

## Investment Objective

The Fund seeks to maximize total return from capital appreciation and dividends. For investors seeking an investment with the potential of long-term growth with an eye toward a conservative investment process through investments in value-oriented, large capitalization common stocks in primarily domestic companies.

## Sub-Adviser Background

Rothschild Asset Management Inc. (Rothschild) is an independent, family-owned global investment adviser. For more than 200 years, Rothschild has participated in the global financial markets and provides its services to governments, companies, and individuals.

## N-SHARE Fund Performance As of 4/30/2022

Quarter: -5.63%	1-Year: 2.80%	3-Year: 10.14%
5-Year: 9.46%	Since Inception (12/10/04): 7.10%	Total Expense Ratio: 1.10%
10-Year: 10.03%		

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## Asset Class Recap

Large cap value stocks rose to begin the fiscal year as investors rotated away from growth stocks and towards value stocks in anticipation of the Federal Reserve hiking interest rates. Not only can many sectors within the large cap value asset class thrive in a rising rate environment, the present value of the stocks within the index declines at a substantially slower pace than their growth counterparts. However, large cap value stocks reversed course as investors grew increasingly concerned with escalating tensions between Russia and Ukraine and a more hawkish than anticipated Federal Reserve. Comments from Federal Reserve Chair reiterated the bank's commitment to fighting inflation and signaled six further potential rate hikes with the Fed Funds rate forecast to reach 1.9 percent by year-end and that the balance sheet could be scaled back from early summer. These market headwinds increased in intensity during the most recent fiscal quarter in reaction to Russia invading Ukraine. In reaction, the U.S. imposed a myriad of severe sanctions, banned transactions with the Russian central bank, and in collaboration with other major governments, has sought to stop it from deploying foreign reserves. Albeit overlooked, investors digested largely encouraging earnings reports, but unfortunately it was not enough to divert investors' attention from the war in Europe, broad-based and persistent inflation, and the prominent shift in domestic monetary policy from easing to tightening. For the fiscal quarter ending April 30, 2022, large cap value stocks, as measured by the Russell 1000® Value Index, gave back 4.1 percent, holding up relatively better than large cap growth stocks, as measured by the Russell 1000® Growth Index, which tumbled 12.5 percent

performance to the benchmark. From an absolute perspective, the worst-performing sector over the fiscal quarter was the financials sector, with security selection and the Fund's overweight position detracting from Fund performance.

## Holdings Insights

Some of the most significant contributors to Fund performance came from the aerospace and defense industry within the manufacturing sector. These positions included Lockheed Martin Corporation (LMT) (holding weight\*\*: 0.67 percent), a global security and aerospace company, and Raytheon Technologies Corporation (RTX) (holding weight\*: 0.73 percent), a company that engages in the provision of aerospace and defense systems and services for commercial, military, and government customers. These stocks rose during the fiscal period amid escalating tensions in Eastern Europe and multiple countries committing to increase defense spending. In particular, the United States announced a 4 percent increase in defense spending. Additionally, Germany stated that it would almost double its military expenditures, including buying fighter planes made in the U.S. for the first time in decades. During the fiscal quarter, LMT rose 15.4 percent, and RTX added 5.8 percent. Strong contributors over the fiscal period also came from pharmaceutical companies within the healthcare sector. Bristol-Myers Squibb Company (BMY) (holding weight\*: 1.76 percent), a multinational pharmaceutical company, and AmerisourceBergen Corporation (ABC) (holding weight\*: 1.49 percent), an American drug wholesale company, benefited from robust earnings reports thanks to the COVID tailwind that spurred an acceleration of innovation in vaccines. Over the fiscal period, BMY jumped 16.9 percent and ABC added 11.4 percent.

