

GLOBAL MONEY FLOWS

EXPLORING REMITTANCES DATA

“Deglobalization” is the buzzword of the moment. However, according to data on remittances—migrants sending money home—we are more globalized than ever. Migrants sent almost one trillion dollars to their homes from abroad in 2023. Since 2000, remittances have grown at a healthy rate as labor becomes more mobile and global to the point where remittances now surpass foreign direct investments (FDI) for developing economies. What hasn't changed is the U.S. dominance as the destination of migrants and, consequently, the leading source of remittances for the world.

Top 25 Remittance Sending Countries

Outflows

Inflows

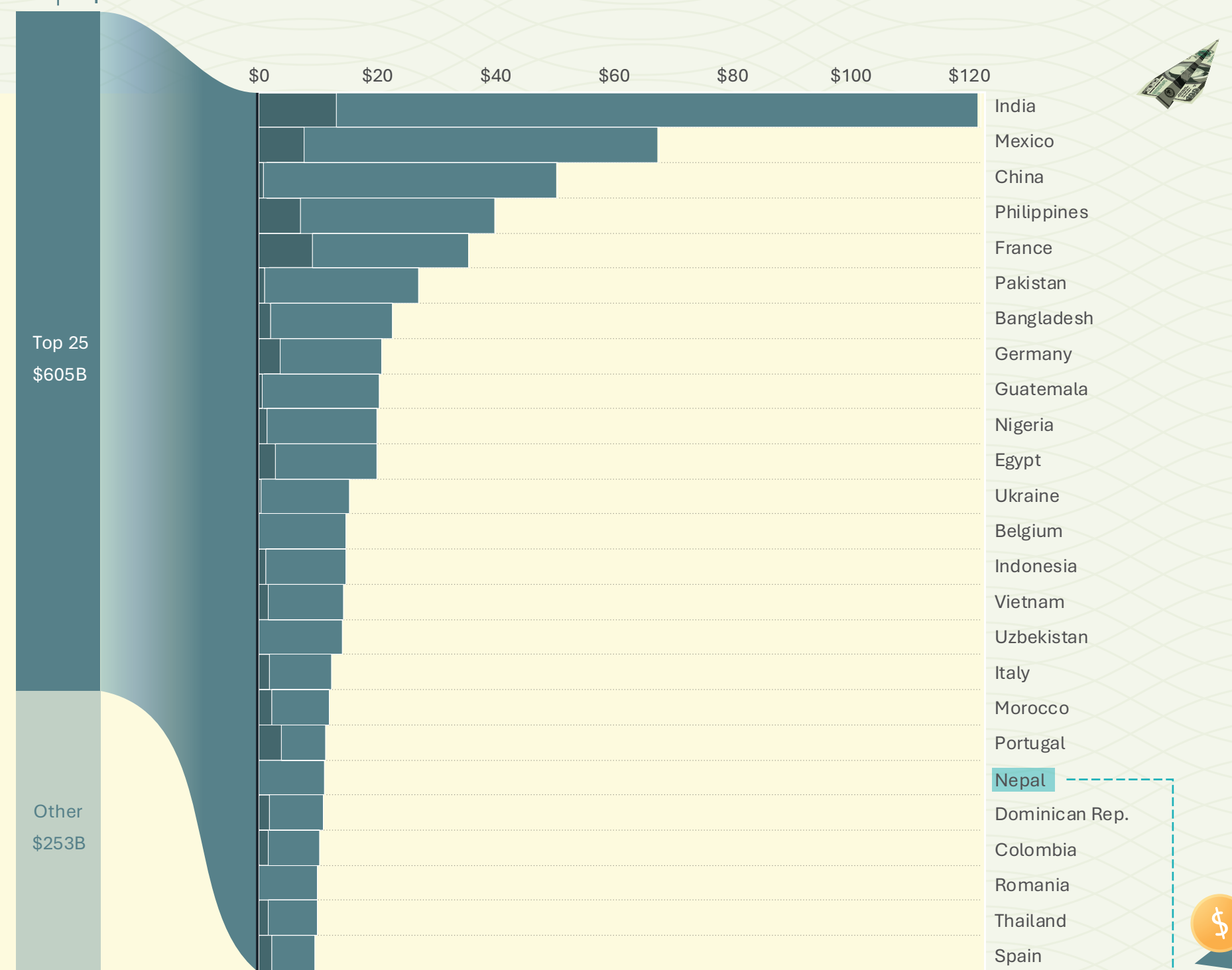
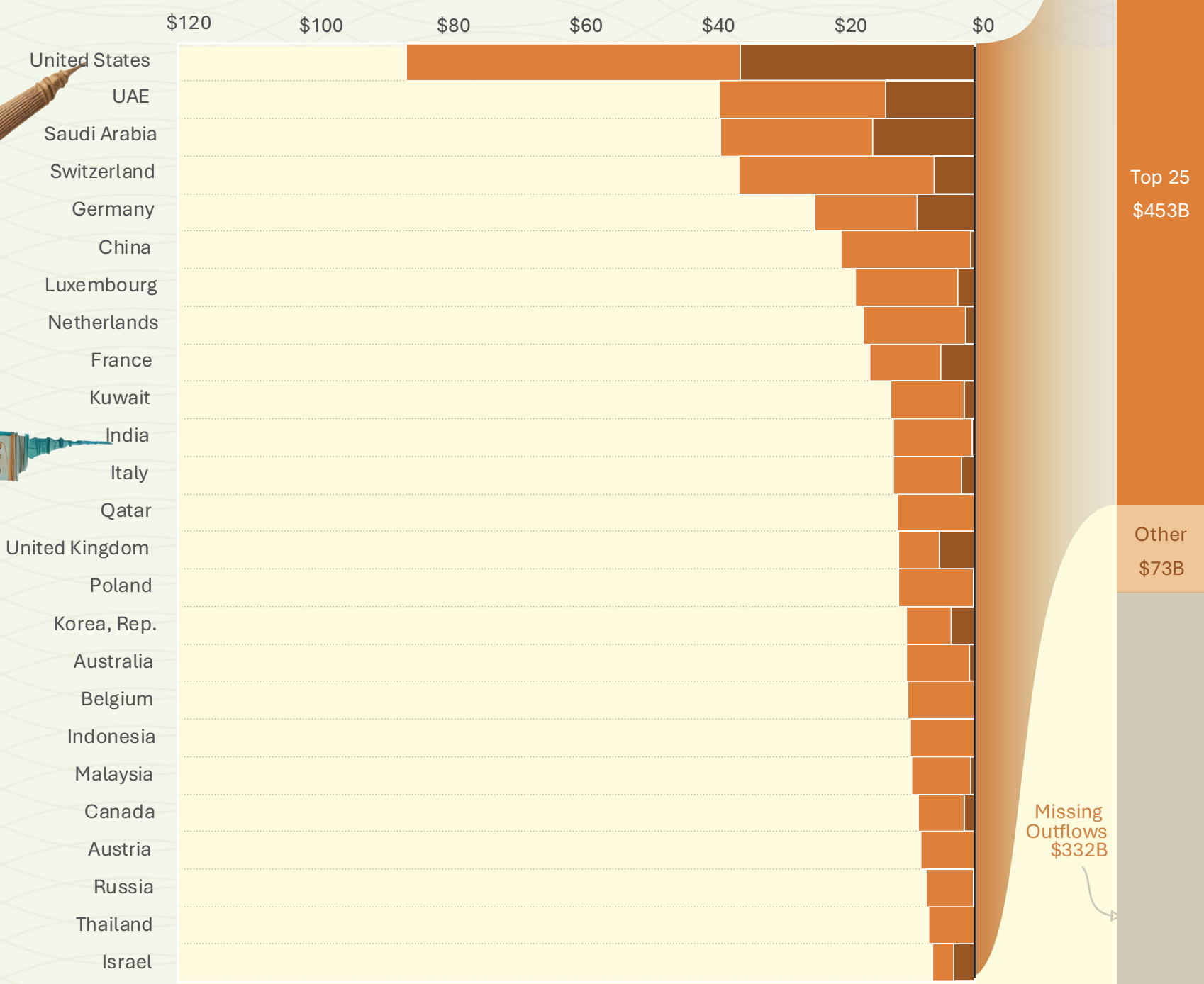
Top 25 Remittance Receiving Countries

