

# Convertible and High Income Fund (CHY)

# CALAMOS<sup>®</sup>

## INVESTMENTS

### FUND OBJECTIVE

The Fund seeks total return through a combination of capital appreciation and current income by investing in a diversified portfolio of convertible securities and below-investment-grade (high yield) fixed income securities.

### FUND HIGHLIGHTS

- » Current annualized distribution rate of 9.32%\*
- » Designed to provide enhanced fixed income
- » Closed-end fund portfolio includes a mix of convertible and high yield bonds
- » May complement the income portion of an investor's asset allocation
- » Seeks to be less susceptible to rising interest rates than traditional fixed income funds
- » Managed by an experienced team
- » Dividend Reinvestment Plan available

### FUND SNAPSHOT

NASDAQ ticker	CHY
NAV Ticker	XCHYX
Market Price	\$12.87
NAV	\$11.72
Current Annualized Distribution Rate*	9.32%
IPO Date	5/28/03
IPO Price	\$15.00
IPO NAV	\$14.32

### LISTED

NASDAQ

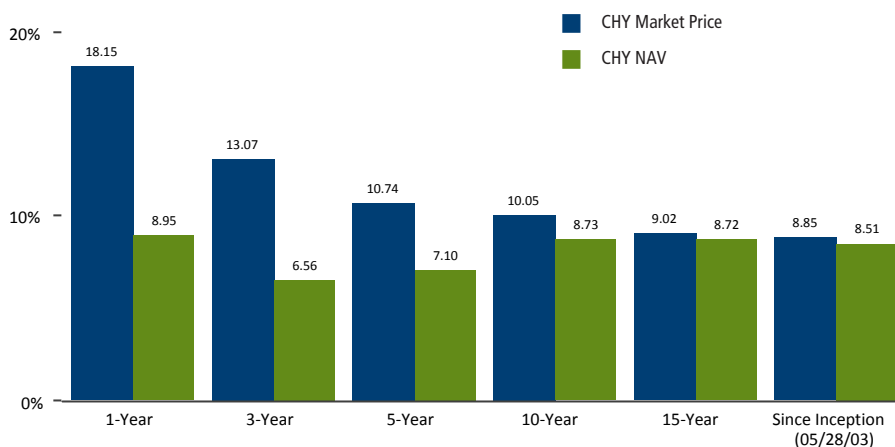
### Fund Objective

The Fund seeks total return through a combination of capital appreciation and current income by investing in a diversified portfolio of convertible securities and below-investment-grade (high yield) fixed income securities.

### Investor Profile

This Fund's enhanced fixed income strategy spans the credit quality range and uses a variety of debt instruments to achieve its objective. The strategy provides an alternative to investment-grade fixed income instruments. Offering potential capital appreciation while seeking to deliver an attractive stable monthly distribution, the Fund may be suitable for investors who are focused on long-term total return and are looking for dynamic asset allocation to maintain a consistent risk/reward balance throughout the market cycle.

### AVERAGE ANNUAL RETURNS



Average annual return measures net investment income and capital gain or loss from portfolio investments as an annualized average, assuming reinvestment of income and capital gain distributions. In calculating net investment income, all applicable fees and expenses are deducted from the returns. Calendar year returns measure net investment income and capital gain or loss from portfolio investments for each period specified.

### CALENDAR YEAR RETURNS

YTD 2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
<b>Market Price %</b>									
14.19	24.49	12.54	-16.20	16.30	15.27	13.99	-0.85	18.91	50.39
<b>NAV %</b>									
5.86	14.16	9.59	-6.41	5.33	16.25	14.76	2.85	15.09	65.29

**Performance data quoted represents past performance, which is no guarantee of future results. Current performance may be lower or higher than the performance quoted. The principal value of an investment will fluctuate so that your shares, when sold, may be worth more or less than their original cost. Returns at NAV reflect the deduction of the Fund's management fee, debt leverage costs and other expenses, which can be found on the next page.**

You can purchase or sell common shares daily. Like any other stock, market price will fluctuate with the market. Upon sale, your shares may have a market price that is above or below net asset value and may be worth more or less than your original investment. Shares of closed-end funds frequently trade at a discount which is a market price that is below their net asset value.

