US Credit Index** – This index is the U.S. credit component of the US Government/Credit Index. It consists of 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 US Credit Index is the same as the former US Corporate Index.

**Bloomberg Barclays US Credit 1-3 Year Index** – This index represents the one- to three-year component of the Bloomberg Barclays US Credit Index.

**Bloomberg Barclays US Long Government/Credit Index** – This index tracks the market for investment grade, U.S. dollar-denominated, fixed-rate Treasuries, and government-related and corporate securities.

**Bloomberg Barclays US Long Treasury Index** – This index includes all publicly issued U.S. Treasury securities that have a remaining maturity of 10 or more years, are rated investment grade, and have \$250 million or more of outstanding face value.

**Bloomberg Barclays US Mortgage-Backed Securities (MBS) Index** – This index measures the performance of investment grade, fixed-rate mortgage-backed pass-through securities of the government-sponsored enterprises (GSEs): Federal Home Loan Mortgage Corp. (Freddie Mac), Federal National Mortgage Association (Fannie Mae) and Government National Mortgage Association (Ginnie Mae).

**Bloomberg Barclays US Treasury Index** – This index measures U.S. dollar-denominated, fixed-rate nominal debt issued by the U.S. Treasury with a remaining maturity of one year or more. Treasury bills are excluded by the maturity constraint but are part of a separate Short Treasury Index.

**Bloomberg Barclays US Treasury Inflation-Protected Securities (TIPS) Index** – This index comprises all publicly issued U.S. Treasury inflation-protected securities (TIPS) denominated in U.S. dollars and traded intraday.

**Bloomberg Barclays US Treasury Total Return Unhedged Index** – This index measures the performance of the Bloomberg Barclays US Treasury Index on a total return unhedged basis.

**Bloomberg Commodity (BCOM) Index** – This index is calculated on an excess return basis and reflects the price movements of commodity futures. It rebalances annually, weighted two-thirds by trading volume and one-third by world production, and weight caps are applied at the commodity, sector and group levels for diversification. The roll period typically occurs from the sixth to 10th business day based on the roll schedule.

**Bloomberg Commodity Total Return Index** – This index tracks the Bloomberg Commodity (BCOM) Index on a total return basis.

**CMBX Index** – This index, or, more accurately, this series of indexes, is designed to reflect the creditworthiness of commercial mortgage-backed securities (CMBS).

**Colony Capital Fundamental U.S. Real Estate Index** – This rules-based index incorporates fundamental criteria originally developed by Colony Capital Inc. It is rebalanced and reconstituted quarterly by applying a systematic methodology to the universe of real estate investment trusts (REITs).

**Collateralized Loan Obligation (CLO)** – Single security backed by a pool of debt.

**Conference Board Consumer Confidence Index (CCI)** – This index (published the last Tuesday of every month) measures U.S. consumers’ optimism in the economy based on their saving and spending activity.

**Cotation Assistee en Continu (CAC) 40** – This stock market index tracks the 40 largest French stocks based on Euronext Paris market capitalization.

**Deutsche Aktien Index (DAX)** – This blue-chip stock market index comprises the 30 major German companies trading on the Frankfurt Stock Exchange.

**Dow Jones Industrial Average (DJIA)** – This index tracks 30 large publicly owned companies trading on the New York Stock Exchange and the Nasdaq.

**Dow Jones U.S. Select Real Estate Investment Trust (REIT) Total Return Index** – This index tracks the performance of publicly traded REITs and REIT-like securities. It is designed to serve as a proxy for direct real estate investment, in part by excluding companies whose performance might be driven by factors other than the value of real estate.

**EUR** – Euro

**EUR/USD** – The currency pair EUR/USD is the shortened term for the euro and U.S. dollar pair or cross for the currencies of the European Union and the United States. The currency pair indicates how many dollars (the quote currency) are needed to purchase 1 euro (the base currency).

**Euro Stoxx 50 Index** – This index of 50 eurozone stocks provides a blue-chip representation of supersector leaders in the eurozone.

**Fallen Angel** – A bond that was initially given an investment grade rating but has since been reduced to junk-bond status. The downgrade is caused by a deterioration in the financial condition of the issuer.

