US Convertible Market Snapshot

DATA AS OF 9/30/26 | www.calamos.com

CALAMOS
TODAY FOR TOMORROW

After a strong first half, convertible securities paused in the third quarter amid profit-taking in some of the year's AI winners. We view such pauses as a normal part of markets climbing a wall of worry, even as uncertainty around Fed policy, rising interest rates, the conflict with Iran, and the approaching midterm elections has made that wall taller. We believe AI remains in the early innings of a multiyear secular growth trend, and corporate fundamentals remain healthy. Global convertible issuance reached approximately $204 billion year to date through September 30, already a record for a calendar year with a full quarter still to go. In our view, the convertible's hybrid structure, which pairs equity upside participation with a fixed-income floor, offers a disciplined way to stay invested amid uncertainty.

Convertibles versus Equities

Monthly Returns (%)

	Oct-25	Nov-25	Dec-25	Jan-26	Feb-26	Mar-26	Apr-26	May-26	Jun-26	Jul-26	Aug-26	Sep-26
VXA0	3.1	-0.7	-0.4	4.6	1.7	-2.5	10.5	6.1	-0.4	-5.3	0.6	-1.6
S&P 500	2.3	0.2	0.1	1.5	-0.8	-5.0	10.5	5.3	-1.0	-0.1	2.7	-0.3
Russell 2000	1.8	1.0	-0.6	5.4	0.8	-5.0	12.2	4.4	3.7	-3.0	1.0	-5.3

Annual Returns (%)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	YTD 2026
VXA0	10.4	13.7	0.2	23.2	46.2	6.3	-18.7	12.9	11.1	18.0	13.6
S&P 500	12.0	21.8	-4.4	31.5	18.4	28.7	-18.1	26.3	25.0	17.9	12.7
Russell 2000	21.3	14.6	-11.0	25.5	20.0	14.8	-20.4	16.9	11.5	12.8	13.7

Convertibles versus Fixed Income

Monthly Returns (%)

	Oct-25	Nov-25	Dec-25	Jan-26	Feb-26	Mar-26	Apr-26	May-26	Jun-26	Jul-26	Aug-26	Sep-26
VXA0	3.1	-0.7	-0.4	4.6	1.7	-2.5	10.5	6.1	-0.4	-5.3	0.6	-1.6
Bbg High Yield Corp	0.2	0.6	0.6	0.5	0.2	-1.2	1.7	0.5	0.3	-0.2	1.0	-2.5
Bbg US Agg Bond	0.6	0.6	-0.1	0.1	1.6	-1.8	0.1	0.3	0.2	-1.3	0.4	-2.6

Annual Returns (%)

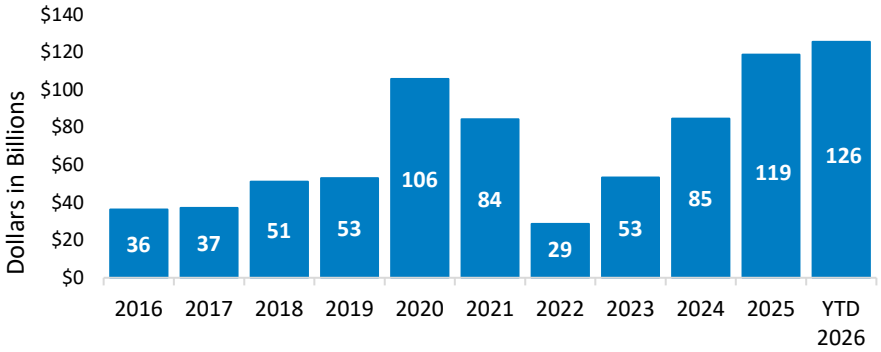
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	YTD 2026
VXA0	10.4	13.7	0.2	23.2	46.2	6.3	-18.7	12.9	11.1	18.0	13.6
Bbg HY Corporate	17.1	7.5	-2.1	14.3	7.1	5.3	-11.2	13.4	8.2	8.6	0.1
Bbg US Agg Bond	2.6	3.5	0.0	8.7	7.5	-1.5	-13.0	5.5	1.3	7.3	-2.9
Morningstar Fund Categories											
High Yield Bond	13.2	6.4	-2.8	12.5	4.8	4.7	-10.4	11.8	7.5	8.0	0.3
Long-Term Bond	5.3	9.7	-3.5	18.4	14.2	-0.7	-24.0	8.7	-1.0	7.3	-5.6
Interm Core Bond	3.2	3.8	-0.5	8.3	7.5	-1.5	-13.3	5.5	1.7	7.1	-2.9
Short-Term Bond	2.0	1.7	0.9	4.6	3.7	0.0	-5.2	5.8	5.0	6.0	0.3
Bank Loan	9.2	3.5	-0.3	7.4	1.1	4.2	-2.6	12.0	8.4	5.2	2.7