## Allocation Review

The Sub-Adviser investment philosophy is centered on the belief that alpha generation is driven by bottom-up stock selection rather than taking large sector bets. With that being said, the largest sector contributor during the fiscal quarter was the manufacturing sector, as strong security selection meaningfully outweighed the slight detraction from the sector allocation. Within the sector, aerospace and defense stocks shined amid escalating geopolitical tensions. The participation of Western countries in providing military aid to Ukraine has provided a tailwind for companies in the industry. Another sector that positively contributed to Fund performance over the period was the healthcare sector, as both security selection and the Fund's overweight positioning aided positive Fund performance. Although the energy sector was the strongest positive contributor to Fund performance, the Fund's underweight positioning resulted in it being one of the largest detractors from the Fund's relative

Some of the Fund's largest detractors from absolute performance over the fiscal period were from the financial sector. The financial sector strongly contributed to Fund performance early in the fiscal year amid expectations that higher interest rates would contribute to the bottom line. However, this sector sold off as recession fears increased, companies lowered guidance, and many investors potentially underestimated the impact of higher interest rates on book values. Within the Fund, JPMorgan Chase & Company (JPM) (holding weight\*: 2.34 percent), an American multinational investment bank and financial services holding company, and Wells Fargo & Company (WFC) (holding weight\*: 1.49 percent), an American multinational financial services company, detracted from Fund performance as they declined 19.1 percent and 18.5 percent, respectively. Although the energy sector rose sharply during the fiscal period, the Sub-Adviser's weighting to the sector resulted in one of

\*Holdings percentage(s) of total investments, cash and unsettled trades excluding collateral for securities loaned as of 4/30/2022.

\*\*Holdings percentage(s) as of the date prior to the sale of the security.

the largest detractors from relative Fund performance. For example, the Fund held ConocoPhillips (COP) (holding weight\*: 2.63 percent), an American multinational corporation engaged in hydrocarbon exploration and production, contributed to Fund performance by rising 8.7 percent, but Chevron Corp. (CVX) (not held), an American multinational energy corporation, contained within the index surged 23.6 percent over the same time period.

### **Sub-Adviser Outlook**

The Sub-Adviser believes that the positions within the Fund exhibit attractive valuations and are resilient enough to navigate the complex environment ahead. However, they may be susceptible to tail risk as the market faces numerous risks, including record levels of inflation, continued supply chain disruptions, an unpredictable war in eastern Europe, and the tightening of monetary policy. Despite these headwinds, the Sub-Adviser will continue to implement its disciplined investment process to identify companies that have the potential to exceed investors' expectations. The Sub-Adviser recognizes that it cannot add value for clients without taking risk. Its focus is on identifying what the Sub-Adviser considers intelligent risks – the risks that are most likely to contribute to outperforming the benchmark and least likely to cause unnecessary volatility.

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\*\*Holdings percentage(s) as of the date prior to the sale of the security.

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## Class N Shares As of March 31, 2022

DUNHAM FUNDS	CUMULATIVE					
	INCEPTION DATE	NAV	MARCH	PREVIOUS 3 MONTHS	YEAR-TO-DATE	SINCE INCEPTION
Corporate/Government Bond Fund N <small>6,16,2,3,23,32,27,44,22,38,8,10,15,46,24,37</small>	12/10/2004	13.63	-2.20%	-4.91%	-4.91%	80.97%
Monthly Distribution Fund N <small>39,8,20,29,25,46,21,30,26,40,18,11,9,42,37</small>	9/29/2008	31.81	0.10%	-0.63%	-0.63%	45.65%
Floating Rate Bond Fund N <small>38,23,35,3,6,2,16,15,8,20,46,21,24</small>	11/1/2013	9.02	0.00%	-0.57%	-0.57%	22.57%
High-Yield Bond Fund N <small>23,6,16,2,3,32,46,21,24,37</small>	7/1/2005	8.87	-0.71%	-4.58%	-4.58%	125.99%
International Opportunity Bond Fund N <small>6,3,16,8,7,15,10,46,21,23,2,24,28,43,37</small>	11/1/2013	8.34	-1.04%	-6.79%	-6.79%	-8.37%
Dynamic Macro Fund N <small>4,8,11,17,20,12,1,10,15,7,44,26,6,16,3,23,40,34,46,21,42,24,37</small>	4/29/2010	10.96	0.27%	-3.94%	-3.94%	26.60%
Long/Short Credit Fund N <small>39,8,20,13,43,6,3,2,16,5,44,22,23,30,38,10,15,46,21,31,24,37</small>	12/10/2004	9.33	-0.23%	-1.35%	-1.35%	139.67%
Large Cap Value Fund N <small>19,42,14,46,24,37</small>	12/10/2004	18.67	2.02%	-0.74%	-0.74%	252.89%
Focused Large Cap Growth Fund N <small>19,42,41,28,46,24,15,37</small>	12/9/2011	33.51	1.64%	-14.62%	-14.62%	328.46%
Real Estate Stock Fund N <small>33,34,42,28,24,40,46,21,30,37</small>	12/10/2004	17.60	5.14%	-11.16%	-11.16%	233.66%
International Stock Fund N <small>15,10,42,7,30,24,46,21,37</small>	12/10/2004	16.72	-0.30%	-8.28%	-8.28%	160.29%
Small Cap Value Fund N <small>40,42,14,24,15,30,46,21,37</small>	12/10/2004	16.82	-0.77%	-2.49%	-2.49%	208.78%
Emerging Markets Stock Fund N <small>10,15,42,36,7,30,46,21,24,37</small>	12/10/2004	14.44	-4.87%	-11.41%	-11.41%	130.90%
Small Cap Growth Fund N <small>40,42,41,24,30,46,21,37</small>	12/10/2004	17.98	0.11%	-16.68%	-16.68%	447.92%

