



# CONVERTIBLE FUND

## OVERALL MORNINGSTAR RATING<sup>+</sup>



Morningstar rated the Lord Abbett Convertible Fund class A share 4, 4 and 3 stars among 82, 67 and 43 Convertibles Funds for the overall rating and the 3, 5 and 10 year periods ended 12/31/2017, respectively. The Overall Morningstar Rating<sup>™</sup> is derived from a weighted average of the performance figures associated with a fund's three-, five-, and 10-year (as applicable) Morningstar Rating<sup>™</sup> metrics. See additional information on next page.

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## LOWER EXPENSES - CLASS A

**Fund Expense Ratio<sup>1</sup>** **1.05%**  
 Category Average<sup>2</sup> 1.32%

## GOAL

The Fund seeks to deliver current income and the opportunity for capital appreciation by investing primarily in convertible securities.

## PORTFOLIO CHARACTERISTICS

Average Maturity: 6.5 Years

Number of Issues: 135

## FUND SYMBOLS/CUSIPS

|           |       |           |
|-----------|-------|-----------|
| Class A:  | LACFX | 543916753 |
| Class C:  | LACCX | 543916738 |
| Class F:  | LBFFX | 543916498 |
| Class F3: | LOCFX | 54401E267 |
| Class I:  | LCFYX | 543916712 |
| Class R2: | LBCQX | 543916480 |
| Class R3: | LCFRX | 543916472 |
| Class R4: | LCFSX | 54401E846 |
| Class R5: | LCFTX | 54401E838 |
| Class R6: | LCFVX | 54401E820 |

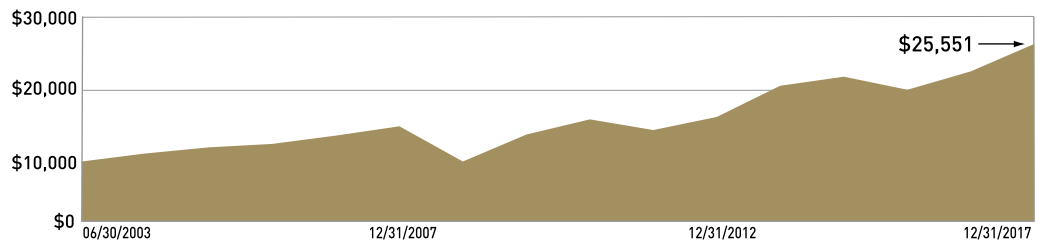
Not all share classes are available to all investors. Please see prospectus for more information.

| TAXABLE BOND CATEGORY  |   |                                |
|--|---|--------------------------------|
| #1 IN 2 OF THE PAST 3 YEARS  | #1 FOR 1-, 5- & 10-YEAR PERIODS ending 12/31/2016 | TOP 4 IN 5 OF THE PAST 6 YEARS |
| <b>Barron's/Lipper Annual Ranking<sup>®</sup></b><br><small>*As part of "Barron's Best Mutual Fund Families" annual ranking.</small> |   |                                |

## AVERAGE ANNUAL TOTAL RETURNS (%) AS OF 12/31/2017

| CLASS A SHARES   | 1 YEAR | 3 YEARS | 5 YEARS | 10 YEARS | EXPENSE RATIOS <sup>1</sup> |
|--|--------|---------|---------|----------|-----------------------------|
| <b>Net Asset Value</b><br>(without sales charge)           | 16.56  | 6.40    | 9.96    | 5.71     | Gross Net <sup>†</sup>      |
| <b>Maximum Offering Price</b><br>(with 2.25% sales charge) | 13.90  | 5.58    | 9.45    | 5.47     | 1.05% 1.05%                 |

## GROWTH OF \$10,000



Based on a hypothetical Class A Share investment of \$10,000 on 06/30/2003, at net asset value and includes the reinvestment of all distributions. Data as of 12/31/2017.

## CALENDAR YEAR TOTAL RETURNS AT NAV (%)

|            | 2008   | 2009  | 2010  | 2011  | 2012  | 2013  | 2014 | 2015  | 2016  | 2017  |
|------------|--------|-------|-------|-------|-------|-------|------|-------|-------|-------|
| <b>NAV</b> | -31.62 | 35.44 | 14.66 | -9.00 | 12.18 | 25.91 | 5.98 | -8.10 | 12.46 | 16.56 |

Reflects the percent change in net asset value (NAV) of Class A shares and includes the reinvestment of all distributions. Performance is shown for each calendar year. Performance of Class A shares with sales charge reflects the reinvestment of all distributions and includes initial maximum sales charge. Certain purchases of Class A shares without a sales charge are subject to CDSC. The CDSC is not reflected in the performance shown. Returns for less than one year are not annualized. Instances of high double-digit returns were achieved primarily during favorable market conditions and may not be sustainable over time.