Past performance is no guarantee of future results. Please see page 4 for important information and definitions.

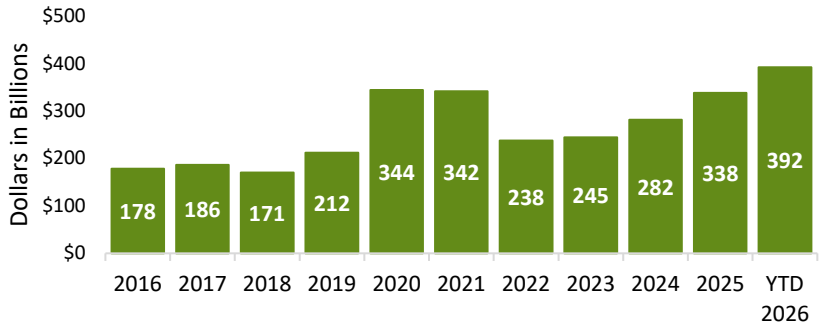
NOT FDIC INSURED | MAY LOSE VALUE | NO BANK GUARANTEE

US Convertible Market

Issuance

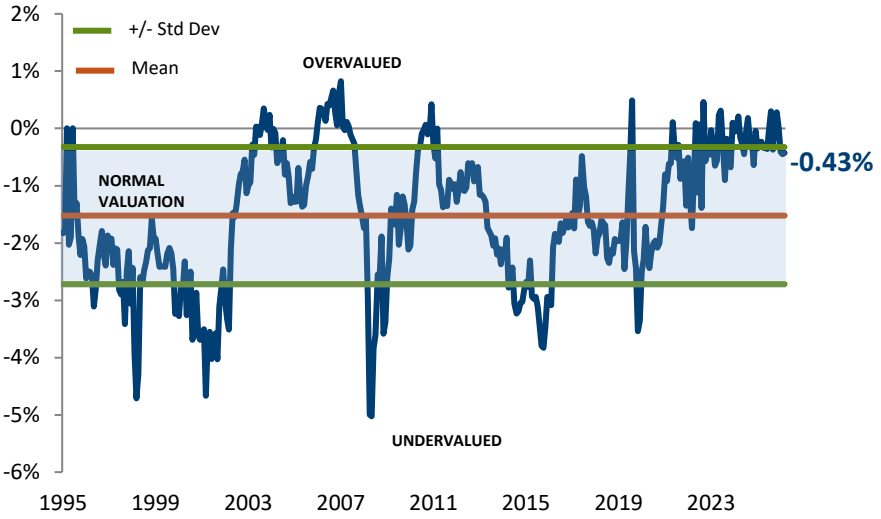


Assets



Convertible Market Valuation

(Avg Discount to Theoretical Valuation, 6/30/95 to 9/30/26)



