

# TCW Multi-Sector Fixed Income Fund

A Sub-Fund of TCW Funds, a Luxembourg-domiciled UCITS

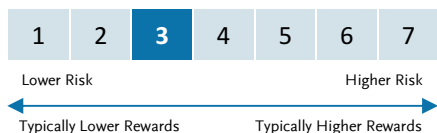
TCW

28 FEBRUARY 2025 | SHARE CLASS: AEHE | ISIN: LU1271656883 | BLOOMBERG: TCWUHE  
FOR RETAIL INVESTORS

**Sub-Fund Size**  
USD 683.08 Million

**Net Asset Value**  
EUR 100.38

## Risk Level



## Characteristics

	Sub-Fund	Index
Number of Positions	655	18
Average Rating	A-	AA+
Average Maturity	4.37 Yrs	0.15 Yrs
Spread Duration	4.01 Yrs	-
Effective Duration	2.93 Yrs	0.15 Yrs
Average Price	\$90.73	\$99.37
Current Yield	4.76%	0.00%
Yield to Worst	5.40%	4.30%
Tracking Error (5 Yrs)	5.43%	-
Standard Deviation (5 Yrs)	5.48%	0.59%

## Share Class

Description	Retail
NAV Currency	EUR
Currency Exposure	EUR (hedged)

## Fees

Management Fees	1.40%
Ongoing Charges	1.65%
Performance Fees	None
Redemption Fee	None
Maximum Subscription Fee	Up to 4.5% to the benefit of distributor

## Sustainable Finance Disclosure Regulation

### (SFDR) Categorization: ARTICLE 8

SFDR Categorisation sets out how the fund is categorised for the purposes of Regulation (EU) 2019/2088 on Sustainability-related Disclosures in the Financial Services Sector. Article 8 Sub-Funds promote environmental and/or social characteristics with further details set out in the Prospectus and relevant Sub-Fund Supplement.

## Investment Objective & Philosophy

The Sub-Fund seeks to provide investors with positive long-term returns irrespective of general securities market conditions. The Sub-Fund invests (except when maintaining a temporary defensive position) directly at least 80% of its net assets in securities and instruments qualifying as bonds in the U.S. and abroad, including Emerging Market Countries, and in derivative instruments that provide investment exposure to such securities. The Sub-Fund may purchase securities of varying maturities issued by domestic and foreign corporations and governments. The Sub-Fund may invest in both investment grade and high yield fixed income securities (commonly called "junk bonds"), subject to investing no more than 50% of its total assets (measured at the time of investment) in securities rated below investment grade by Moody's, S&P or Fitch, or, if unrated, determined by the Investment Manager to be of comparable quality. The Sub-Fund is designed to maintain exposure to fixed income investments not limited to a single sector or theme.

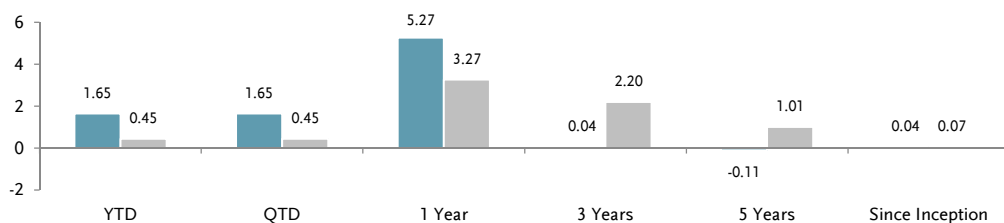
The TCW Multi-Sector Fixed Income Fund is an ESG Promotion Sub-Fund and employs a proprietary ESG research framework to evaluate and score bonds and other securities. Factors incorporated in the proprietary research score vary by asset class and may include indicators such as factors related to physical and transition climate risk, lending standards and practices, deal terms and governance, and community impact among many other topics.

TCW Article 8 Sub-Funds aim to promote positive environmental and social characteristics, by investing in companies that are managing ESG and sustainability risks, that are meeting a minimum standard for sustainable investments, and where TCW seeks to leverage its influence as an investor to engage with portfolio companies in order to improve sustainability practices and outcomes.

