

## Global Opportunities Strategy

CALAMOS®

## PERFORMANCE SUMMARY THROUGH 12/31/12

	1-YEAR	ANNUALIZED			
		3-YEAR	5-YEAR	10-YEAR	SINCE INCEPTION (10/96)
<b>Calamos Global Opportunities</b>					
Gross of Fees	7.93%	7.52%	1.83%	9.45%	10.10%
Net of Fees	7.06	6.61	0.93	8.44	9.06
MSCI World Index (USD)	16.54	7.53	-0.60	8.08	5.59
MSCI World Index (Local)	16.41	6.95	-0.91	6.66	5.15

Source: Calamos Advisors LLC and Mellon Analytical Solutions LLC

Past performance is no guarantee of future results. All returns are net of commission and other similar fees charged on securities transactions and include reinvestment of net realized gains and interest.

## Market Review

Global markets demonstrated strong performance in 2012 as the MSCI World Index advanced 16.54%. The concerted efforts of euro zone members to hold the union together contributed to better performance in European equities, improvements in the housing market and financial sector buoyed the U.S. market and emerging markets rose as concerns about China waned. Global convertibles also advanced during the year, as the BofA ML Global 300 Convertible Index (USD) gained 12.55%.

In the MSCI World Index, performance was positive with every single sector advancing during the time period. The financials and consumer discretionary sectors led the way and the energy and telecommunication services were the weakest performing sectors, on a relative basis.

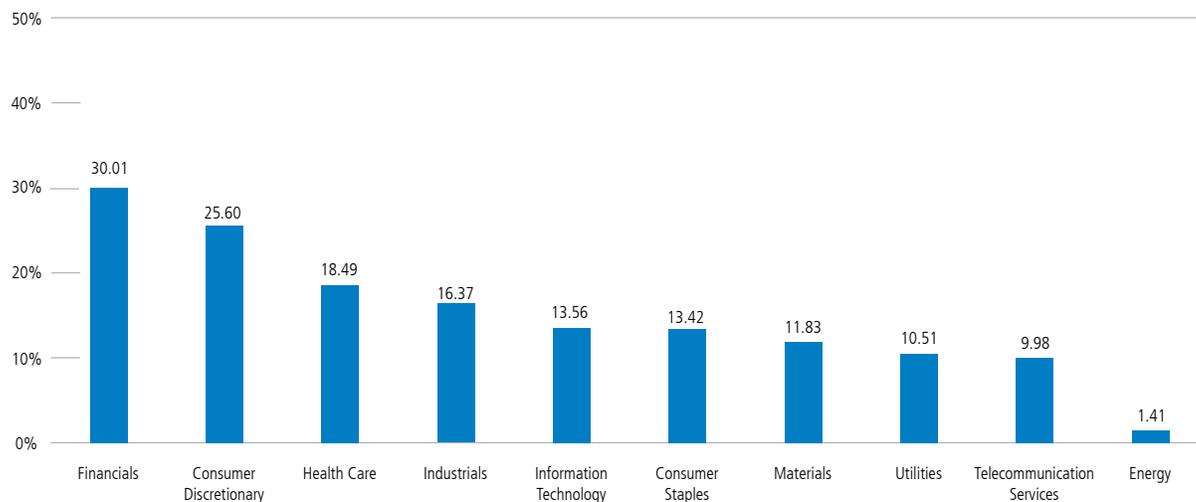
With respect to broad regional performance, the MSCI Europe delivered a strong 19.93% gain for the full year. Belgium (+40.72%) and Germany (+32.10%) led European markets, while Spain (+4.73%) and Portugal (+4.98%) were relative laggards despite better strength during the second half of the year as credit concerns eased.

In the Asia/Pacific region, markets also performed well with a 14.60% return, as measured by the MSCI Pacific index. The best performing country in the region was Singapore (+30.99%), while Japan (+8.36%) lagged other markets amid continued sluggishness in the economy.

Within North America, U.S. stocks generated a strong return, ending the year up 15.99%, as measured by the S&P 500 Index. Canada lagged other markets but also delivered gains (+9.90%) as shown by the MSCI Canada Index.

