

Total Return Bond Fund

First Quarter 2018 Report

CALAMOS[®]
INVESTMENTS

OVERVIEW

The Fund invests in a diversified portfolio of fixed income instruments, seeking total return consistent with capital preservation.

KEY FEATURES

- » **Flexible mandate** allows us to invest across the fixed income universe with a focus on investment-grade credit, high yield credit and U.S. Treasury securities
- » **Dynamic investment process** that combines rigorous, fundamental credit research with top-down macro views
- » **Employs proprietary high yield research** to identify securities with the best potential to migrate investment-grade status, ahead of ratings agency upgrades

PORTFOLIO FIT

The Fund offers broad, diversified exposure to the U.S. investment-grade bond market with opportunistic allocation to high yield securities.

FUND TICKER SYMBOLS

A Shares C Shares I Shares
CTRAX CTRCX CTRIX

Key Drivers of Performance

- » Although the fund's overweight to industrial sector corporate bonds had a negative impact on return, security selection within the sector represented the largest positive contribution.
- » An overweight to securities with durations less than one year proved beneficial, as interest rates rose across the U.S. yield curve during the quarter.
- » Both an underweight and security selection within the U.S. Treasury sector delivered a negative outcome.
- » An underweight and security selection within the mortgage-backed security sector also weighed on performance.

Market and Portfolio Overview

- » The broad investment-grade U.S. bond market as represented by the Bloomberg Barclays U.S. Aggregate Index, decreased -1.46% in the first quarter.
- » Concerns over building inflation pressures and higher interest rates as well as their impact on risk assets caused increased volatility and weakness in the equity market and credit spreads beginning in the first week of February.
- » In addition, President Trump announced a series of tariffs, which raised concerns of an escalating international trade war truncating the economic cycle.
- » These events led to higher volatility and a wide trading range of 25 basis points for investment-grade corporate option-adjusted spreads, closing 16 basis points wider for the quarter. This coupled with higher interest rates across the yield curve caused investment-grade fixed income markets to finish negative for the quarter.

AVERAGE ANNUAL RETURNS

	QTD	YTD	1-YEAR	3-YEAR	5-YEAR	10-YEAR	SINCE INCEPTION (6/27/07)
Calamos Total Return Bond Fund							
I shares – at NAV	-1.63%	-1.63%	0.61%	1.48%	2.17%	3.67%	4.23%
A shares – at NAV	-1.69	-1.69	0.37	1.20	1.92	3.41	3.97
A shares – Load adjusted*	-3.93	-3.93	-1.92	-0.10	1.14	3.01	3.60
Bloomberg Barclays U.S. Aggregate Bond Index	-1.46	-1.46	1.20	1.20	1.82	3.63	4.15

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 and return of an investment will fluctuate so that your shares, when redeemed, may be worth more or less than their original cost. Performance reflected at NAV does not include the Fund's maximum front-end sales load of 2.25%. * Had it been included, the Fund's return would have been lower. For the most recent month-end fund performance information visit www.calamos.com. † Prior to 2/28/17, the Fund had a maximum front-end sales charge of 3.75%.

Returns for periods greater than 12 months are annualized. Average annual total return measures net investment income and capital gain or loss from portfolio investments as an annualized average. In calculating net investment income, all applicable fees and expenses are deducted from the returns. All performance shown assumes reinvestment of dividends and capital gains distributions. The Fund also offers Class C shares, the performance of which may vary. As of the prospectus dated 3/1/18, the Fund's gross expense ratio are 1.08% for Class A shares and 0.84% for Class I shares.

The offering price for Class I shares is the NAV per share with no initial sales charge. There are no contingent deferred sales charges or distribution or service fees with respect to Class I shares. The minimum initial investment required to purchase each Fund's Class I shares is \$1 million. Class I shares are offered primarily for direct investment by investors through certain tax-exempt retirement plans (including 401(k) plans, 457 plans, employer-sponsored 403(b) plans, profit sharing and money purchase pension plans, defined benefit plans and non-qualified deferred compensation plans) and by institutional clients, provided such plans or clients have assets of at least \$1 million. Class I shares may also be offered to certain other entities or programs, including, but not limited to, investment companies, under certain circumstances.