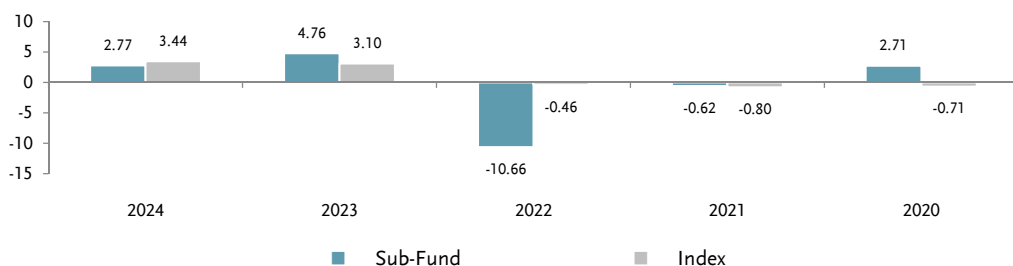
## Monthly Returns (% , EUR)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year		
													Sub-fund	Index	
2025	0.31	1.33	-	-	-	-	-	-	-	-	-	-	-	1.65	0.45
2024	0.40	-1.16	0.77	-1.55	1.12	0.63	1.82	1.15	1.07	-1.58	0.88	-0.73	-	2.77	3.44
2023	2.18	-1.68	1.26	0.47	-0.63	-0.18	0.43	-0.14	-1.35	-1.25	2.95	2.74	-	4.76	3.10
2022	-1.20	-1.15	-1.73	-2.08	-0.21	-2.39	1.38	-1.43	-3.25	-0.74	1.85	-0.15	-	-10.66	-0.46
2021	0.19	-0.13	-0.22	0.29	0.20	0.08	0.13	0.00	-0.22	-0.52	-0.47	0.05	-	-0.62	-0.80

## Performance (% , EUR)



## Calendar Year Performance (% , EUR)



Source: Morningstar. Returns not annualized if less than one year.

**Past performance is not a reliable indicator of future results. Returns may increase or decrease as a result of currency fluctuations. All returns are net of fees and are gross of taxation.**

**Index – Bloomberg U.S. Treasury Bills TR EUR Hedged:** The Bloomberg 1-3 Months Index is designed to measure the performance of public obligations of the U.S. Treasury that have a remaining maturity of greater than or equal to 1 month and less than 3 months.

The Benchmark changed on 30 June 2023 from the ICE BofA U.S. Dollar 3-Month Deposit Offered Rate Average Index to the Bloomberg U.S. Treasury Bills TR EUR Hedged Index.

The Sub-Fund name changed on 8 July 2024 from the TCW Unconstrained Bond Fund to the TCW Multi-Sector Fixed Income Fund.

# TCW Multi-Sector Fixed Income Fund

A Sub-Fund of TCW Funds, a Luxembourg-domiciled UCITS

TCW

## Subscription/Redemption Information

NAV Valuation	Daily Forward Pricing
Subscription/Redemption Deadline	10:00 PM Luxembourg Time
Minimum Subscription	1 Share

## Codes

ISIN	LU1271656883
Bloomberg	TCWMUHE
WKN	A14XHY
SEDOL	BYWZXF6
Telekurs	29061896
CUSIP	N/A

## Sub-Fund Managers

Bryan T. Whalen, CFA	Ruben Hovhannisyan, CFA
Jerry Cudzil	Steven J. Purdy

## General Sub-Fund Information

Legal Status	Sub-Fund of a Luxembourg SICAV - UCITS
Countries of Registration	LU, FR, BE, DE, ES, IT, AT, CH
Custodian Bank	Société Générale Luxembourg
Inception Date	07 August 2015
Close of Fiscal Year	30 September

## Portfolio Composition

### Top Ten Securities (%)<sup>1</sup>

Issue (Coupon, Maturity)	Weight
US TREASURY N/B 4.125% 2/28/2027	8.36
US TREASURY N/B 4.000% 2/28/2030	5.78
US TREASURY N/B 4.250% 1/31/2030	3.70
CASH MARGIN 0% 1/1/2050	2.41
UMBS 30 YR 4.5 TBA APR 25 4.500% 7/25/2054	1.02
FR SD8275 4.500% 12/1/2052	0.94
G2SF 30 YR 5.5 TBA MAR 25 5.500% 5/20/2054	0.94
G2SF 30 YR 4.0 TBA MAR 25 4.000% 4/20/2052	0.84
UMBS 30 YR 3.5 TBA MAR 25 3.500% 1/25/2052	0.73
FN FS6943 3.000% 6/1/2052	0.73

### Duration (%)

0-1 Year	35.23
1-3 Years	16.68
3-5 Years	21.14
5-7 Years	14.31
7-10 Years	11.07
10-20 Years	1.49
Over 20 Years	0.08