Please refer to following page for important notes.

\*Current Annualized Distribution Rate is the Fund's most recent distribution, expressed as an annualized percentage of the Fund's current market price per share. The Fund's most recent anticipated distribution was \$0.1000 per share. Based on our current estimates, we anticipate that approximately \$0.1000 is paid from ordinary income or capital gains and \$0.0000 of the distribution represents a return of capital. Estimates are calculated on a tax basis rather than on a generally accepted accounting principles (GAAP) basis, but should not be used for tax reporting purposes. Distributions are subject to re-characterization for tax purposes after the end of the fiscal year. This information is not legal or tax advice. Consult a professional regarding your specific legal or tax matters. Under the Fund's managed distribution policy, distributions paid to common shareholders may include net investment income, net realized short-term capital gains and return of capital. When the net investment income and net realized short-term capital gains are not sufficient, a portion of the distribution will be a return of capital. In addition, a limited number of distributions per calendar year may include net realized long-term capital gains. Distribution rate may vary.

## Calamos Convertible and High Income Fund (CHY)

SECTOR WEIGHTINGS <sup>1,2</sup>	%	PORTFOLIO ASSET ALLOCATION <sup>1</sup>	%
Information Technology	23.4	Convertibles	54.5
Health Care	15.4	Corporate Bonds	33.7
Consumer Discretionary	13.5	Common Stock	4.6
Energy	9.9	Bank Loans	2.6
Financials	8.2	Cash and Receivables/Payables	2.4
Industrials	7.3	US Government Securities	0.9
Telecom Services	4.0	Synthetic Convertibles	0.7
Utilities	3.4	Preferred Stock	0.4
Real Estate	3.4	Options	0.1
Materials	2.6	Warrants	0.0
Consumer Staples	2.4		

TOP 10 HOLDINGS <sup>1,2</sup>	SECURITY TYPE	%
Tesla, Inc.	1.25% Cv Due 2021	2.1
Microchip Technology, Inc.	1.63% Cv Due 2027	1.7
Allergan, PLC	Common Stock	1.4
NextEra Energy, Inc.	6.12% Cv Pfd	1.3
Intel Corp.	3.25% Cv Due 2039	1.3
Workday, Inc.	0.25% Cv Due 2022	1.2
Palo Alto Networks, Inc.	0.75% Cv Due 2023	1.2
Booking Holdings, Inc.	0.35% Cv Due 2020	1.1
BioMarin Pharmaceutical, Inc.	1.50% Cv Due 2020	1.0
Gilead Sciences, Inc.	Common Stock	1.0

FUND DATA	
Managed Assets <sup>6</sup>	\$1,281,931,475
Total Common Share Assets (mil)	\$856.4
Shares Outstanding	73,101,773
Average Daily Volume (month)	187,926
Total Percentage Leveraged <sup>3</sup>	33%
Debt Coverage Ratio	406%
Leverage Assets	\$425,500,000
Debt Leverage	\$315,500,000
Average Portfolio Turnover	70.3%
Expense Ratio (based on managed assets)	1.66%

FUND PRICING	
Market Price	\$12.87
NAV	\$11.72
Premium/Discount	9.81%

FEES AND EXPENSES	TOTAL FUND %
Management Fees	0.80
Debt Leverage Expense <sup>5</sup>	0.80
Other Expenses	0.06
<b>TOTAL</b>	<b>1.66</b>

QUALITY ALLOCATION <sup>4,7</sup>	%
AAA	1.0
AA	0.3
A	3.8
BBB	10.4
BB	22.7
B	21.7
CCC and below	4.7
Unrated Securities	35.5