**Fannie Mae (FNMA)** – The Federal National Mortgage Association (Fannie Mae) is a government-sponsored enterprise (GSE) chartered by Congress in 1938 during the Depression to stimulate home ownership and provide liquidity to the mortgage market. Its purpose is to help moderate- to low-income borrowers obtain financing for a home.

**Federal Funds Rate** – Target interest rate, set by the Federal Reserve at its Federal Open Market Committee (FOMC) meetings, at which commercial banks borrow and lend their excess reserves to each other overnight. The Fed sets a target Federal Funds Rate eight times a year, based on prevailing economic conditions.

**FICO Score** – This credit score, created by the Fair Isaac Corp., is used by lenders along with other details on a borrower’s credit report to assess credit risk and determine whether to extend credit.

**Freddie Mac (FHLMC)** – The Federal Home Loan Mortgage Corp. (Freddie Mac) is a stockholder-owned, government-sponsored enterprise (GSE) chartered by Congress in 1970 to keep money flowing to mortgage lenders in support of homeownership and rental housing for middle-income Americans. Freddie Mac purchases, guarantees and securitizes mortgages to form mortgage-backed securities (MBS).

**FTSE Milano Indice di Borsa (FTSE MIB)** – This benchmark index for the Borsa Italian, the Italian stock exchange, comprises the 40-most traded stock classes on the exchange.

**FTSE 100 Index** – This index tracks the 100 companies with the highest market capitalization on the London Stock Exchange.

**FTSE World Government Bond Index (WGBI)** – This broad index measures the performance of fixed-rate, local-currency, investment grade sovereign bonds. It is a widely used benchmark that comprises sovereign debt from more than 20 countries that is denominated in a variety of currencies.

**G-10 (Group of Ten)** – The G10 comprises 11 industrialized nations that meet on an annual basis, or more frequently as needed, to consult each other, debate and cooperate on international financial matters. The member countries are: Belgium, Canada, France, Germany, Italy, Japan, the Netherlands, Sweden, Switzerland, the United Kingdom and the United States.

**GBP** – British pound

**Ginnie Mae (GNMA)** – The Government National Mortgage Association (Ginnie Mae) is a federal government corporation that guarantees the timely payment of principal and interest on mortgage-backed securities (MBS) issued by approved lenders. Ginnie Mae's guarantee allows mortgage lenders to obtain a better price for MBS in the capital markets.

**Hang Seng Index** – This free-float-capitalization-weighted index tracks a selection of companies on the Stock Exchange of Hong Kong. The index has four subindexes: finance, utilities, properties, finance, and commerce and industry.

**Ibovespa Index** – This gross-return index is weighted by trade volume and comprises the most-liquid stocks on Brazil's Sao Paulo Stock Exchange.

**ICE Bank of America (BofA) Eurodollar Index** – This index tracks the performance of U.S. dollar-denominated investment grade quasigovernment, corporate, securitized and collateralized debt publicly issued in the eurobond markets.

**ICE Bank of America (BofA) 1-3 Year Eurodollar Index** – This subindex of the ICE BofA Eurodollar Index includes all securities with a remaining term to final maturity of three years or less.

**ICE Bank of America (BofA) 1-3 Year U.S. Treasury Index** – An unmanaged index that tracks the performance of the direct sovereign debt of the U.S. government having a maturity of at least one year and less than three years.

**ICE Bank of America (BofA) 3-Month U.S. Treasury Bill Index** – This unmanaged index comprises a single U.S. Treasury issue with approximately three months to final maturity, purchased at the beginning of each month and held for one full month.

**ICE Bank of America (BofA) U.S. Fixed-Rate Asset-Backed Securities (ABS) Index** – This index tracks the performance of U.S. dollar-denominated, investment grade (IG) asset-backed securities publicly issued in the U.S. domestic market. Qualifying securities must have an IG rating (based on an average of Moody's, S&P and Fitch).

**ICE Bank of America (BofA) U.S. Fixed-Rate Miscellaneous Asset-Backed Securities (ABS) Index** – A subset of the ICE BofA U.S. Fixed-Rate ABS Index, including all ABS collateralized by anything other than auto loans, home equity loans, manufactured housing, credit card receivables and utility assets.

**IHS Markit CMBX Index** – This synthetic tradable index references a basket of 25 commercial mortgage-backed securities (CMBS).

