DoubleLine News

Why Flexible Income?

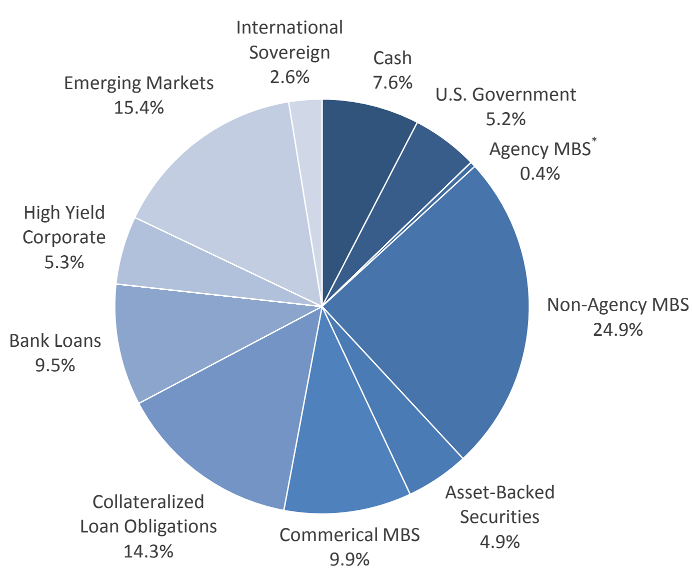
As of June 30, 2017

The DoubleLine Flexible Income Fund's investment strategy seeks long-term total return through current income and capital appreciation by actively allocating across fixed income sectors using duration management based on the portfolio manager's view of, among other things, future interest rates and market conditions. The Fixed Income Asset Allocation (FIAA) committee led by Jeffrey Gundlach, who has over 30 years of investment experience, will modify the Fund's duration within a wide range, including the discretion to construct a portfolio of investments for the Fund with a neutral or even negative duration at their monthly meetings. The goal is to provide better risk-adjusted returns over a variety of different market cycles.

The Fund uses a top down sector allocation approach by allowing the manager to over or underweight sectors based on DoubleLine's analysis of fixed income sector fundamentals and relative valuations. Once selected, specialized teams for each asset class incorporate a bottom-up security selection process based on their deep experience and research. The Fund is not constrained by management against any index and allows the Adviser broad flexibility to invest in a wide variety of fixed income instruments.

One of the concerns here at DoubleLine regarding "unconstrained" bond funds is the use by managers of a potentially expensive short on Treasuries, the cost of which will likely weigh on returns. The trade is used to try to achieve negative duration in an attempt to benefit from rising rates. It is often coupled with low-credit junk bonds of the same maturity as the shorted Treasuries. At DoubleLine we believe that trade has an unacceptably high commitment to credit risk that's essentially long credit risk and short safety. Paying for the cost to carry short Treasuries can weigh heavily on returns and is something that is overlooked at times by investors.

DoubleLine Flexible Income Fund Sector Breakdown
As of June 30, 2017



* MBS = Mortgage-Backed Securities

Since the fund's inception on April 7, 2014 through June 30, 2017, the DoubleLine Flexible Income Fund (DFLEX/DLINX) posted a 3.56% annualized gain for the I-share and 3.28% gain for the N-share. Year-to-date (YTD) performance ending June 30, 2017 was positive for the DoubleLine Flexible Income Fund (DFLEX/DLINX), with returns of 3.20% and 3.08% for the I-share and N-share, respectively.

DoubleLine Flexible Income Fund Standardized Performance

As of June 30, 2017

Fund Performance

Month-End Returns June 30, 2017	June	Year-to-Date	Annualized 1-Year	Annualized 3-Year	Annualized Since Inception (4-7-14 to 6-30-17)
I-share (DFLEX)	0.22%	3.20%	5.91%	3.25%	3.56%
N-share (DLINX)	0.20%	3.08%	5.55%	2.97%	3.28%
LIBOR USD 3 Month	0.10%	0.55%	0.97%	0.57%	0.55%

Quarter-End Returns June 30, 2017	2Q17	Year-to-Date	Annualized 1-Year	Annualized 3-Year	Annualized Since Inception (4-7-14 to 6-30-17)
I-share (DFLEX)	1.67%	3.20%	5.91%	3.25%	3.56%
N-share (DLINX)	1.50%	3.08%	5.55%	2.97%	3.28%
LIBOR USD 3 Month	0.29%	0.55%	0.97%	0.57%	0.55%

Expense Ratio	I-share	N-share
Gross	0.89%	1.14%
Net*	0.84%	1.09%

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 data current to the most recent month-end may be obtained by calling 213-633-8200 or by visiting www.doublelinefunds.com. Performance reflects a fee waiver in affect. In the absence of such waiver, returns would be reduced.

*The Advisor has contractually agreed to waive fees and reimburse expenses through September 31, 2017.

Disclaimers

Definitions

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

London Interbank Offering Rate (LIBOR) - 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.