### Country Breakdown (%)

United States	89.29
Ireland	2.07
Great Britain	2.06
France	1.86
Germany	0.97
Netherlands	0.60
Emerging Markets	0.57
Canada	0.36
Australia	0.17
Brazil	0.17
Mexico	0.17
Panama	0.16
Guatemala	0.16
Italy	0.15
Luxembourg	0.15
Hungary	0.15
Israel	0.13
South Africa	0.12
Romania	0.12
Belgium	0.11
Other	0.47

### Currency Distribution (%)

United States Dollar	100.00
----------------------	--------

### Credit Quality (%)

AAA	45.87
AA	9.99
A	8.51
BBB	11.90
BB	7.02
B	5.10
CCC and below <sup>3</sup>	14.54
Not Rated	0.23
Cash and Equivalents	-3.17

### Sector Distribution (%)

Non Agency RMBS	24.42
Agency RMBS	22.08
Government	17.91
Investment Grade Credit	12.36
ABS	9.69
CMBS	9.45
High Yield	5.16
Emerging Markets	2.00
Other <sup>2</sup>	0.11
Cash and Equivalents	-3.17

Source: TCW

Portfolio characteristics and securities are subject to change at any time.

<sup>1</sup> It should not be assumed that an investment in the securities listed was or will be profitable. Security percentages are calculated on the total net asset value, including cash and cash equivalents.

<sup>2</sup> Other represents equities and mark-to-market values of derivatives which can include Options or Swaps, as applicable.

<sup>3</sup> CCC and below holdings are predominantly legacy bonds in the non-agency RMBS sector issued before the Global Financial Crisis (GFC) and overwhelmingly rated IG at issue. Post-GFC, they were downgraded by the rating agencies and have generally not been subsequently reviewed or upgraded. Despite the low rating, we believe that given the dramatic recovery in the mortgage market, improving fundamentals, and a robust underwriting market since the GFC, the sector provides an attractive risk/reward opportunity which is not accurately reflected by the current rating.

## Sustainability

### ESG Bond by Type (% MV)

<b>Labeled Bonds</b>	<b>2.77</b>
Green	1.77
Social	0.49
Sustainability	0.23
Sustainability-Linked	0.28
<b>Unlabeled Green</b>	<b>0.76</b>
<b>TCW Criteria<sup>1</sup></b>	<b>21.53</b>
Social	21.53
<b>ESG CLO<sup>2</sup></b>	<b>4.21</b>

### Weighted Average Carbon Intensity<sup>3</sup> – Tons CO<sub>2</sub>e/\$M Sales

Sub-Fund	160.06
----------	--------

Source: TCW, Bloomberg, MSCI <sup>1</sup> TCW Criteria enables us to identify assets including traditional Agency MBS pools with strong social and sustainable characteristics in order to focus on the most-affordable pools of assets within the broader GSE lending landscape. Other opportunities also include U.S. government backed lending programs like FFELP student loans, Small Business Administration lending, manufactured housing, etc. <sup>2</sup> ESG CLO: Captures CLOs with ESG criteria such as strong exclusionary language, positive selection, ESG scoring, and/or CLOs with a low weighted average carbon intensity. <sup>3</sup> Weighted Average Carbon Intensity measure represents the weighted average summary of the portfolio company's most recently reported or estimated Scope 1 and 2 emissions normalized by the most recently available sales in million USD. Applies to corporates and quasi-sovereigns.

# TCW Multi-Sector Fixed Income Fund

A Sub-Fund of TCW Funds, a Luxembourg-domiciled UCITS

TCW

## RISKS

The Share Class is assigned to this risk category because of price variations resulting from its currency and the nature of the Sub-Fund's investments and strategy. The above rating is based on the historic volatility of the Share Class and may not be a reliable indication of the future risk profile of the Share Class. The risk and reward category shown is not guaranteed to remain unchanged and may shift over time. The lowest category does not mean a risk-free investment.