**IHS Markit Eurozone Manufacturing Purchasing Managers' Index (PMI)** – This index measures the performance of the manufacturing sector derived from a survey of 3,000 manufacturing firms and includes national data for Germany, France, Italy, Spain, the Netherlands, Austria, the Republic of Ireland and Greece. The PMI is based on five individual indexes: new orders (30%), output (25%), employment (20%), suppliers' delivery times (15%) and stock of items purchased (10%), with the delivery times index inverted to move in a comparable direction. A reading above 50 indicates an expansion of the sector, a reading below 50 represents a contraction, and 50 indicates no change.

**IHS Markit Flash Eurozone Purchasing Managers' Index (PMI)** – This index is based on original survey data collected from a representative panel of around 5,000 companies based in the eurozone manufacturing and service sectors. National manufacturing data are included for Germany, France, Italy, Spain, the Netherlands, Austria, the Republic of Ireland and Greece. National services data are included for Germany, France, Italy, Spain and the Republic of Ireland. The flash estimate is typically based on approximately 85% to 90% of total PMI survey responses each month and is designed to provide an accurate advance indication of the final PMI data.

**Indice Bursatil Espanol (IBEX)** – This official index of the Spanish Continuous Market comprises the 35 most-liquid stocks traded on the market.

**J.P. Morgan Collateralized Loan Obligation Index (CLOIE)** – This index a market value-weighted index consisting of U.S. dollar-denominated collateralized loan obligations (CLOs).

**J.P. Morgan Collateralized Loan Obligation (CLO) Total Return Level Index** – This index is a total return subindex of the J.P. Morgan Collateralized Loan Obligation Index (CLOIE), which is a market value-weighted index consisting of U.S. dollar-denominated CLOs.

**J.P. Morgan Corporate Emerging Markets Bond Index (CEMBI)** – This index is a market capitalization-weighted index consisting of U.S. dollar-denominated emerging markets corporate bonds. CEMBI is a liquid global corporate benchmark representing Asia, Latin America, Europe and the Middle East/Africa.

**J.P. Morgan Corporate Emerging Markets Bond Index (CEMBI) Broad Diversified** – This index is a uniquely weighted version of the CEMBI, which is a market capitalization-weighted index consisting of U.S. dollar-denominated emerging markets corporate bonds. It limits the weights of index countries with larger debt stocks by only including specified portions of those countries' eligible current face amounts of debt outstanding.

**J.P. Morgan Corporate Emerging Markets Bond Index (CEMBI) Broad Diversified 1-3 Year** – This index tracks corporate bonds with a maturity of one to three years and includes smaller issues and a wider array of bonds than CEMBI, which is a market capitalization-weighted index consisting of U.S. dollar-denominated emerging markets (EM) corporate bonds. CEMBI is a liquid global corporate benchmark representing Asia, Latin America, Europe and the Middle East/Africa.

**J.P. Morgan Emerging Markets Bond Index (EMBI)** – This index tracks emerging markets (EM) bonds and comprises sovereign debt and EM corporate bonds.

**J.P. Morgan Emerging Markets Bond Index (EMBI) Global Diversified** – This index is a uniquely weighted version of the EMBI, which tracks emerging markets (EM) bonds and comprises sovereign debt and EM corporate bonds. It limits the weights of index countries with larger debt stocks by only including specified portions of those countries' eligible current face amounts of debt outstanding.

**JPY** – Japanese yen

**Korean Composite Stock Price Index (KOSPI)** – This index comprises all common stocks traded on the stock market division of the Korea Exchange. It is the representative stock market index in South Korea, like the S&P 500 Index in the U.S.

**Last Cash Flow (LCF)** – Last revenue stream paid to a bond over a given period.

**Leveraged Commentary & Data (LCD)** – A unit of S&P Global Market Intelligence, LCD provides in-depth coverage of the leveraged loan market through real-time news, analysis, commentary and proprietary loan data.

**Loan-to-Value Ratio (LTV)** – Assessment of lending risk that financial institutions and other lenders examine before approving a mortgage. Typically, loan assessments with high LTV ratios are considered higher-risk loans. Therefore, if the mortgage is approved, the loan has a higher interest rate.

**London Interbank-Offered Rate (LIBOR)** – Indicative average interest rate at which a selection of banks, known as the "panel banks," are prepared to lend one another unsecured funds on the London money market.