## 2012 SECTOR PERFORMANCE: MSCI WORLD INDEX

DECEMBER 31, 2011 TO DECEMBER 31, 2012



Source: Calamos Advisors LLC

Unless otherwise indicated all performance and portfolio attribution/characteristics information is quoted in USD. Please see page six for additional information.

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Emerging markets delivered strong gains for the year, with an 18.63% gain in the MSCI Emerging Markets Index. Within individual emerging markets, Turkey (+64.87%) and the Philippines (+47.56%) were among the top performing countries for the year. Brazil (+0.34%) and the Czech Republic (+3.48%) were among the most significant underperformers.

## Performance Review

For the full year, the Calamos Global Opportunities strategy returned 7.93% gross of fees (7.06% net of fees) and underperformed the MSCI World Index return of 16.54%. The strategy held up better than the index during down market periods in the year, as it has done historically. The strategy did not capture as much equity upside as we would have anticipated, lagging the index during strong up-market periods. During 2012, the most significant contributors and detractors versus the benchmark were:

**Information Technology.** An overweight position and security selection contributed to performance for the year. Selection within the semiconductors industry was notably positive and strongly outperformed the benchmark. We continue to favor technology due to the stronger earnings growth potential, lower debt levels, and relatively higher cash flows we see in many firms. The sector continues to profit from many of the long-term secular growth themes we have identified, including strong consumer demand for mobile devices, as well as increased access to information and entertainment.

**Financials.** An underweight position and security selection detracted from relative performance. Entering 2013, we are actively seeking out select opportunities within the sector. Our outlook has become more positive due to factors including improving loan growth, attractive valuations, better prospects for global real estate and consumer resiliency.

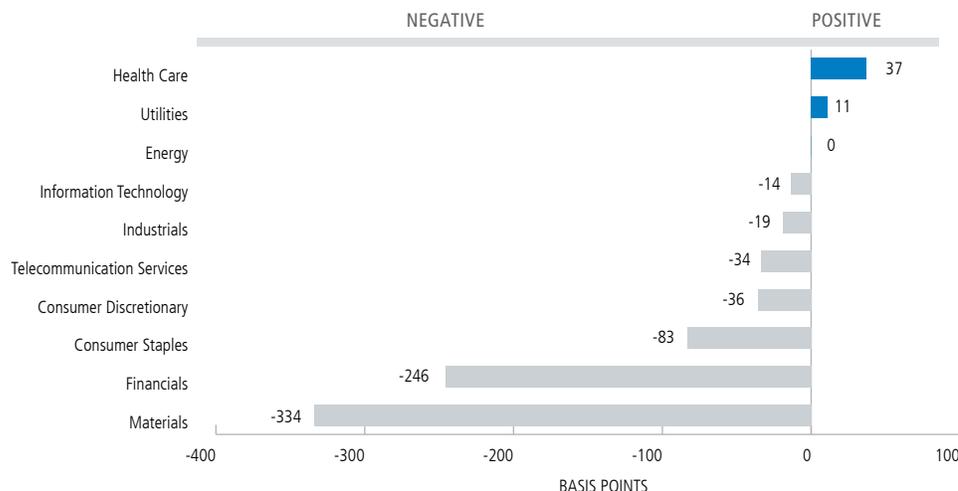
Despite these encouraging trends, there are still questions about the impacts of financial regulation and unresolved global debt overhang.

**Materials.** An overweight allocation within the materials sector detracted from returns for the year. Most notably, our holdings in the gold mining and production industry held back returns. Gold mining companies have been particularly challenged by higher costs of extraction and production, as well as by the rising prices of mining infrastructure. While valuations and fundamentals of select companies within the industry remain attractive, we have opportunistically reduced our exposure to the gold mining positions which were used as a global hedge against financial crises and currency debasement.

## Positioning

We positioned the portfolio with the goal of providing the opportunity for upside equity participation along with downside protection in the event of market retreat. We favor companies with stronger balance sheets that offer compelling risk/reward

**REPRESENTATIVE PORTFOLIO ATTRIBUTION VS. MSCI WORLD INDEX**  
DECEMBER 31, 2011 THROUGH DECEMBER 31, 2012



Attribution based on gross of fee performance with dividends reinvested. Performance attribution excludes any government/sovereign bonds or options on broad market indexes the portfolio may hold. Past performance is no guarantee of future results.  
Source: Capital IQ

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characteristics and growth potential. While we believe global economic growth will continue, we also anticipate ongoing volatility within the markets and therefore maintain a strong focus on risk management.