High Yield securities can be subject to greater fluctuations in value and risk of loss of income and principal than higher-rated securities. Fixed income investments entail interest rate risk, the risk of issuer default, issuer credit risk, and price volatility risk. Sub-Funds investing in bonds can lose their value as interest rates rise and an investor can lose principal. The Sub-Fund's investments denominated in foreign currencies will decline in value if the foreign currency declines in value relative to the U.S. dollar. Sub-Fund share prices and returns will fluctuate with market conditions, currencies, and the economic and political climates where the investments are made. The securities markets of emerging market countries can be extremely volatile. Mortgage-backed and other asset-backed securities often involve risks that are different from or more acute than risks associated with other types of debt instruments. MBS related to floating rate loans may exhibit greater price volatility than a fixed rate obligation of similar credit quality. With respect to non-agency MBS, there are no direct or indirect government or agency guarantees of payments in pools created by non-governmental issuers. Non-agency MBS are also not subject to the same underwriting requirements for the underlying mortgages that are applicable to those mortgage-related securities that have a government or government-sponsored entity guarantee.

## GENERAL

This marketing document is issued by TCW Funds (the "Fund"). It is neither directed to, nor intended for distribution or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation. Only the latest version of the Fund's prospectus, key investor information documents, articles of incorporation, annual and semi-annual reports (if any) may be relied upon as the basis for investment decisions. These documents and other information regarding the Fund are available at no cost on [www.fundsquare.net](http://www.fundsquare.net), [www.TCW.com](http://www.TCW.com), or at TCW Funds, 3, rue Jean Piret, L-2350 Luxembourg. The Fund has been set up under the laws of the Grand-Duchy of Luxembourg.

The information and data presented in this document are not to be considered as an offer or solicitation to buy, sell or subscribe to any securities or financial instruments. Information, opinions and estimates contained in this document reflect a judgment at the original date of publication and are subject to change without notice. The Fund has not taken any steps to ensure that the securities referred to in this document are suitable for any particular investor and this document is not to be relied upon in substitution for the exercise of independent judgment. Tax treatment depends on the individual circumstances of each investor and may be subject to change in the future. Before making any investment decision, investors are recommended to ascertain if this investment is suitable for them in light of their financial knowledge and experience, investment goals and financial situation, or to obtain specific advice from an industry professional.

## ESG/SUSTAINABILITY

**ESG Investing Risk:** The risk that the Sub-Fund's ESG strategy may select or exclude securities of certain issuers for non-financial reasons, and that the Sub-Fund's performance will differ from Sub-Funds that do not utilize an ESG investing strategy. Additionally, an investment's ESG performance or the Adviser's assessment of such performance may change over time, which could cause the Sub-Fund to temporarily hold securities that do not comply with the Sub-Fund's responsible investment criteria. ESG investing is qualitative and subjective by nature, and there is no guarantee that the criteria used by the Adviser or any judgement exercised by the Adviser will reflect the opinions of any particular investor.

**ESG and Sustainability Data Risks:** TCW uses best efforts to collect data relevant to the indicators and data collated by third-party providers. In certain instances, data is estimated by TCW. Where TCW uses third-party data it does so relying on the due diligence of that provider but cannot guarantee the accuracy of third-party data. There are also limitations with respect to availability of ESG data in certain sectors. For a number of the indicators there is wide variance amongst the data points provided by third-party data providers, as well as differences between third-party provided data and company disclosure. Additionally, company disclosures for a given indicator may vary in the calculation methodology limiting cross comparability. Market conditions affect certain ratios, calculation methodologies are evolving, and data availability is changing and investor understanding of sustainability risks may be subjective and evolving. Where ESG data is not available, TCW may need to carry out estimations. In addition, there are many instances where TCW analysts disagree with third party ESG research assessments. Further, TCW's evaluation of ESG criteria based on this data is subjective and may change over time. Evaluation of ESG data is subjective and may change due to market conditions, developments in methodologies, data coverage or as understanding of Sustainability Risks evolves.

## MSCI DATA

This disclosure was developed using information from MSCI ESG Research LLC or its affiliates or information providers. Although TCW's information providers, including without limitation, MSCI ESG Research LLC and its affiliates (the "ESG Parties"), obtain information (the "Information") from sources they consider reliable, none of the ESG Parties warrants or guarantees the originality, accuracy and/or completeness, of any data herein and expressly disclaim all express or implied warranties, including those of merchantability and fitness for a particular purpose. The Information may only be used for your internal use, may not be reproduced or disseminated in any form and may not be used as a basis for, or a component of, any financial instruments or products or indices. Further, none of the Information can in and of itself be used to determine which securities to buy or sell or when to buy or sell them. None of the ESG Parties shall have any liability for any errors or omissions in connection with any data herein, or any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

# TCW Multi-Sector Fixed Income Fund

A Sub-Fund of TCW Funds, a Luxembourg-domiciled UCITS

TCW

## FOR RESIDENTS OF THE EU AND THE UK

The investments referred to in this brochure may not be suitable for all investors. It is categorically offered at the request of the recipient who is categorised as a Professional Client or an Eligible Counterparty under applicable law. This brochure is directed at persons who are classified as Professional clients and Eligible Counterparties only.