**LTM** – Last 12 months

**Major Markets** – Defined by Real Capital Analytics as Boston; Chicago; Washington, D.C.; Los Angeles, New York City; and San Francisco. All markets outside of the major markets are nonmajor markets.

**Morgan Stanley Capital International All Country World Index (MSCI ACWI)** – This market capitalization-weighted index is designed to provide a broad measure of stock performance throughout the world. It comprises stocks from 23 developed countries 24 and emerging markets.

**Morgan Stanley Capital International Emerging Markets Index (MSCI EMI)** – This index captures large- and midcap representation across 26 emerging markets (EM) countries. With 1,385 constituents, the index covers approximately 85% of the free-float-adjusted market capitalization in each country.

**Morgan Stanley Capital International (MSCI) Europe ex UK Index** – This index captures large- and mid-cap representation across 14 developed market countries in Europe. With 348 constituents, the index covers approximately 85% of the free float-adjusted market capitalization across European developed markets excluding the U.K.

**Morgan Stanley Capital International (MSCI) Europe Index** – This index is U.S. dollar denominated and represents the performance of large- and mid-cap equities across 15 developed countries in Europe. It covers approximately 85% of the free float-adjusted market capitalization in each country.

**Morgan Stanley Capital International (MSCI) Europe Net Total Return Index** – This index is a component of the MSCI Europe Index and measures performance on a net total return basis.

**Morgan Stanley Capital International (MSCI) India Index** – This index measures the performance of the large- and midcap segments of the Indian market. The index covers approximately 85% of the Indian equity universe.

**Morgan Stanley Capital International (MSCI) Russia Index** – This index measures the performance of the large- and midcap segments of the Russian market. The index covers approximately 85% of the free-float-adjusted market capitalization in Russia.

**Mortgage Bankers Association (MBA) Purchase Index** – This index, a component of the MBA's Weekly Application Survey, includes all mortgage applications for purchases of single-family homes. The index covers the entire market, including all products, and conventional and government loans.

**Mortgage Bankers Association (MBA) Refinance Index** – This index, a component of the MBA's Weekly Application Survey, tracks the number of mortgage refinance applications. The index is used to help predict mortgage activity and loan prepayments based on the number of mortgage refinance applications submitted.

**Nasdaq Composite Index** – This index ("the Nasdaq") comprises the more than 3,000 common stocks and similar securities (e.g., American depository receipts (ADRs), tracking stocks, limited-partnership interests) listed on the Nasdaq exchange. The index, which includes U.S. and non-U.S. companies, is highly followed in the U.S. as an indicator of the stock performance of technology companies and growth companies.

**National Association of Realtors Existing-Home Sales Report** – This report tracks sales and prices of existing single-family homes for the nation overall, and gives breakdowns for the West, Midwest, South and Northeast regions of the country. These figures include condos and co-ops in addition to single-family homes.

**Net Asset Value (NAV)** – Net value of an entity calculated as the total value of the entity's assets minus the total value of its liabilities. Most commonly used in the context of a mutual fund or an exchange-traded fund (ETF), the NAV represents the per share/unit price of the fund at a specific date or time.

**Nikkei 225 Index** – This price-weighted index ("the Nikkei") comprises Japan's top 225 blue-chip companies on the Tokyo Stock Exchange. The Nikkei is equivalent to the Dow Jones Industrial Average Index in the U.S.

**Overcollateralization (OC)** – Provision of collateral that is worth more than enough to cover potential losses in cases of default.

**Qualified Mortgage (QM)** – Mortgage that meets certain requirements for lender protection and secondary market trading under the Dodd-Frank Wall Street Reform and Consumer Protection Act.

**RCA Commercial Property Price Index (CPPI)** – This index describes various nonresidential property types for the U.S. (10 monthly series from 2000). It is a periodic same-property, round-trip investment, price-change index of the U.S. commercial investment property market. The dataset contains 20 monthly indicators.

**RCA U.S. All-Property Commercial Property Price Index (CPPI)** – This index is a component of the suite of price indexes that comprise the RCA CPPI.

**Rising Star** – Bonds that were considered speculation grade when issued but have since improved their financials, reducing the risk of default. These bonds are now closer to the security of an investment grade bond. So while rising stars are still junk bonds, there's a chance they will not always remain junk bonds.