**Performance data quoted reflect past performance and are no guarantee of future results. Current performance may be higher or lower than the performance quoted. The investment return and principal value of an investment in the Fund will fluctuate so that shares, on any given day or when redeemed, may be worth more or less than their original cost. You can obtain performance data current to the most recent month-end by calling Lord Abbett at 888-522-2388 or referring to lordabbett.com.**

\*Among 61 fund families. Based on net total return of the one-year period ending 12/31/2016. Barron's Best Mutual Fund Families, February 11, 2017, Lord Abbett Funds ranked 1 out of 61, 1 out of 54, and 1 out of 53 mutual fund families within the taxable bond category for the 1-, 5- and 10- year periods ending 12/31/2016, respectively. Barron's Best Mutual Fund Families, February 6, 2016, #21 in the Taxable Bond Category among 67 fund families based on the net total return of the one-year period ending 12/31/2015. Barron's Best Mutual Fund Families, February 7, 2015, #1 in the Taxable Bond Category among 65 fund families. Based on the net total return of the one-year period ending 12/31/2014. Barron's Best Mutual Fund Families, February 8, 2014, #3 in the Taxable Bond Category among 64 fund families. Based on the net total return of the one-year period ending 12/31/2013. Barron's Best Mutual Fund Families, February 11, 2013, #2 in the Taxable Bond Category among 62 fund families. Based on the net total return of the one-year period ending 12/31/2012. Barron's Best Mutual Fund Families, February 6, 2012, #4 in the Taxable Bond Category among 58 fund families. Based on the net total return of the one-year period ending 12/31/2011.

<sup>1</sup> Reflects expenses for the Fund's fiscal year end and is subject to change. Fund expenses may fluctuate with market volatility. A substantial reduction in Fund assets (since its most recently completed fiscal year), whether caused by market conditions or significant redemptions or both, will likely cause total operating expenses (as a percentage of Fund assets) to become higher than those shown.

<sup>2</sup> Reflects the average net expenses of Class A shares of all funds within the Lipper Convertible Securities Funds Category based on Lipper data available.

**A Note about Risk:** Convertible securities are subject to the risks affecting both equity and fixed income securities, including market, credit, liquidity, and interest rate risk. Convertible securities tend to be more volatile than other fixed income securities, and the markets for convertible securities may be less liquid than markets for common stocks or bonds. The Fund may invest substantially in high yield, lower-rated securities. These securities carry increased risks of price volatility, illiquidity, and the possibility of default in the timely payment of interest and principal. The Fund may invest in foreign or emerging market securities, which may be adversely affected by economic, political, or regulatory factors and subject to currency volatility and greater liquidity risk. The Fund may invest in derivatives, which are subject to greater liquidity, leverage, and counterparty risk. These factors can affect Fund performance.

The Fund's portfolio is actively managed and is subject to change.

## INVESTMENT TEAM

## Team Leader(s):

Alan R. Kurtz  
17 Years Industry Experience

Steven F. Rocco, CFA, Partner & Director  
16 Years Industry Experience

Robert A. Lee, Partner  
26 Years Industry Experience

## Supported By:

63 Investment Professionals  
13 Years Avg. Industry Experience

## FUND BASICS

Total Net Assets(\$M):<sup>3</sup> \$877.8

Inception Date: 06/30/2003 (Class A)

Capital Gains Distribution: December

Dividend Frequency: Quarterly

Minimum Initial Investment: \$1,500

<sup>3</sup> Includes all share classes.

EXPENSE RATIOS<sup>1</sup>GROSS NET<sup>+</sup>

|           |       |       |
|-----------|-------|-------|
| Class A:  | 1.05% | 1.05% |
| Class C:  | 1.68% | 1.68% |
| Class F:  | 0.95% | 0.95% |
| Class F3: | 0.82% | 0.82% |
| Class I:  | 0.85% | 0.85% |
| Class R2: | 1.45% | 1.45% |
| Class R3: | 1.35% | 1.35% |
| Class R4: | 1.10% | 1.10% |
| Class R5: | 0.85% | 0.85% |
| Class R6: | 0.82% | 0.82% |

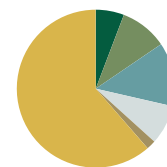
<sup>1</sup> The net expense ratio takes into account contractual fee waivers/expense reimbursements that currently are scheduled to remain in place through 03/31/2018. For periods when fees and expenses were waived and/or reimbursed, the Fund benefited by not bearing such expenses. Without such fee waivers/reimbursements, performance would have been lower.