The distribution of this brochure in certain jurisdictions may require that it is translated into the official language of those countries. Should any inconsistency arise between the official language version and the English version, the official language version shall prevail for the relevant investors. Currency movements may affect the value of investments. Investors should also be aware that the value and income of any securities or investments and the price of shares and the income derived from them, which are mentioned in this brochure, may fall as well as rise. Past performance is not a guarantee to future performance.

Under no circumstances should information or any part of it be copied, reproduced or redistributed.

In the EU this marketing document has been issued by TCW Italy SIM S.p.A. Company No. 11696250965. Registered in Italy with registered office at: Piazzale Biccamano, 8 | 20121 Milan | Italy. Authorised and regulated by Consob and Bank of Italy registered in the SIM Register maintained by Consob with the No. 309 (First registration resolution n. 22074 of 10 November 2021).

## FOR RESIDENTS OF THE UK ONLY

TCW Europe Limited is authorised and regulated by the Financial Conduct Authority. Firm Reference Number: 613681  
33 Cork Street, 4<sup>th</sup> floor | London W1S 3NQ, UK. UK company number: 08802205

## FOR RESIDENTS OF SINGAPORE

This document has not been registered as a prospectus with the Monetary Authority of Singapore. The offer which is the subject of this document is not allowed to be made to the retail public in Singapore. Accordingly, this document and any other document or material in connection with the offer or sale, or invitation for subscription or purchase, of Shares may not be circulated or distributed, nor may Shares be offered or sold, or be made the subject of an invitation for subscription or purchase, whether directly or indirectly, to persons in Singapore other than (i) to an institutional investor pursuant to Section 304 of the Securities and Futures Act, Chapter 289 of Singapore (the "SFA") in accordance with the conditions specified in that section, (ii) a relevant person pursuant to Section 305(1) of the SFA in accordance with the conditions specified in that section, (iii) any person pursuant to Section 305(2) of the SFA in accordance with the conditions specified in that section or (iv) otherwise pursuant to, and in accordance with the conditions of, any other applicable provision of the SFA.

## FOR RESIDENTS OF HONG KONG

**WARNING:** This document in respect of the funds described herein (each a "Fund" and collectively, the "Funds") is provided to potential investors in Hong Kong solely by TCW Asia Limited, a Hong Kong company that is licensed for Type 1 (Dealing in Securities) activities under the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong), and regulated by the Hong Kong Securities and Futures Commission.

The contents of this document have not been reviewed by any regulatory authority in Hong Kong. You are advised to exercise caution in relation to the offer. If you are in any doubt about any of the contents of this document, you should obtain independent professional advice.

This document has not been registered by the Registrar of Companies in Hong Kong. The fund is a collective investment scheme as defined in the Securities and Futures Ordinance of Hong Kong (the "Ordinance") but has not been authorised by the Securities and Futures Commission pursuant to the Ordinance. Accordingly, the fund may only be offered or sold in Hong Kong to persons who are "professional investors" as defined in the Ordinance and any rules made under the Ordinance or in circumstances which are permitted under the Companies (Winding Up and Miscellaneous Provisions) Ordinance of Hong Kong and the Ordinance. In addition, this document may not be issued or possessed for the purposes of issue, whether in Hong Kong or elsewhere, and units in the fund may not be disposed of to any person unless such person is outside Hong Kong, such person is a "professional investor" as defined in the Ordinance and any rules made under the Ordinance or as otherwise may be permitted by the Ordinance.

## FOR RESIDENTS OF SWITZERLAND

This is an advertising document. The State of the origin of the Fund is Luxembourg. In Switzerland, the Representative is Acolin Fund Services AG, Maintower, Thurgauerstrasse 36/38, CH-8050 Zurich, whilst the Paying agent is Banque Cantonale de Genève, 17, quai de l'Île, CH-1204 Geneva. The Basic documents of the Fund such as the prospectus, the key investor information document (KIID), the articles of association as well as the semi-annual and annual reports may be obtained free of charge at the office of the Swiss Representative. The current document is intended for information purposes only and shall not be used as an offer to buy and/or sell shares. Past performance is no indication of current or future performance. The performance data do not take account of the commissions and costs incurred on the issue and redemption of units.