Health care and information technology represent the strategy's current largest overweights. We are favoring companies that have strong global businesses and are able to tap into growth within emerging market economies.

Within health care, we are focusing on those companies less sensitive to government regulation. Within the materials sector, as noted above, we decreased our allocation to the sector and, more specifically, our exposure to gold miners. While we maintain an underweight, our view on the financials sector has become more constructive, for the reasons noted above.

## Outlook

Our global outlook is one of cautious optimism. We believe markets are returning to more of a bottom-up focus, with greater distinctions being made on fundamentals. Even given the recent strong performance within the global equity markets, we believe the valuations of many global growth equities remain attractive.

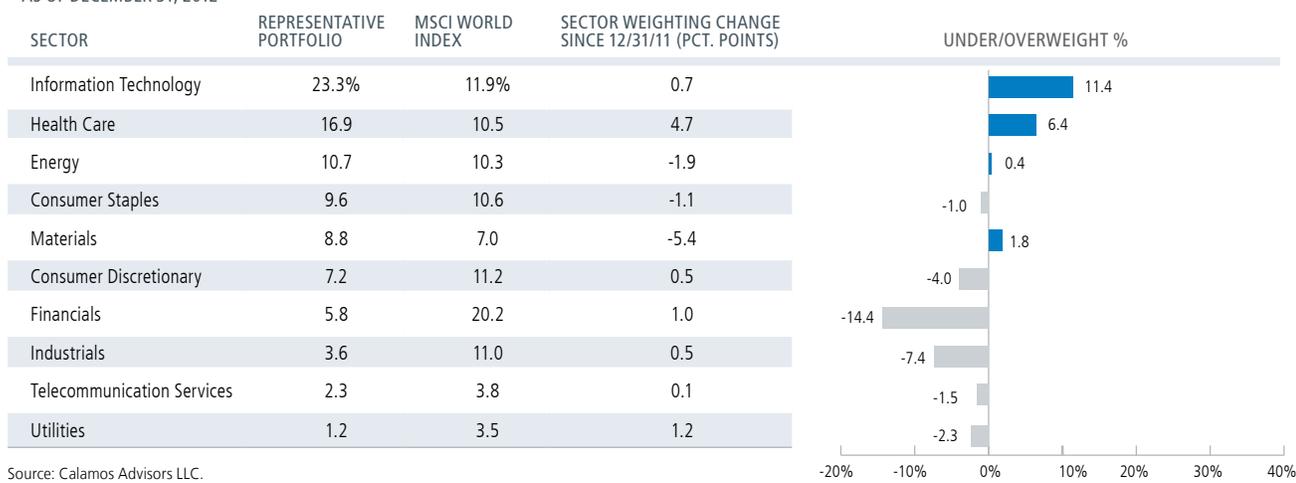
For example, in the U.S., corporate earnings have been solid, fueling most of the U.S. market gains, as valuations, when viewed on trailing earnings, have risen only modestly (from 13.08 at year-end 2011 to 14.50 at year-end 2012). Corporate balance sheets are robust and consumers have been resilient on the whole. Future earnings growth remains an area of potential concern, as it has decelerated.

We expect continued financial market volatility as the euro zone works to better integrate and strengthen its members' balance sheets and as the U.S. government undertakes what will likely be contentious debt ceiling debates. There will continue to be near-term issues (there always are), but we believe investors will be well served by not letting short-term political volatility dominate investment decisions.

In our view, this is an environment wherein convertible securities may be a particularly compelling way to gain potentially lower-volatility access to the equity markets. We continue to favor convertible issues that are neither too equity sensitive or credit sensitive, but rather, those that offer attractive risk and reward characteristics versus their underlying common stock—that is, an asymmetrical risk profile with more upside than downside participation.