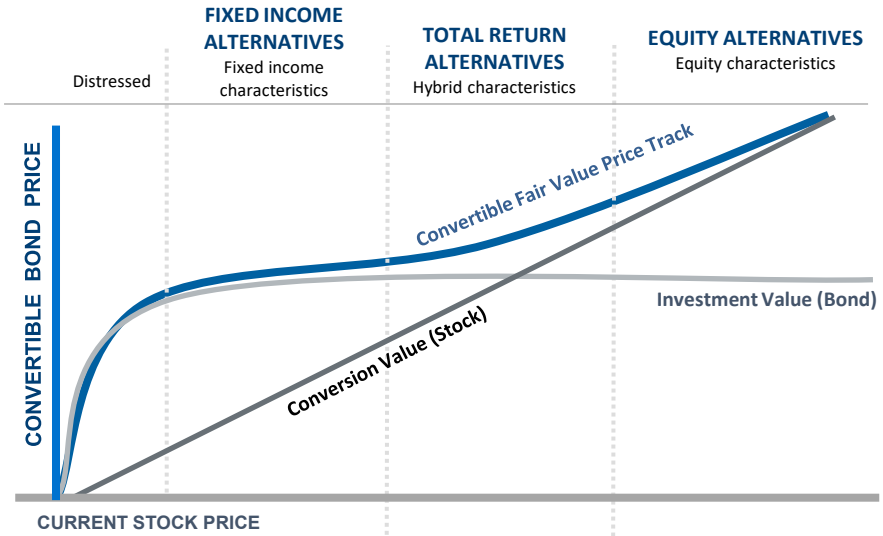
Market Statistics (VXA0)

	9/30/26	6/30/26
Average Current Yield	2.3%	2.1%
Average Conversion Premium	34.2%	30.2%
Average Investment Premium	36.2%	50.2%

New Issue Statistics (VNEW)

	9/30/26	6/30/26
Average Current Yield	2.0%	2.4%
Average Conversion Premium	33.0%	32.1%
Average Investment Premium	40.2%	39.8%

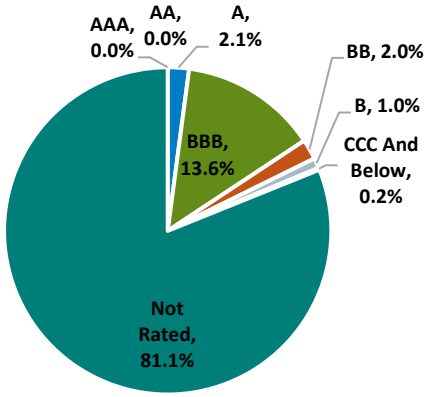
Convertible Market Composition[1]



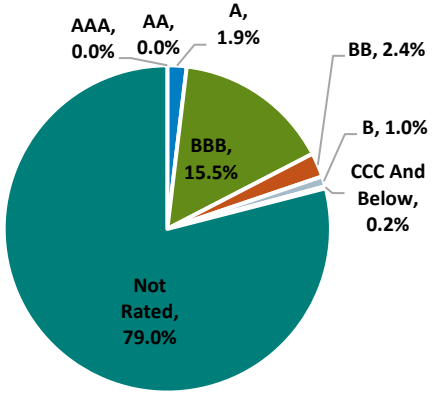
	FIXED INCOME ALTERNATIVES	TOTAL RETURN ALTERNATIVES	EQUITY ALTERNATIVES
3/1/2000	19%	28%	53%
2/28/2009	67%	21%	12%
9/30/2026	36%	43%	22%
PREVIOUS QUARTER			
6/30/2026	30%	39%	32%

Credit Quality Allocation of Bonds[2]

9/30/2026



6/30/2026



Past performance is no guarantee of future results. Data is provided by ICE BofA Global Research.
Please see page 4 for important information and definitions.

Unmanaged index returns, unlike fund returns, do not reflect fees, expenses or sales charges. Investors cannot invest directly in an index.

The opinions referenced are as of the date of publication and are subject to change due to changes in the market or economic conditions and may not necessarily come to pass. Information contained herein is for informational purposes only and should not be considered investment advice.

Convertible Securities Risk: The value of a convertible security is influenced by changes in interest rates, with investment value declining as interest rates increase and increasing as interest rates decline. The credit standing of the issuer and other factors also, may have an effect on the convertible security's investment value.

Conversion Premium is the amount by which the market price of a convertible bond or convertible preferred exceeds conversion value, expressed as a percentage. It is a gauge of equity participation**. Current Yield** reflects the dividends and interest earned during the 30-day period ended as of the date stated above after deducting expenses for that same period. **Investment Premium** is the amount that the market price of the convertible is above its investment value, expressed as a percent of the investment value.