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## Class N Shares As of March 31, 2022

DUNHAM FUNDS	ANNUALIZED RETURNS					
	1 YEAR	3 YEAR	5 YEAR	10 YEAR	SINCE INCEPTION	EXPENSE RATIO <sup>45</sup>
Corporate/Government Bond Fund N <small>6,16,2,3,23,32,27,44,22,38,8,10,15,46,24,37</small>	-2.95%	2.32%	2.17%	2.28%	3.49%	1.25%
Monthly Distribution Fund N <small>39,8,20,29,25,46,21,30,26,40,18,11,9,42,37</small>	-1.67%	1.06%	1.53%	2.40%	2.82%	2.29%
Floating Rate Bond Fund N <small>38,23,35,3,6,2,16,15,8,20,46,21,24</small>	1.95%	2.32%	2.38%	N/A	2.45%	1.06%
High-Yield Bond Fund N <small>23,6,16,2,3,32,46,21,24,37</small>	-0.70%	4.62%	4.28%	4.39%	4.99%	1.17%
International Opportunity Bond Fund N <small>6,3,16,8,7,15,10,46,21,23,2,24,28,43,37</small>	-6.18%	-0.75%	0.26%	N/A	-1.03%	1.78%
Dynamic Macro Fund N <small>4,8,11,17,20,12,1,10,15,7,44,26,6,16,3,23,40,34,46,21,42,24,37</small>	5.08%	4.27%	3.23%	1.88%	2.00%	2.16%
Long/Short Credit Fund N <small>39,8,20,13,43,6,3,2,16,5,44,22,23,30,38,10,15,46,21,31,24,37</small>	0.12%	3.39%	5.35%	4.98%	5.18%	1.83%
Large Cap Value Fund N <small>19,42,14,46,24,37</small>	13.82%	14.10%	10.86%	10.60%	7.55%	1.10%
Focused Large Cap Growth Fund N <small>19,42,41,28,46,24,15,37</small>	-0.59%	17.87%	19.73%	14.30%	15.15%	1.12%
Real Estate Stock Fund N <small>33,34,42,28,24,40,46,21,30,37</small>	-4.84%	8.78%	7.84%	8.62%	7.21%	1.37%
International Stock Fund N <small>15,10,42,7,30,24,46,21,37</small>	-4.15%	9.72%	7.83%	6.77%	5.68%	1.92%
Small Cap Value Fund N <small>40,42,14,24,15,30,46,21,37</small>	7.57%	10.97%	8.00%	9.72%	6.73%	1.05%
Emerging Markets Stock Fund N <small>10,15,42,36,7,30,46,21,24,37</small>	-18.44%	4.78%	4.03%	2.02%	4.95%	1.69%
Small Cap Growth Fund N <small>40,42,41,24,30,46,21,37</small>	-16.04%	15.32%	16.64%	13.37%	10.32%	1.83%

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## Class N Shares As of May 31, 2022