There can be no assurance that the Fund will achieve its investment objective.

NOT FDIC INSURED | MAY LOSE VALUE | NO BANK GUARANTEE

Calamos Total Return Bond Fund First Quarter 2018 Report

Duration/Yield Curve

Positioning

The team held the duration of the portfolio constant at 5.8 years, still short of the benchmark duration of 6.0 years.

Market Activity

With two-year yields closing at 2.27%, up from 1.88%, and 10-year yields closing at 2.73%, up from 2.40%, the 2s10s curve flattened 5 basis points during the first quarter to close at 47 basis points. This represents the flattest U.S. yield curve since 2007.

Results

The shorter duration positioning was a positive for performance, though an underweight to long-duration bonds was a detractor during the quarter.

Security Type

Positioning

The portfolio was overweight to corporate securities and asset-backed securities and underweight both Treasuries and mortgage-backed securities. Within the corporate bond asset class, the largest overweights were in the consumer cyclical and technology sectors.

Market Activity

Within the Bloomberg Barclays U.S. Aggregate Bond Index, government-related bonds delivered the highest return for the second quarter at -1.03%. Treasury securities returned -1.18%, followed by securitized products at -1.19%, and finally corporate bonds at -2.32%.

Results

The portfolio's overweight to asset-backed securities was a positive contributor. The team's overweight to corporate bonds, the worst-performing sector of the market, was a negative. The underweight to both Treasuries and mortgage-backed securities, which were among the sectors to outperform the index overall, also held back return.

Credit Quality

Positioning

The portfolio was underweight the AAA credit tier and had heavier exposure to the AA, A, BBB, BB and B credit tiers, reflecting our core competency in credit analysis.

Market Activity

For the quarter, credit spreads were wider across all investment-grade categories. A spreads widened the most from 73 to 91 basis points. High yield credit spreads, as measured by the Bloomberg Barclays U.S. High Yield Index closed the quarter 9 basis points wider.

Result

Our out-of-index high yield bond exposure was a slight detractor for the quarter.

Outlook

Financial conditions have turned tighter, and will likely continue to move in that direction as the Federal Reserve Bank and other global central banks remove the unprecedented stimulus of quantitative easing from global financial markets. We continue to expect two more increases to the federal funds rate in 2018, with the possibility of a third additional hike in December. While expectations for growth continue to be positive, and no signs of imminent recession are in sight, we should also note that global growth is potentially failing to meet lofty market expectations. Calamos expects the fundamentals of economic and company performance to remain stable, though fixed income market performance will face persistent technical challenges including higher bank funding costs, cash repatriation effects, and higher FX hedging costs. All of these technical factors have an impact on demand for U.S. dollar fixed income assets. In the current environment active management and rigorous fundamental analysis is crucial, as investors should be picking spots wisely to balance risk and reward.

*A 2s10s curve is the yield differential between the 2-year and 10-year maturity points of the Treasury curve. Similarly, a 5s30s curve is the yield differential between the 5-year and 30-year maturity points on the Treasury curve.

Calamos Total Return Bond Fund First Quarter 2018 Report

SECTOR ALLOCATION	FUND %
Investment Grade Corporate Debt	50.7
High Yield Corporate Debt	8.6
Government Debt	18.7
Securitized Debt	18.2
Syndicated Loans	3.1
U.S. Municipal Debt	0.0
Cash and Receivables/Payables	0.6

FUND FACTS	FUND	INDEX
Number of Holdings	177	9,822
Total Net Assets (mil)	\$67.8	N/A
Portfolio Turnover (12 months)	83.97%	N/A
Distribution Frequency	Monthly	N/A
Distribution Accrual	Daily	N/A
Average Effective Duration	5.81 years	5.96 years
Average Effective Maturity	8.69 years	8.30 years
Option Adjusted Spread (OAS)	95 bps	32 bps

FUND INFORMATION	A SHARES	C SHARES	I SHARES
Sales Load/Maximum Sales Charge	Front-End/2.25% ¹	Level-Load/1.00%	N/A
Gross Expense Ratio ³	1.08%	1.83%	0.84%
Net Expense Ratio ^{2,3}	0.90%	1.65%	0.65%

¹Prior to 2/28/17, the Fund had a maximum front-end sales charge of 3.75%.

