

April 2024

# SPDR® Loomis Sayles Opportunistic Bond ETF

## Portfolio Manager Insights

# OBND

- Over the quarter, OBND returned 0.44% at NAV.
- OBND generated relative positive returns largely from an underweight in investment grade, which was a main underperformer in the benchmark.
- Duration, which we added via interest rate futures to get closer to the benchmark, detracted from performance. We ended the quarter at about 0.25 years under benchmark.

### Fund Positioning and Outlook

**Duration** As we exited the quarter, we shortened duration, particularly further out on the curve in the 20–30 year key rate duration buckets. Data continued to show strength as the last mile of inflation has proved to be sticky.

**Credit** With relatively rich valuations spread across asset classes, we positioned the Fund with similar median quality ratings relative to the benchmark, but with a credit beta slightly below benchmark.

**Sectors** We continued to run a significantly below-benchmark investment grade allocation, largely driven by tight spreads and high beta to rates markets. Although we do not find high yield spreads compelling, a coupon rate of 7% has kept us roughly at benchmark.

### Portfolio Allocation

Sector	Weight (%)	Change Since Prior Quarter (%)
Bank Loans	24.43	1.73
High Yield	26.35	3.27
Investment Grade	36.39	-0.29
Securitized	9.56	-2.74
Foreign Exchange/Duration Management/Cash	3.27	-1.97

■ Increase ■ No Changes ■ Decrease

Source: State Street Global Advisors as of March 31, 2024.

## Fund Performance

	NAV (%)	Market Value (%)	Bloomberg U.S. Aggregate Bond Index	SPDR Loomis Sayles Opportunistic Bond Composite Index
QTD	0.44	0.49	-0.78	0.73
YTD	0.44	0.49	-0.78	0.78
1 Year	6.72	6.87	1.70	8.11
3 Year	—	—	-2.46	1.10
5 Year	—	—	0.36	3.26
10 Year	—	—	1.54	3.60
Since Inception (September 27, 2021)	-0.89	-0.83	-3.75	-0.15

Source: State Street Global Advisors, as of March 31, 2024. **Past performance is not a reliable indicator of future performance. Investment return and principal value will fluctuate, so you may have a gain or loss when shares are sold. Current performance may be higher or lower than that quoted. All results are historical and assume the reinvestment of dividends and capital gains. Visit [www.ssga.com](http://www.ssga.com) for most recent month-end performance. Performance returns for periods of less than one year are not annualized.** The market price used to calculate the Market Value return is the midpoint between the highest bid and the lowest offer on the exchange on which the shares of the fund are listed for trading, as of the time that the fund's NAV is calculated. If you trade your shares at another time, your returns may differ. Index returns are unmanaged and do not reflect the deduction of any fees or expenses. Index returns reflect all items of income, gain and loss and the reinvestment of dividends and other income as applicable. Gross Expense Ratio: 0.55% Net Expense Ratio: 0.55% The gross expense ratio is the fund's total annual operating expenses ratio. It is gross of any fee waivers or expense reimbursements. It can be found in the fund's most recent prospectus.

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The values of debt securities may increase or decrease as a result of the following: market fluctuations, changes in interest rates, actual or perceived inability or unwillingness of issuers, guarantors or liquidity providers to make scheduled principal or interest payments or illiquidity in debt securities markets; the risk of low rates of return due to reinvestment of securities during periods of falling interest rates or repayment by issuers with higher coupon or interest rates; and/or the risk of low income due to falling interest rates.

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a declining interest rate environment and increases the potential for loss in a rising interest rate environment.

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