DUNHAM FUNDS	CUMULATIVE					
	INCEPTION DATE	NAV	MAY	PREVIOUS 3 MONTHS	YEAR-TO-DATE	SINCE INCEPTION
Corporate/Government Bond Fund N <small>6,16,2,3,23,32,27,44,22,38,8,10,15,46,24,37</small>	12/10/2004	13.09	-0.44%	-5.78%	-8.39%	74.34%
Monthly Distribution Fund N <small>39,8,20,29,25,46,21,30,26,40,18,11,9,42,37</small>	9/29/2008	31.21	-0.96%	-1.16%	-1.89%	43.81%
Floating Rate Bond Fund N <small>38,23,35,3,6,2,16,15,8,20,46,21,24</small>	11/1/2013	8.70	-2.56%	-2.88%	-3.43%	19.04%
High-Yield Bond Fund N <small>23,6,16,2,3,32,46,21,24,37</small>	7/1/2005	8.50	0.17%	-4.09%	-7.82%	118.31%
International Opportunity Bond Fund N <small>6,3,16,8,7,15,10,46,21,23,2,24,28,43,37</small>	11/1/2013	7.92	-1.40%	-5.42%	-10.92%	-12.42%
Dynamic Macro Fund N <small>4,8,11,17,20,12,1,10,15,7,44,26,6,16,3,23,40,34,46,21,42,24,37</small>	4/29/2010	10.42	1.17%	-4.67%	-8.68%	20.36%
Long/Short Credit Fund N <small>39,8,20,13,43,6,3,2,16,5,44,22,23,30,38,10,15,46,21,31,24,37</small>	12/10/2004	9.28	-0.29%	-0.50%	-1.62%	139.03%
Large Cap Value Fund N <small>19,42,14,46,24,37</small>	12/10/2004	17.78	1.95%	-2.84%	-5.48%	236.07%
Focused Large Cap Growth Fund N <small>19,42,41,28,46,24,15,37</small>	12/9/2011	26.92	-4.37%	-18.35%	-31.41%	244.20%
Real Estate Stock Fund N <small>33,34,42,28,24,40,46,21,30,37</small>	12/10/2004	15.58	-6.20%	-6.93%	-21.35%	195.36%
International Stock Fund N <small>15,10,42,7,30,24,46,21,37</small>	12/10/2004	16.05	3.08%	-4.29%	-11.96%	149.86%
Small Cap Value Fund N <small>40,42,14,24,15,30,46,21,37</small>	12/10/2004	16.04	2.30%	-5.37%	-7.01%	194.47%
Emerging Markets Stock Fund N <small>10,15,42,36,7,30,46,21,24,37</small>	12/10/2004	13.72	1.40%	-9.62%	-15.83%	119.39%
Small Cap Growth Fund N <small>40,42,41,24,30,46,21,37</small>	12/10/2004	14.54	-4.84%	-19.04%	-32.62%	343.09%

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Corporate/Government Bond Fund N <small>6,16,2,3,23,32,27,44,22,38,8,10,15,46,24,37</small>	-7.56%	0.50%	1.09%	1.73%	3.23%	1.25%
Monthly Distribution Fund N <small>39,8,20,29,25,46,21,30,26,40,18,11,9,42,37</small>	-4.91%	0.53%	1.05%	2.41%	2.69%	2.29%
Floating Rate Bond Fund N <small>38,23,35,3,6,2,16,15,8,20,46,21,24</small>	-1.95%	0.93%	1.64%	N/A	2.05%	1.06%
High-Yield Bond Fund N <small>23,6,16,2,3,32,46,21,24,37</small>	-5.10%	3.35%	3.22%	4.07%	4.72%	1.17%
International Opportunity Bond Fund N <small>6,3,16,8,7,15,10,46,21,23,2,24,28,43,37</small>	-11.80%	-2.27%	-1.37%	N/A	-1.53%	1.78%
Dynamic Macro Fund N <small>4,8,11,17,20,12,1,10,15,7,44,26,6,16,3,23,40,34,46,21,42,24,37</small>	-3.87%	2.96%	1.63%	1.64%	1.54%	2.16%
Long/Short Credit Fund N <small>39,8,20,13,43,6,3,2,16,5,44,22,23,30,38,10,15,46,21,31,24,37</small>	-0.80%	3.03%	5.26%	5.76%	5.11%	1.83%
Large Cap Value Fund N <small>19,42,14,46,24,37</small>	2.43%	13.07%	10.08%	10.96%	7.18%	1.10%
Focused Large Cap Growth Fund N <small>19,42,41,28,46,24,15,37</small>	-23.59%	9.92%	13.13%	12.96%	12.52%	1.12%
Real Estate Stock Fund N <small>33,34,42,28,24,40,46,21,30,37</small>	-19.98%	4.43%	5.46%	7.62%	6.39%	1.37%
International Stock Fund N <small>15,10,42,7,30,24,46,21,37</small>	-12.35%	9.73%	5.91%	7.98%	5.38%	1.92%
Small Cap Value Fund N <small>40,42,14,24,15,30,46,21,37</small>	-3.11%	10.74%	7.88%	9.93%	6.37%	1.05%
Emerging Markets Stock Fund N <small>10,15,42,36,7,30,46,21,24,37</small>	-23.14%	4.30%	2.11%	2.76%	4.60%	1.69%
Small Cap Growth Fund N <small>40,42,41,24,30,46,21,37</small>	-32.79%	7.79%	10.98%	11.93%	8.89%	1.83%