One may not directly invest in an index.

Disclosures

The fund's investment objectives, risks, charges and expenses must be considered carefully before investing. The summary and statutory prospectus contains this and other important information about the investment company, and it may be obtained by calling 1(877)354-6311/1(877)DLINE11, or visiting www.doublelinefunds.com. Read it carefully before investing.

Mutual fund investing involves risk. Loss of principle 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 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. 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 include credit risk, prepayment risk, possible illiquidity and default, as well as increased susceptibility to adverse economic developments. Investments in foreign securities may involve political, economic and currency risks, greater volatility and differences in accounting methods. These risks are greater for investments in emerging markets. In order to achieve its investment objectives, the Fund may use certain types of exchange traded funds or 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 risks such as liquidity, interest rate, market, credit, management and the risk that a position could not be closed when more advantageous. Investing in derivatives could lose more than the amount invested. ETF investments involve additional risks such as the market price trading at a discount to its net asset value, 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 the fund's ability to sell its shares. 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 leveraged was not used. The Fund may make short sales of securities, which involves the risk that losses may exceed the original amount invested. 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.

DoubleLine Funds are distributed by Quasar Distributors, LLC.

Fund holdings and sector allocations are subject to change and are not a recommendation to buy or sell any security.

Opinions expressed herein are subject to change at any time, are not guaranteed and should not be considered investment advice.

Disclaimers

Important Information Regarding This Report

Issue selection processes and tools illustrated throughout this presentation are samples and may be modified periodically. Such charts are not the only tools used by the investment teams, are extremely sophisticated, may not always produce the intended results and are not intended for use by non-professionals.

DoubleLine has no obligation to provide revised assessments in the event of changed circumstances. While we have gathered this information from sources believed to be reliable, DoubleLine cannot guarantee the accuracy of the information provided. Securities discussed are not recommendations and are presented as examples of issue selection or portfolio management processes. They have been picked for comparison or illustration purposes only. No security presented within is either offered for sale or purchase. DoubleLine reserves the right to change its investment perspective and outlook without notice as market conditions dictate or as additional information becomes available. This material may include statements that constitute "forward-looking statements" under the U.S. securities laws. Forward-looking statements include, among other things, projections, estimates, and information about possible or future results related to a client's account, or market or regulatory developments.

Important Information Regarding Risk Factors

Investment strategies may not achieve the desired results due to implementation lag, other timing factors, portfolio management decision-making, economic or market conditions or other unanticipated factors. The views and forecasts expressed in this material are as of the date indicated, are subject to change without notice, may not come to pass and do not represent a recommendation or offer of any particular security, strategy, or investment. All investments involve risks. Please request a copy of DoubleLine's Form ADV Part 2A to review the material risks involved in DoubleLine's strategies. Past performance is no guarantee of future results.

Important Information Regarding DoubleLine

To receive a complimentary copy of DoubleLine Capital's current Form ADV (which contains important additional disclosure information, including risk disclosures), a copy of the DoubleLine's proxy voting policies and procedures, or to obtain additional information on DoubleLine's proxy voting decisions, please contact DoubleLine's Client Services.

Important Information Regarding DoubleLine's Investment Style

DoubleLine seeks to maximize investment results consistent with our interpretation of client guidelines and investment mandate. While DoubleLine seeks to maximize returns for our clients consistent with guidelines, DoubleLine cannot guarantee that DoubleLine will outperform a client's specified benchmark or the market or that DoubleLine's risk management techniques will successfully mitigate losses. Additionally, the nature of portfolio diversification implies that certain holdings and sectors in a client's portfolio may be rising in price while others are falling; or, that some issues and sectors are outperforming while others are underperforming. Such out or underperformance can be the result of many factors, such as but not limited to duration/interest rate exposure, yield curve exposure, bond sector exposure, or news or rumors specific to a single name.
DoubleLine is an active manager and will adjust the composition of client's portfolios consistent with our investment team's judgment concerning market conditions and any particular sector or security. The construction of DoubleLine portfolios may differ substantially from the construction of any of a variety of market indices. As such, a DoubleLine portfolio has the potential to underperform or outperform a bond market index. Since markets can remain inefficiently priced for long periods, DoubleLine's performance is properly assessed over a full multi-year market cycle.

Important Information Regarding Client Responsibilities

Clients are requested to carefully review all portfolio holdings and strategies, including by comparing the custodial statement to any statements received from DoubleLine. Clients should promptly inform DoubleLine of any potential or perceived policy or guideline inconsistencies. In particular, DoubleLine understands that guideline enabling language is subject to interpretation and DoubleLine strongly encourages clients to express any contrasting interpretation as soon as practical. Clients are also requested to notify DoubleLine of any updates to Client's organization, such as (but not limited to) adding affiliates (including broker dealer affiliates), issuing additional securities, name changes, mergers or other alterations to Client's legal structure.

DoubleLine Group is not a registered investment adviser with the Securities Exchange Commission (SEC).