DISTRIBUTION HISTORY, TRAILING 12 MONTHS<sup>1</sup>

PAYABLE DATE	ORDINARY INCOME DIVIDENDS	RETURN OF CAPITAL DISTRIBUTIONS	SHORT-TERM CAPITAL GAIN DISTRIBUTIONS	LONG-TERM CAPITAL GAIN DISTRIBUTIONS	TOTAL DISTRIBUTIONS
8/2018	\$0.0752	-	\$0.0248	-	\$0.1000
7/2018	0.0752	-	0.0248	-	0.1000
6/2018	0.0258	-	0.0742	-	0.1000
5/2018	0.0565	-	0.0435	-	0.1000
4/2018	0.1000	-	-	-	0.1000
3/2018	0.0384	\$0.0616	-	-	0.1000
2/2018	-	0.1000	-	-	0.1000
1/2018	0.1000	-	-	-	0.1000
12/2017	0.0577	0.0423	-	-	0.1000
11/2017	0.0099	0.0901	-	-	0.1000
10/2017	0.0320	0.0680	-	-	0.1000
9/2017	0.0412	0.0588	-	-	0.1000
<b>TOTAL</b>	<b>0.6119</b>	<b>0.4208</b>	<b>0.1673</b>	<b>\$0.0000</b>	<b>1.2000</b>

<sup>1</sup>Distributions are subject to recharacterization for tax purposes within 60 days after the end of the fiscal year (10/31).

The portfolio is actively managed. Holdings and weightings are subject to change at any time without notice.

<sup>1</sup>Data is based on managed assets.

<sup>2</sup>Top 10 Holdings and Sector Weightings are calculated as a percentage of Managed Assets. The tables exclude cash or cash equivalents, any government/sovereign bonds or broad based index hedging securities the portfolio may hold.

<sup>3</sup>Leverage creates risks which may adversely affect return, including the likelihood of greater volatility of net asset value and market price of common shares; and fluctuations in the variable rates of the leverage financing. The ratio is the percent of borrowing to total assets.

<sup>4</sup>Credit ratings apply to the credit worthiness of the issuers of the underlying securities and not to the fund or its shares. Ratings are subject to change. Bond Credit Quality reflects the higher of the ratings of Standard & Poor's Corporation; Moody's Investors Service, Inc. Ratings are relative, subjective and not absolute standards of quality, represent the opinions of the independent Nationally Recognized Statistical Rating Organizations (NRSRO), and are adjusted to the Standard & Poor's scale shown. Ratings are measured using a scale that typically ranges from AAA (highest) to D (lowest). The security's credit rating does not eliminate risk. The table excludes equity securities, cash and cash equivalents. For more information about securities ratings, please see the Fund's Statement of Additional Information at [www.calamos.com](http://www.calamos.com). Additional information on ratings methodologies are available by visiting the NRSRO websites: [www.standardandpoors.com](http://www.standardandpoors.com), [www.moody.com](http://www.moody.com).

<sup>5</sup>Interest expense and related fees on payments made to the Fund's outstanding credit facility.

<sup>6</sup>Managed Assets are the total assets of the Fund (including any assets attributable to any leverage that may be outstanding) minus the sum of liabilities (other than debt representing financial leverage).

<sup>7</sup>Data is based on portfolio holdings.

Investments by the Fund in lower-rated securities involve substantial risk of loss and present greater risks than investments in higher rated securities, including less liquidity and increased price sensitivity to changing interest rates and to a deteriorating economic environment. Fixed income securities are subject to interest-rate risk; as interest rates go up, the value of debt securities in the Fund's portfolio generally will decline. There are certain risks associated with an investment in a convertible bond such as default risk—that the company issuing a convertible security may be unable to repay principal and interest, and interest rate risk—that the convertible may decrease in value if interest rates increase.

## Terms

**Managed Distribution Policy** is an investment company's commitment to common shareholders to provide a predictable, but not assured, level of cash flow. **Market Price** refers to the price at which shares of the fund trade in the market. **NAV or Net Asset Value** refers to the net value of all the assets held in the fund. **IPO Price** refers to the initial public offering price for shares of the fund.

**CALAMOS**  
INVESTMENTS

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