

# Top 5 reasons to consider an allocation to private capital

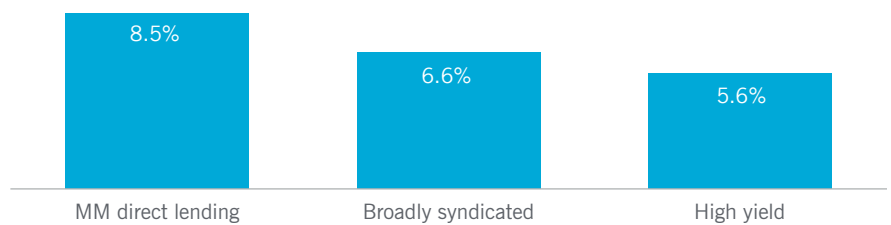
*Investors today are re-evaluating risk and reward in their portfolios. Private credit can fulfill a need for stability, diversification, performance, and yield.*

## 1

### Income potential

Private capital can play an important role in portfolio construction as it helps diversify sources of yield and increase overall income potential.

Average yields over 10-years<sup>1</sup>

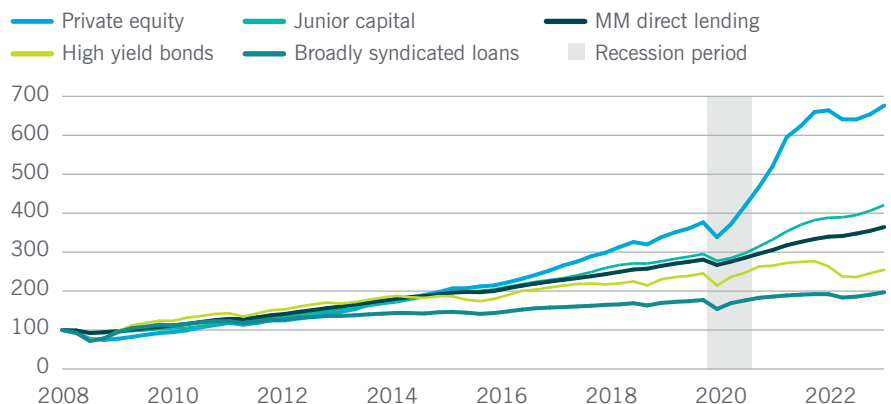


## 2

### Risk-adjusted returns

Highly selective, diversified private capital portfolios with low losses can provide attractive-risk adjusted returns.

Indexed Returns<sup>2</sup>



**Past performance is no guarantee of future results. 1** Sources: Bloomberg as of 3Q 2023. “MM Direct Lending” is represented by Cliffwater Direct Lending Index. “Broadly Syndicated” is represented by Morningstar LSTA US Leveraged Loan 100 Index. “High Yield” is represented by ICE BofA US High Yield Index. **2** Sources: “Private Equity” and “Junior Capital” are represented by Cambridge Associates Private Investment Benchmark. “MM Direct Lending” is represented by Cliffwater Direct Lending Index. “High Yield Bonds” is represented by the Bloomberg US Corporate High Yield Total Return Index. “Broadly Syndicated Loans” is represented by the Morningstar LSTA US Leveraged Loan 100 Index. As of 1Q 2023. **It is not possible to invest directly in an index.** See next page for important disclosures regarding asset class related risks and definitions for representative indexes.

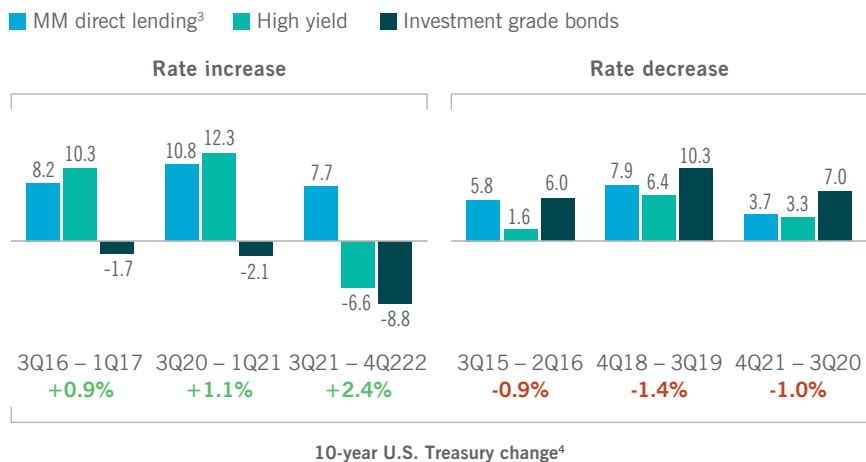
OPINION PIECE. PLEASE SEE IMPORTANT DISCLOSURES IN THE ENDNOTES.