**Russell 1000 Growth Index** – This index measures the performance of the large-cap value segment of the U.S. equity universe. It includes Russell 1000 Index companies with higher price-to-book ratios and higher forecasted growth values.

**Russell 1000 Index** – This index typically comprises approximately 92% of the total market capitalization of all listed stocks in the U.S. equity market and is considered a bellwether index for large-cap investing.

**Russell 1000 Value Index** – This index measures the performance of the large-cap value segment of the U.S. equity universe. It includes Russell 1000 Index companies with lower price-to-book ratios and lower expected growth values.

**Russell 2000 Index** – This market capitalization-weighted index comprises 2,000 small-cap U.S. companies and is considered a bellwether index for small-cap investing.

**S&P CoreLogic Case-Shiller National Home Price Index** – This index tracks the value of single-family housing within the United States and is a composite of single-family price indexes for the nine Census Bureau divisions.

**S&P CoreLogic Case-Shiller 20-City Composite Home Price NSA Index** – This index measures the value of residential real estate in 20 major U.S. metropolitan areas: Atlanta; Boston; Charlotte; Chicago; Cleveland; Dallas; Denver; Detroit; Las Vegas; Los Angeles; Miami; Minneapolis; New York City; Phoenix; Portland, Oregon; San Diego; San Francisco; Seattle; Tampa; and Washington, D.C.

**S&P 500 Index** – This unmanaged capitalization-weighted index of the stocks of the 500 largest publicly traded U.S. companies is designed to measure performance of the broad domestic economy through changes in the aggregate market value of the 500 stocks, which represent all major industries.

**S&P Global Market Intelligence** – Provider of multi-asset class and real-time data, research, news and analytics to institutional investors, investment and commercial banks, investment advisers, wealth managers, corporations and universities.

**S&P GSCI** – This index (formerly the Goldman Sachs Commodity Index) measures investment in the commodity markets and commodity market performance over time.

**S&P/LSTA Leveraged Loan Index** – This index tracks the market-weighted performance of institutional weighted loans based on market weightings, spreads and interest payments.

**S&P/LSTA Leveraged Loan Price Index** – This index tracks the prices of institutional weighted loans based on market weightings, spreads and interest payments.

**S&P/LSTA Leveraged Loan Total Return Index** – This market value-weighted index measures the performance of the U.S. leveraged loan market on a total return basis based upon market weightings, spreads and interest payments.

**Shanghai Stock Exchange Composite Index** – This capitalization-weighted index, developed in December 1990 with a base value of 100, tracks the daily performance of all A shares and B shares listed on the Shanghai Stock Exchange.

**Spread** – Difference between yields on differing debt instruments, calculated by deducting the yield of one instrument from another. The higher the yield spread, the greater the difference between the yields offered by each instrument. The spread can be measured between debt instruments of differing maturities, credit ratings or risk.

**Spread to Maturity (STM)** – Measure of return from a floating-rate note relative to that from its index or reference rate, such as the London interbank-offered rate (LIBOR), calculated by discounting future cash flows on a bond basis.

**TAIEX Index** – This index tracks companies traded on the Taiwan Stock Exchange. The index covers all listed stocks excluding preferred, full-delivery and newly listed stocks, which are listed for less than one calendar month.

**TTM** – Trailing 12 months

**U-3 Unemployment Rate** – Officially recognized rate of unemployment, compiled and released monthly by the U.S. Bureau of Labor Statistics, measuring the number of unemployed people as a percentage of the labor force.

**Upgrade-to-Downgrade Ratio** – A ratio between bond upgrades (when a rating agency raises a bond's rating) and bond downgrades (when a rating agency lowers a bond's rating).

**U.S. Dollar Index (DXY)** – A weighted geometric mean of the U.S. dollar’s value relative to a basket of six major foreign currencies: the euro, Japanese yen, British pound, Canadian dollar, Swedish krona and Swiss franc.

**U.S. National All-Property Price Index** – This transaction-based index, a component of the RCA Commercial Property Price Index (CPPI) suite, measures commercial real estate price movement in the United States using repeat-sales regression methodology.

**U.S. Treasuries (UST)** – Commonly used for references to the Treasury debt that the U.S. issues.

**USD/JPY** – The currency pair USD/JPY is the shortened term for the U.S. dollar and yen pair or cross for the currencies of the United States and Japan. The currency pair indicates how many Japanese yen (the quote currency) are needed to purchase one dollar (the base currency).