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**Investing in a mutual fund involves risks, including the possible loss of principal. Investors should consider the investment objectives, risks, charges and expenses of the Dunham Funds carefully before investing. For this and other important information about the Dunham Funds please speak to your financial advisor or call us at (800) 442-4358 to request a current summary prospectus and/or prospectus and read it carefully before investing.**

## Index Definitions

**Barclays Merger Arbitrage U.S. Index** - The index aims to invest in a wide array of deals in the US and capture the deal spread between the price of the merger target shares and the terms of the deal. It takes a long position in the target company of the merger and a short position in the acquirer.

**Bloomberg Dollar Spot Index** - The Bloomberg Dollar Spot Index tracks the performance of a basket of ten leading global currencies versus the U.S. Dollar. Each currency in the basket and their weight is determined annually based on their share of international trade and FX liquidity. The BBDXY Index data starts from Dec 31, 2004 with a base level of 1000.

**Bloomberg Emerging Markets USD Aggregate Total Return Index Unhedged** - The Bloomberg Emerging Markets Hard Currency Aggregate Index is a flagship hard currency Emerging Markets debt benchmark that includes USD-denominated debt from sovereign, quasi-sovereign, and corporate EM issuers.

**Bloomberg Global Aggregate ex-US Bond Index** - measures the performance of global investment grade bonds. This index does not include bonds from the US. This characteristic allows this index to serve well for tracking international bond exposure.

**Bloomberg Global Aggregate ex-USD Total Return Index** - The Bloomberg Global Aggregate ex USD Index is a measure of investment grade debt from 24 local currency markets. This multi-currency benchmark includes treasury, government-related, corporate and securitized fixed-rate bonds from both developed and emerging markets issuers. Bonds issued in USD are excluded.

**Bloomberg Pan-European High-Yield Total Return Index Unhedged** - The Bloomberg Pan-European High Yield Index measures the market of non-investment grade, fixed-rate corporate bonds denominated in the following currencies: euro, pounds sterling, Danish krone, Norwegian krone, Swedish krona, and Swiss franc. Inclusion is based on the currency of issue, and not the domicile of the issuer.

**Bloomberg U.S. Aggregated Bond Index** - The Bloomberg U.S. Aggregate Bond Index is an unmanaged index which represents the U.S. investment-grade fixed-rate bond market (including government and corporate securities, mortgage pass-through securities and asset-backed securities).

**CBOE Volatility Index** - The VIX Index is a financial benchmark designed to be an up-to-the-minute market estimate of the expected volatility of the S&P 500® Index, and is calculated by using the midpoint of real-time S&P 500 Index (SPX) option bid/ask quotes.

**Credit Suisse Leveraged Loan Index** - tracks the performance of senior floating rate bank loans and is designed to mirror the investable universe of the \$US-denominated leveraged loan market. This index tracks the investable market of the U.S. dollar denominated leveraged loan market. It consists of issues rated "5B" or lower, meaning that the highest rated issues included in this index are Moody's/S&P ratings of Baa1/BB+ or Ba1/BBB+. All loans are funded term loans with a tenor of at least one year and are made by issuers domiciled in developed countries.

