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# Floating-Rate Loan Strategy



Monthly Strategy Review  
(as of Mar 31, 2024)



Quarterly Strategy Profile  
(as of Dec 31, 2023)

## Investment Overview

This strategy provides "intelligent exposure" to the floating-rate loan market, thoughtfully diversifying while assuming a higher-quality bias that seeks lower volatility and better risk-adjusted performance over time.

- We aim to maximize risk-adjusted performance through fundamental credit research and risk-weighted portfolio optimization.
- Loans are analyzed through Eaton Vance's proprietary credit research process, and position sizes are guided by credit analyst risk rankings.
- We take less input risk by skewing weightings away from higher credit risk issuers.
- We have experienced less output risk, resulting in lower absolute and relative volatility.
- Eaton Vance is a leader in floating-rate loans, with one of the longest track records and longest-tenured teams, and largest AUM.\*

\*eVestment Alliance/Morningstar, 12/31/2021 Based on combined eVestment Alliance Floating-Rate Bank Loan Fixed Income universe and Morningstar Bank Loan category using AUM and oldest investment offering for each firm.

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## Portfolio Construction

- Analysts assign relative risk rankings to each loan
- Number of loans approximately equal weighted by risk quintile
- Market value incrementally skewed toward lower risk
- Initial position size ranges from 0.1% to 1.5% as determined by risk rank
- Portfolio is perpetually optimized for risk and return

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## Investment Team



Andrew Sveen, CFA  
Managing Director, Head of  
Floating-Rate Loans

Joined investment  
management industry in  
1995  
Joined Eaton Vance in  
1999

BA, Dartmouth College,  
MBA, University of  
Rochester



Ralph Hinckley, CFA  
Managing Director, Portfolio  
Manager

Joined investment  
management industry in  
1997  
Joined Eaton Vance in  
2003

BA, Bates College, MBA,  
Boston University  
Graduate School of  
Management



Heath Christensen, CFA  
Executive Director, Portfolio  
Manager

Joined investment  
management industry in  
1999  
Joined Eaton Vance in  
2003

BS., The Pennsylvania  
State University

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## Benchmark

- Morningstar LSTA US Leveraged Loan TR USD Index\*

\*Prior to August 29, 2022, the index name S&P/LSTA Leveraged Loan Index

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