DoubleLine Mortgage ETF

March 2023 | Residential Mortgage-Backed | Ticker: DMBS

Investment Objective

The DoubleLine Mortgage ETF (DMBS) seeks total return (capital appreciation and current income) that exceeds the total return of its benchmark index, the Bloomberg US Mortgage-Backed Securities (MBS) Index, over a full market cycle.

Investment Approach

The ETF seeks to generate excess return over the Bloomberg US MBS Index by investing in an actively managed portfolio of high-quality residential MBS (securities rated investment grade by any nationally recognized statistical rating organization), allocating between government-backed Agency MBS and non-Agency MBS. Interest rate, credit and prepayment risks are managed with the goal of providing enhanced risk-adjusted returns through various interest rate and economic environments. With an emphasis on rigorous loan level analytics and scenario analyses, the team seeks to add value through security selection by identifying the mortgage structures and collateral types that they believe will outperform.

We believe DMBS can offer investors:

- Actively managed exposure of high-quality Agency and non-Agency RMBS by an experienced team
- Potentially higher risk-adjusted returns relative to the Bloomberg US MBS Index
- Excess yield with lower interest rate sensitivity compared to U.S. Treasuries and investment grade corporate bonds
- Potential diversification benefits within investors' overall asset allocation

General Facts

Ticker	DMBS
Intraday NAV Ticker	DMBS-IV
Inception	3-31-2023
CUSIP	25861R402
Gross Expense Ratio	0.49%

Benchmark

Bloomberg US Mortgage-Backed Securities Index

Portfolio Managers

Jeffrey Gundlach
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Key Guidelines

Duration	+/- 2 years of Benchmark
Credit Quality	Investment grade only (BBB- or higher, at time of purchase)
Sector Allocation	80% minimum in residential MBS 50% minimum in Agency MBS

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 US Mortgage-Backed Securities (MBS) Bond 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).

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.