**Dow Jones U.S. Real Estate Total Return Index** - represents REITS & other companies that invest directly or indirectly in real estate through development, management or ownership, including property agencies. The index is a subset of the Dow Jones U.S. Index, which covers 95% of U.S. securities based on float-adjusted market capitalization

**ICE BofA AAA U.S. Corporate Index** - ICE BofA AAA US Corporate Index is a subset of ICE BofA US Corporate Index including all securities rated AAA. ICE BofA US Corporate Index tracks the performance of US dollar denominated investment grade corporate debt publicly issued in the US domestic market. Qualifying securities must have an investment grade rating (based on an average of Moody's, S&P and Fitch), at least 18 months to final maturity at the time of issuance, at least one year remaining term to final maturity as of the rebalancing date, a fixed coupon schedule and a minimum amount outstanding of \$250 million. Index constituents are market capitalization weighted. Accrued interest is calculated assuming next-day settlement. Cash flows from bond payments that are received during the month are retained in the index until the end of the month and then are removed as part of the rebalancing.

**ICE BofA U.S. Corporate Index** - which tracks the performance of US dollar denominated investment grade rated corporate debt publicly issued in the US domestic market. To qualify for inclusion in the index, securities must have an investment grade rating (based on an average of Moody's, S&P, and Fitch) and an investment grade rated country of risk (based on an average of Moody's, S&P, and Fitch foreign currency long term sovereign debt ratings). Each security must have greater than 1 year of remaining maturity, a fixed coupon schedule,

and a minimum amount outstanding of \$250 million.

ICE BofA U.S. Cash Pay High-Yield Index- ICE BofA US Cash Pay High Yield Index tracks the performance of US dollar denominated below investment grade corporate debt, currently in a coupon paying period, that is publicly issued in the US domestic market. Qualifying securities must have a below investment grade rating (based on an average of Moody's, S&P and Fitch), at least 18 months to final maturity at the time of issuance, at least one year remaining term to final maturity as of the rebalancing date, a fixed coupon schedule and a minimum amount outstanding of \$250 million. Index constituents are market capitalization weighted. Accrued interest is calculated assuming next-day settlement. Cash flows from bond payments that are received during the month are retained in the index until the end of the month and then are removed as part of the rebalancing.

IQ Hedge Global Macro Beta Index (IQHGGMB) attempts to replicate the risk-adjusted return characteristics of the collective hedge funds using a global macro investment style. Global macro hedge fund managers typically employ top-down macro analysis (e.g., political trends, macro economics, etc.) to identify dislocations in equity, fixed income, currency and commodity markets that are expected to lead to large price movements.

MSCI ACWI index - captures large and mid cap representation across 23 Developed Markets (DM) and 25 Emerging Markets (EM) countries\*. With 2,964 constituents, the index covers approximately 85% of the global investable equity opportunity set.

MSCI All Country World ex USA Index (Net)-- market-capitalization-weighted index maintained by Morgan Stanley Capital International (MSCI). It is designed to provide a broad measure of stock performance throughout the world, with the exception of U.S.-based companies. The index captures large and mid-cap representation across 22 of 23 Developed Markets (DM) countries (excluding the US) and 25 Emerging Markets (EM) countries\*. With 2,336 constituents, the index covers approximately 85% of the global equity opportunity set outside the US.

MSCI EAFE Index - is an equity index which captures large and mid cap representation across 21 Developed Markets countries\* around the world, excluding the US and Canada. With 825 constituents, the index covers approximately 85% of the free float adjusted market capitalization in each country.

MSCI EAFE Net Total Return USD Index - The MSCI EAFE Index is a free-float weighted equity index. The index was developed with a base value of 100 as of December 31, 1969. The MSCI EAFE region covers DM countries in Europe, Australasia, Israel, and the Far East. Morgan Stanley Capital International Equity Indices in US Dollars. Indices with net dividends reinvested use the same dividend minus-tax-credit calculations, but subtract withholding taxes retained at the source for foreigners who do not benefit from a double taxation treaty.

MSCI Emerging Markets Index - captures large and mid-cap representation across 25 Emerging Markets (EM) countries\*. With 1,422 constituents, the index covers approximately 85% of the free float-adjusted market capitalization in each country.

MSCI Emerging Markets Net Total Return USD Index - The MSCI EM (Emerging Markets) Index is a free-float weighted equity index that captures large and mid cap representation across Emerging Markets (EM) countries. The index covers approximately 85% of the free float-adjusted market capitalization in each country. Morgan Stanley Capital International Equity Indices in US Dollars. Indices with net dividends reinvested use the same dividend minus-tax-credit calculations, but subtract withholding taxes retained at the source for foreigners who do not benefit from a double taxation treaty.