**Weighted Average Cost of Capital (WACC)** – Calculation of a firm’s cost of capital in which each category of capital is proportionately weighted. All sources of capital, including common and preferred stock, bonds and any other long-term debt, are included in a WACC calculation.

**Weighted Average Life (WAL)** – Average number of years for which each dollar of unpaid principal on a loan, mortgage or bond remains outstanding.

**Weighted Average Rating Factor (WARF)** – Used by credit rating companies to indicate the credit quality of a portfolio. This measure aggregates the credit ratings of a portfolio’s assets into a single rating.

**Yield Curve** – A line that plots yields (interest rates) of bonds having equal credit quality but differing maturity dates. The slope of the yield curve gives an idea of future interest rate changes and economic activity. There are three main types of yield curve shapes: normal (upward sloping curve), inverted (downward sloping curve) and flat.

**Indexes used for the chart shown on page one:**

1. S&P 500 Index
2. MSCI ACWI Index
3. Euro Stoxx 50 Index
4. Nikkei 225 Index
5. Emerging Markets Equities - MSCI EM Index
6. Bloomberg Barclays U.S. Aggregate Bond Index
7. U.S. Treasuries - Bloomberg Barclays US Treasury Index
8. U.S. Agency MBS - Bloomberg Barclays US MBS Index
9. U.S. Corporate IG - Bloomberg Barclays US Corporate Bond Index
10. U.S. Corporate HY - Bloomberg Barclays US Corporate High Yield Index
11. U.S. Bank Loans - S&P/LSTA Leveraged Loan Index
12. USD EMFI Sovereign - Bloomberg Barclays EM USD Aggregate Sovereign Index
13. U.S. Dollar Index
14. Bloomberg Commodity Index

**Fund-Related Disclosure**

Portfolio holdings are stated as a % of the Fund’s total assets as of December 31, 2020.

|                     | Total Return Bond | Core Fixed Income          | Emerging Markets Fixed Income | Multi-Asset Growth | Low Duration          | Floating Rate               | Shiller Enhanced CAPE | Flexible Income             | Emerging Markets Local Currency |
|---------------------|-------------------|----------------------------|-------------------------------|--------------------|-----------------------|-----------------------------|-----------------------|-----------------------------|---------------------------------|
| Ginnie Mae (GNMA)   | 0.69%             | 0.25%                      | 0.00%                         | 1.54%              | 0.14%                 | 0.00%                       | 0.14%                 | 1.98%                       | 0.00%                           |
| Fannie Mae (FNMA)   | 32.08%            | 13.38%                     | 0.00%                         | 19.06%             | 5.05%                 | 0.00%                       | 4.04%                 | 0.33%                       | 0.00%                           |
| Freddie Mac (FHLMC) | 18.93%            | 6.52%                      | 0.00%                         | 4.99%              | 3.73%                 | 0.00%                       | 2.32%                 | 0.10%                       | 0.00%                           |
|                     | Low Duration EMFI | Long Duration Total Return | Strategic Commodity           | Global Bond        | Infrastructure Income | Shiller Enhanced Int’l CAPE | Ultra Short           | Colony Real Estate & Income | Income                          |
| Ginnie Mae (GNMA)   | 0.00%             | 8.44%                      | 0.00%                         | 0.00%              | 0.00%                 | 0.00%                       | 0.00%                 | 0.00%                       | 1.13%                           |
| Fannie Mae (FNMA)   | 0.00%             | 38.40%                     | 0.00%                         | 0.00%              | 0.00%                 | 0.00%                       | 0.00%                 | 5.36%                       | 2.74%                           |
| Freddie Mac (FHLMC) | 0.00%             | 28.14%                     | 0.00%                         | 0.00%              | 0.00%                 | 6.32%                       | 0.00%                 | 1.65%                       | 2.95%                           |

**The Fund’s investment objectives, risks, charges and expenses must be considered carefully before investing. The statutory and summary prospectuses contains this and other important information about the investment company, and it may be obtained by calling (877) 354-6311/(877) DLINE11, or visiting [www.doublelinefunds.com](http://www.doublelinefunds.com). Read it carefully before investing.**

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