The **S&P 500** Index is a market-value weighted index consisting of 500 stocks chosen for market size, liquidity, and industry group representation. It is widely regarded as the standard for measuring US stock-market performance. The **Russell 2000 Index** measures the performance of the 2,000 smallest companies in the Russell 3000 Index, which represents approximately 8% of the total market capitalization of the Russell 3000 Index. You cannot invest directly in an index. The **ICE BofA All US Convertibles Index (VXA0)** measures the return of all US convertibles. The **ICE BofA All US Convertibles Index - New Issues (VNEW)** tracks the US convertible bonds issued in the last six months. **Bloomberg US Aggregate Bond Index** is a broad-based flagship benchmark that measures the investment grade, US dollar-denominated, fixed-rate taxable bond market. The index includes Treasuries, government related and corporate securities, MBS (agency fixed-rate and hybrid ARM pass-throughs), ABS and CMBS (agency and non-agency). **Bloomberg US Corporate High Yield Index** measures the US corporate market of non-investment grade, fixed-rate corporate bonds. Securities are classified as high-yield if the middle rating of Moody's,Fitch, and S&P is Ba1/ BB+/BB+ or below. **Morningstar High Yield Bond Category** funds concentrate on lower-quality bonds, which are riskier than those of higher-quality companies. These portfolios generally offer higher yields than other types of portfolios, but they are also more vulnerable to economic and credit risk. These portfolios primarily invest in US high-income debt securities where at least 65% or more of bond assets are not rated or are rated by a major agency such as Standard & Poor's or Moody's at the level of BB (considered speculative for taxable bonds) and below. **US OE Long-Term Bond:** Long-term bond portfolios invest primarily in corporate and other investment-grade U.S. fixed-income issues and have durations of more than six years. Due to their long durations, these portfolios are exposed to greater interest rate risk. **Intermediate core bond** portfolios invest primarily in investment-grade U.S. fixed-income issues, including government, corporate, and securitized debt, and typically hold less than 5% in below-investment-grade exposures. Their durations (a measure of interest-rate sensitivity) typically range between 75% and 125% of the three-year average of the effective duration of the Morningstar Core Bond Index. **Morningstar Short-Term Bond** Category funds invest primarily in corporate and other investment-grade US fixed-income issues and typically have durations of 1.0 to 3.5 years. Short-term is defined as 25% to 75% of the three-year average effective duration of the MCBI. **US OE Bank Loan:** Bank-loan portfolios primarily invest in floating-rate bank loans instead of bonds. In exchange for their credit risk, these loans offer high interest payments that typically float above a common short-term benchmark such as the London interbank offered rate, or LIBOR.

[1] Active management does not guarantee investment returns and does not eliminate the risk of loss. A convertible bond is a fixed income alternative with "fixed income characteristics" when it is valued at about the same level as a similar non-convertible bond and is not as sensitive to the underlying equity. A convertible bond is a total return alternative with "hybrid characteristics" when it has fixed income characteristics as previously explained but is becoming increasingly sensitive to changes in the underlying equity price. An equity alternative with "equity characteristics" represents a convertible bond that is highly sensitive to movements in the underlying equity. Percentages shown represent the proportion of convertible bonds in the ICE BofA All US Convertibles Index (VXA0) that fall into each classification. Source: the ICE BofA All US Convertibles Index (VXA0).

[2] Bond Credit Quality- Reflects the higher of the ratings of Standard & Poor's Corporation; Moody's Investors Service, Inc. or Fitch, 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. Additional information on ratings methodologies are available by visiting the NRSRO websites: www.standardandpoors.com, www.moodys.com, www.fitchratings.com.

Advisors, your Calamos Investment Consultant (866-363-9219 or caminfo@calamos.com) can provide more information about the many ways actively managed convertibles can support your clients' asset allocation goals.

Subscribe to the Calamos US Convertible Market Snapshot
VISIT PAGE

CALAMOS®
TODAY FOR TOMORROW

Calamos Advisors LLC
2020 Calamos Court | Naperville, IL 60563-2787
866.363.9219 | www.calamos.com | caminfo@calamos.com
©2026 Calamos Investments LLC. All Rights Reserved.
Calamos® and Calamos Investments® are registered trademarks of Calamos Investments LLC.

6035270 0926