NASDAQ Composite Index - The Nasdaq Composite Index is the market capitalization-weighted index of over 3,000 common equities listed on the Nasdaq Stock Exchange.

Palmer Square CLO Debt Index ("CLO Debt Index") (ticker: CLODI) is a rules-based observable pricing and total return index for collateralized loan obligation ("CLO") debt for sale in the United States, original rated A, BBB, or BB or equivalent.

Russell 3000® Growth Index - Russell 3000® Growth Index measures the performance of those Russell 3000® Index companies with higher price-to-book ratios and higher forecasted growth values.

Russell 1000® Growth Index - measures the performance of the large-cap growth segment of the US equity universe. It includes those Russell 1000® companies with relatively higher price-to-book ratios, higher I/B/E/S forecast medium term (2 year) growth and higher sales per share historical growth (5 years). The Russell 1000® Growth Index is constructed to provide a comprehensive and unbiased barometer for the large-cap growth segment. The index is completely reconstituted annually to ensure new and growing equities are included and that the represented companies continue to reflect growth characteristics.

Russell 2000® Growth Index - measures the performance of the large-cap growth segment of the US equity universe. It includes those Russell 2000® companies with relatively higher price-to-book ratios, higher I/B/E/S forecast medium term (2 year) growth and higher sales per share historical growth (5 years). The Russell 2000® Growth Index is constructed to provide a comprehensive and unbiased barometer for the large-cap growth segment. The index is completely reconstituted annually to ensure new and growing equities are included and that the represented companies continue to reflect growth characteristics.



Russell 2000® Index - The Russell 2000® Index is comprised of the smallest 2000 companies in the Russell 3000® Index, representing approximately 8% of the Russell 3000® total market capitalization. The real-time value is calculated with a base value of 135.00 as of December 31, 1986. The end-of-day value is calculated with a base value of 100.00 as of December 29, 1978.

Russell 1000® Value Index-- market-capitalization-weighted index that measures the performance of the large cap value segment of the US equity universe. It includes those Russell 1000® companies with relatively lower price-to-book ratios, lower I/B/E/S forecast medium term (2 year) growth and lower sales per share historical growth (5 years). The Russell 1000® Value Index is constructed to provide a comprehensive and unbiased barometer for the large-cap value segment. The index is completely reconstituted annually to ensure new and growing equities are included and that the represented companies continue to reflect value characteristics

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Russell 3000® Value Index - Russell 3000® Value Index measures the performance of those Russell 3000® Index companies with lower price-to-book ratios and lower forecasted growth values.

S&P 500® is widely regarded as the best single gauge of large-cap U.S. equities and serves as the foundation for a wide range of investment products. The index includes 500 leading companies and captures approximately 80% coverage of available market capitalization.

S&P 500 Equal-weighted Index - The S&P 500® Equal Weight Index (EWI) is the equal-weight version of the widely-used S&P 500. The index includes the same constituents as the capitalization weighted S&P 500, but each company in the S&P 500 EWI is allocated a fixed weight - or 0.2% of the index total at each quarterly rebalance.

S&P/LSTA U.S. Leveraged Loan 100 Index is designed to reflect the performance of the largest facilities in the leveraged loan market.

The VIX Index is a calculation designed to produce a measure of constant, 30-day expected volatility of the U.S. stock market, derived from real-time, mid-quote prices of S&P 500® Index (SPX<sup>SM</sup>) call and put options. On a global basis, it is one of the most recognized measures of volatility -- widely reported by financial media and closely followed by a variety of market participants as a daily market indicator.

The Wilshire Liquid Alternative Total Return Index measures the performance of a focused basket of mutual funds that provides risk adjusted exposure to equity hedge, global macro, relative value, and event driven alternative investment strategies.

Markit North American Investment Grade CDX Index or the CDX. NA. IG Index (the "IG Index"), is composed of one hundred twenty five (125) of the most liquid North American entities with investment grade credit ratings that trade in the CDS market.

Past performance is no guarantee of future returns. All indices are unmanaged and measure common sectors of global asset markets. Securities in the indices do not match those in the Dunham Funds, and performance will differ. The Indices assume reinvestment of distributions and interest payments, and do not take into account brokerage fees and taxes. It is not possible to invest directly into an Index.