## TEN LARGEST HOLDINGS

|                            |      |
|----------------------------|------|
| NRG Yield, Inc.            | 2.9% |
| Intel Corp.                | 2.9% |
| FireEye, Inc.              | 2.8% |
| Twitter, Inc.              | 2.7% |
| SunPower Corp.             | 2.7% |
| Wells Fargo & Co.          | 2.6% |
| Microchip Technology, Inc. | 2.6% |
| Micron Technology, Inc.    | 2.5% |
| VeriSign, Inc.             | 2.4% |
| Anthem, Inc.               | 2.3% |

Holdings are for informational purposes only and are not a recommendation to buy, sell, or hold any security.

## CREDIT QUALITY DISTRIBUTION



Ratings (other than U.S. Treasury securities or securities issued or backed by U.S. agencies) provided by Standard & Poor's, Moody's, and Fitch. For certain securities that are not rated by any of these three agencies, credit ratings from other agencies may be used. Where the rating agencies rate a security differently, Lord Abbett uses the higher credit rating. Ratings range from AAA (highest) to D (lowest). Bonds rated BBB or above are considered investment grade. Credit ratings BB and below are lower-rated securities (junk bonds). High-yielding, non investment grade bonds (junk bonds) involve higher risks than investment grade bonds. Adverse conditions may affect the issuer's ability to pay interest and principal on these securities. A portion of the portfolio's securities may not be rated. Breakdown is not an S&P credit rating or an opinion of S&P as to the creditworthiness of such portfolio. Ratings apply to the credit worthiness of the issuers of the underlying securities and not the fund or its shares. Ratings may be subject to change.

## GLOSSARY OF TERMS

**Average Maturity** is the length of time until the average security in a portfolio will mature or be redeemed by its issuer in proportion to its dollar value. Indicating a portfolio's sensitivity to general market interest rate changes, a longer average maturity implies greater relative portfolio volatility.

**Lipper Convertible Securities Funds Average** is based on a universe of funds with similar investment objectives as the Fund. Source: Lipper Analytical Services.

The information provided is not directed at any investor or category of investors and is provided solely as general information about Lord Abbett's products and services and to otherwise provide general investment education. None of the information provided should be regarded as a suggestion to engage in or refrain from any investment-related course of action as neither Lord Abbett nor its affiliates are undertaking to provide impartial investment advice, act as an impartial adviser, or give advice in a fiduciary capacity. If you are an individual retirement investor, contact your financial advisor or other fiduciary about whether any given investment idea, strategy, product or service may be appropriate for your circumstances.

Barron's Best Mutual Fund Families rankings are based on asset weighted returns in funds in five categories: U.S. equity, world equity (including international and global portfolios), mixed asset (which invest in stocks, bonds and other securities), taxable bond, and tax-exempt (each a "Barron's ranking category"). Rankings also take into account an individual fund's performance within its Lipper peer universe. Lipper calculated each fund's net total return for the year ended December 31, 2016, minus the effects of 12b-1 fees and sales charges. Each fund in the survey was given a percentile ranking with 100 the highest and 1 the lowest in its category. That ranking measured how a fund compared with its peer "universe," as tracked by Lipper, not just the funds in the survey. Individual fund scores were then multiplied by the 2016 weighting of their Barron's ranking category as determined by the entire Lipper universe of funds. Those fund scores were then totaled, creating an overall score and ranking for each fund family in the survey in each Barron's ranking category. The process is repeated for the five- and ten-year rankings as well. Barron's Fund Family Rankings are awarded annually.

† Morningstar proprietary ratings reflect historical risk-adjusted performance. For each fund with at least a three-year history, Morningstar calculates a Morningstar Rating™ based on a Morningstar risk-adjusted return measure that accounts for variation in a fund's monthly performance (including the effects of sales charges, loads, and redemption fees), placing more emphasis on downward variations and rewarding consistent performance. The top 10% of the funds in an investment category receive 5 stars, 22.5% receive 4 stars, 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. (Each share class is counted as a fraction of one fund within this scale and rated separately, which may cause slight variations in the distribution percentages.)

Investors should carefully consider the investment objectives, risks, charges, and expenses of the Lord Abbett Funds. This and other important information is contained in the Fund's summary prospectus and/or prospectus. To obtain a prospectus or summary prospectus on any Lord Abbett mutual fund, contact your investment professional, Lord Abbett Distributor LLC at 888-522-2388 or visit us at lordabbett.com. Read the prospectus carefully before you invest.

NOT FDIC INSURED-NO BANK GUARANTEE-MAY LOSE VALUE

LACS-12-4Q17

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