²The Fund's investment advisor has contractually agreed to reimburse Fund expenses through March 1, 2020 to the extent necessary so that Total Annual Fund Operating Expenses (excluding taxes, interest, short interest, short dividend expenses, brokerage commissions, acquired fund fees and expenses and extraordinary expenses, if any) of Class A, Class C and Class I are limited to 0.90%, 1.65% and 0.65% of average net assets, respectively. This agreement is not terminable by either party.

³Data as of prospectus dated 3/1/18.

Calamos Total Return Bond Fund First Quarter 2018 Report

NOTES

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. Owning a bond fund is not the same as directly owning fixed income securities. If the market moves, losses will occur instantaneously, and there will be no ability to hold a bond to maturity.

Average effective duration provides a measure of the Fund's interest rate sensitivity—the longer a fund's duration, the more sensitive it is to shifts in interest rates. **Average effective maturity** is the weighted average of the maturities in a portfolio of bonds. **Option adjusted spread (OAS)** is the yield spread which has to be added to a benchmark yield curve to discount a security's payments to match its market price; uses a dynamic pricing model that accounts for embedded options and is usually measured in basis points.

The **Bloomberg Barclays U.S. Aggregate Bond Index** covers the U.S. denominated, investment-grade, fixed-rate, taxable bond market of SEC-registered securities. The index includes bonds from the Treasury, Government-Related, Corporate, MBS (agency fixed rate and hybrid ARM pass-throughs), ABS, and CMBS sectors.

Unmanaged index returns assume reinvestment of any and all distributions and, unlike fund returns, do not reflect fees, expenses or sales charges. Investors cannot invest directly in an index.

Additional Information

A credit rating is a relative and subjective measure of a bond issuer's credit risk, including the possibility of default. Credit ratings are assigned to companies by First-party groups, such as Standard and Poor's. Assets with the highest ratings are referred to as "investment grade" while those in the lower tiers are referred to as "noninvestment grade" or "high-yield." Ratings are measured using a scale that typically ranges from AAA (highest) to D (lowest). Current (SEC) Yield reflects the dividends and interest earned by the Fund during the 30-day period ended as of the date stated above after deducting the Fund's expenses for that same period.

Past performance does not indicate future results. No investment strategy or objective is guaranteed and a client's account value can fluctuate over time and be worth more or less than the original investment. 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 contained herein, while not guaranteed as to the accuracy or completeness, has been obtained from sources we believe to be reliable. 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.

Important Risk Information. An investment in the Fund(s) is subject to risks, and you could lose money on your investment in the Fund(s). Your investment in the Fund(s) is not a deposit in a bank and is not insured or guaranteed by the Federal Deposit Insurance Corporation (FDIC) or any other government agency. The risks associated with an investment in the Fund(s) can increase during times of significant market volatility. The Fund(s) also has specific principal risks, which are described below. More detailed information regarding these risks can be found in the Fund's prospectus.

The principal risks of investing in the Total Return Bond Fund include: interest rate risk consisting of loss of value for income securities as interest rates rise, credit risk consisting of the risk of the borrower to miss payments, high yield risk, liquidity risk, mortgage-related and other asset-back securities risk, including extension risk and prepayment risk, U.S. Government security risk, foreign securities risk, non-U.S. Government obligation risk and portfolio selection risk.

Before investing carefully consider the fund's investment objectives, risks, charges and expenses. Please see the prospectus and summary prospectus containing this and other information or call 1-800-582-6959. Read it carefully before investing

CALAMOS
INVESTMENTS

Calamos Financial Services LLC, Distributor
2020 Calamos Court | Naperville, IL 60563-2787
800.582.6959 | www.calamos.com | caminfo@calamos.com

© 2018 Calamos Investments LLC. All Rights Reserved. Calamos® and Calamos Investments® are registered trademarks of Calamos Investments LLC.

TRBCOM 7930 0318Q R