### SECTOR ALLOCATION VS. MSCI WORLD INDEX

AS OF DECEMBER 31, 2012



Source: Calamos Advisors LLC.

This strategy is actively managed. Holdings, weightings and allocations are subject to change daily. Sector weightings exclude any government/sovereign bonds or options on broad market indexes the portfolio may hold.

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## TOP 10 COUNTRY WEIGHTS

AS OF DECEMBER 31, 2012

SECTOR	REPRESENTATIVE PORTFOLIO	MSCI WORLD INDEX	COUNTRY WEIGHTING CHANGE SINCE 12/31/11 (PCT. POINTS)	UNDER/OVERWEIGHT %
United States	36.4%	51.4%	-2.2	-15.0
Switzerland	7.4	4.3	1.3	3.1
Germany	7.1	3.7	2.1	3.4
United Kingdom	6.5	8.5	-2.6	-2.0
Canada	5.0	4.8	-3.1	0.2
Denmark	4.9	0.5	0.4	4.4
France	4.4	3.9	1.3	0.5
Japan	4.3	8.6	-1.4	-4.3
Taiwan	4.2	0.0	4.2	4.2
Ireland	3.6	0.7	0.9	2.9
Developed Markets	92.6	100.0	-5.2	
Emerging Markets	7.4	0.0	5.2	

Source: Calamos Advisors LLC.

This strategy is actively managed. Holdings, weightings and allocations are subject to change daily. Sector weightings exclude any government/sovereign bonds or options on broad market indexes the portfolio may hold.

The information portrayed is for the Calamos Global Opportunities Composite and as such only relate to the representative portfolio shown. Representative holdings and portfolio characteristics are specific only to the portfolio shown at that point in time. Other portfolios will vary in composition, characteristics, and will experience different investment results. The representative portfolio shown has been selected by the advisor based on account characteristics that the advisor feels accurately represents the investment strategy as a whole.

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.

The information provided in this report should not be considered a recommendation to purchase or sell any particular security. There is no assurance that any securities discussed herein will remain in an account's portfolio at the time you receive this report or that securities sold have not been repurchased. The securities discussed do not represent an account's entire portfolio and in the aggregate may represent only a small percentage of an account's portfolio holdings.

Returns presented reflect the Calamos Global Opportunities Composite which is an actively managed composite primarily investing in a globally diversified portfolio of equity, convertible and fixed-income securities, with equal emphasis on capital appreciation and current income. The Composite was created February 16, 2006, calculated with an inception date of October 1, 1996 and includes all fully discretionary fee paying accounts of \$500,000 or more, including those no longer with the Firm.

Investments in overseas markets pose special risks, including currency fluctuation and political risks, and the strategy is expected to be more volatile than that of a U.S. only strategy. These risks are generally intensified for investments in emerging markets.

The MSCI World Index is a market capitalization weighted index composed of companies representative of the market structure of developed market countries in North America, Europe, and the Asia/Pacific Region.

The MSCI Canada Index is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of Canada. The MSCI Europe Index is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of the developed markets in Europe. The MSCI Emerging Markets Index is a free float-adjusted market capitalization index that is designed to measure equity market performance of emerging markets.

The MSCI Pacific Index is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of the developed markets in the Pacific region.

The S&P 500 Index is a market-value weighted index and is widely regarded as the standard for measuring U.S. stock-market performance.

The BofA Merrill Lynch Global 300 Convertible Index (VG00) is a global convertible index composed of companies representative of the market structure of countries in North America, Europe and the Asia/Pacific region. Unless otherwise noted, index returns reflect the reinvestment of income dividends and capital gains, if any, but do not reflect fees, brokerage

commissions or other expenses of investing. Investors may not make direct investments into any index. Fees include the investment advisory fee charge by Calamos Advisors LLC.

Returns greater than 12 months are annualized. Chart Data Sources: Mellon Analytical Services LLC and Calamos Advisors LLC. Average annual total return measures net investment income and capital gain or loss from portfolio investments as an annualized average assuming reinvestment of dividends and capital gains distributions.

Calamos Advisors LLC is a federally registered investment advisor. Form ADV Part 2A, which provides background information about the firm and its business practices, is available upon written request to:

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