NOT FDIC INSURED | NO BANK GUARANTEE | MAY LOSE VALUE

# 3

## Interest rate protection

The floating rate nature of senior middle market loans positions the asset class well for an environment with rising interest rates, while also demonstrating relatively stable returns in declining rate environments.

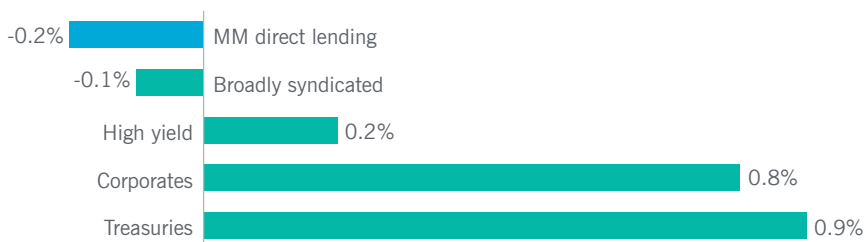


# 4

## Diversification

Private market assets can serve as a less correlated portfolio diversifier.

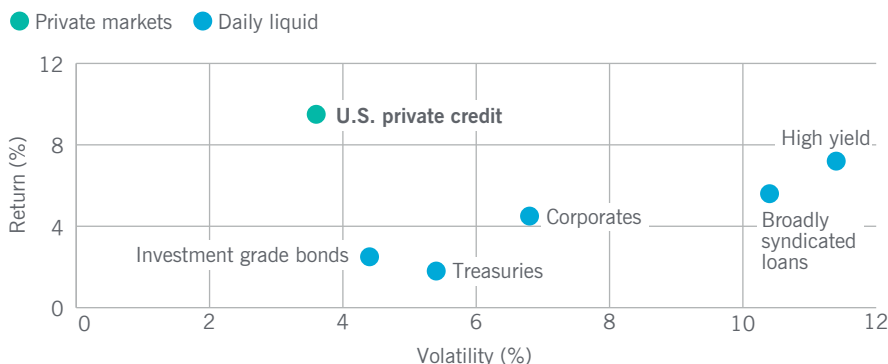
Correlation to investment grade bonds (15-years, annualized)<sup>5</sup>



# 5

## Volatility management

Private market valuation methodologies are robust, often led by third party providers, and driven by true credit fundamentals vs the volatility of market sentiment.



## For more information, please consult with your financial advisor and visit [nuveen.com](https://nuveen.com).

None of the indices presented are benchmarks or targets for the Company. Please see end of document for additional disclosures regarding indices presented. **3** “MM Direct Lending” is represented by the Cliffwater Direct Lending Index. The Bloomberg US Corporate High Yield Bond Index measures the USD-denominated, high yield, fixed-rate corporate bond market. “Investment Grade Bonds” is represented by the Morningstar LSTA US Leveraged Loan 100 Index. **4** 10-Year U.S. Treasury Change: Board of Governors of the Federal Reserve System (US). **5** Source: Bloomberg, 15 Years as of Q3 2023, Quarterly Return Data. Diversification does not assure profit or protect against loss of capital. Sources: “MM Direct Lending” is represented by the Cliffwater Direct Lending Index. “Broadly Syndicated” is represented by the Morningstar LSTA US Leveraged Loan 100 Index. “High Yield” is represented by the Bloomberg US Corporate High Yield Total Return Index. “Corporates” is represented by the Bloomberg US Corporate Bond Index. Data presented is as of 1Q 2023. “Treasuries” - Bloomberg US Treasury Total Return Unhedged USD. As of Sep 30, 2023.

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## OPINION PIECE. PLEASE SEE IMPORTANT DISCLOSURES IN THE ENDNOTES.