# DoubleLine Commercial Real Estate ETF

**March 2023** | Commercial Real Estate | Ticker: DCMB

## Investment Objective

The DoubleLine Commercial Real Estate ETF (DCMB) seeks current income and capital preservation. As a secondary objective, the fund seeks long-term capital appreciation.

## Investment Approach

The ETF seeks to achieve its objective by investing in an actively managed portfolio of high-quality commercial mortgage-backed securities (CMBS), i.e. securities rated investment grade by any nationally recognized statistical rating organization. Through rigorous scenario and credit analyses, the investment team seeks to add value through security selection by focusing on mortgage structures and collateral types that they believe are key to outperformance and principal preservation.

We believe DCMB can offer investors:

- Access to senior commercial mortgage loans backed by high-quality real estate and sponsors in a liquid, tradeable vehicle
- Exposure to a wider range of commercial mortgage-related investments than those included in traditional CMBS indexes
- Excess yield with lower interest-rate sensitivity when compared to U.S. Treasuries and investment grade corporate bonds using short-duration, fixed- and floating-rate CMBS investments
- Potential diversification benefits within investors' overall asset allocation

## General Facts

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| Ticker | DCMB |
| Inception | 3-31-2023 |
| CUSIP | 25861R303 |
| Gross Expense Ratio | 0.39% |

## Benchmark

Bloomberg 1-3yr US Aggregate Bond Index

## Portfolio Managers

Morris Chen
Mark Cho
Robert Stanbrook

## Key Guidelines

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| **Duration** | 0-3 years |
| **Credit Quality** | Rated AAA to A-, at time of purchase |
| **Sector Allocation** | 80% minimum commercial mortgage-related securities |

**Risk Disclosure**

Investing involves risk. Principal loss is possible. Equities may decline in value due to both real and perceived general market, economic and industry conditions.

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 a fund's ability to sell its shares.

Investments in debt securities change in value because of changes in interest rates. The value of an instrument with a longer duration (whether positive or negative) will be more sensitive to changes in interest rates than a similar instrument with a shorter duration. There is the risk that the Fund may be unable to sell a portfolio investment at a desirable time or at the value the Fund has placed on the investment. Illiquidity may be the result of, for example, low trading volume, lack of a market maker, or contractual or legal restrictions that limit or prevent the Fund from selling securities or closing derivative positions. There is risk that borrowers may default on their mortgage obligations or the guarantees underlying the mortgage-backed securities will default or otherwise fail and that, during periods of falling interest rates, mortgage-backed securities will be called or prepaid, which may result in the Fund having to reinvest proceeds in other investments at a lower interest rate. 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.

The Fund is a "non-diversified" investment company and therefore may invest a greater percentage of its assets in the securities of a single issuer or a limited number of issuers than funds that are "diversified." Accordingly, the Fund is more susceptible to risks associated with a single economic political or regulatory occurrence than a diversified fund might be.

**Index Disclosure**

**Bloomberg 1-3yr US Aggregate Bond Index** – This index tracks the one- to three-year component of the Bloomberg US Aggregate Bond Index.

**Bloomberg US Aggregate Bond Index** - This index ("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.

Credit Distribution is determined from the highest available credit rating from any Nationally Recognized Statistical Rating Agency (NRSRO", generally S&P, Moody's, or Fitch) and is subject to change. DoubleLine chooses to display credit ratings using S&P's rating convention, although the rating itself might be sourced from another NRSRO. The firm evaluates a bond issuer's financial strength, or its ability to pay a bond's principal and interest in a timely fashion. The ratings apply to the credit worthiness of the issuers of the underlying securities and not to the fund itself. 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 unrated.

Please contact the **ETF capital markets support team** with questions on liquidity and ETF trading best practices by emailing **ETFinfo@doubleline.com**.

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**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 (855) 937-0772, or visiting www.doubleline.com. Read them carefully before investing.**