2023 Levels 2000 Levels (In Billions of USD)

\$526 Billion

\$858 Billion

(In Billions of USD) 2023 Levels 2000 Levels



2023 Remittances to Low- and Middle-Income Countries: **\$656 B**

Foreign Direct Investment (FDI): **\$382 B**

Official Development Assistance (ODA): **\$256 B**

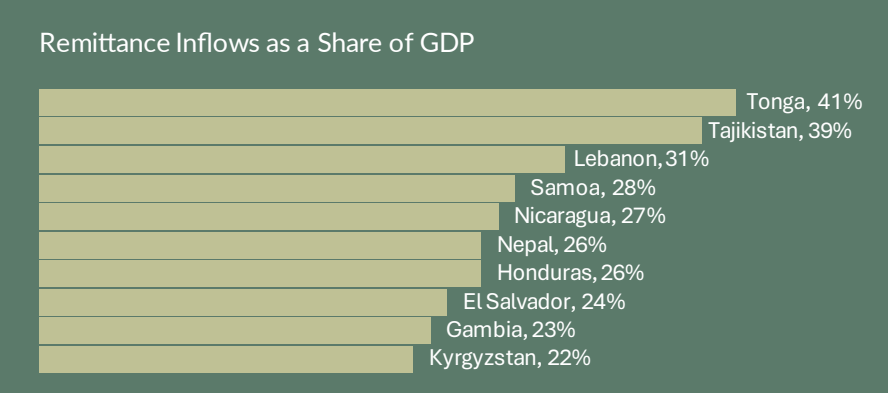
Cost of Capital
Despite technological advances, remittances are still too costly. However, change is afoot with digital remittance transfers. Today, digital remittances cost 5% while cash remittances cost 7%, lower than the 10% and 8% ten years ago, respectively. And you thought your banking fees were high!

Missing \$300 billion!
Many remittances flow out in informal ways (e.g., migrants taking cash abroad by hand), and data collection issues make it difficult to track them. The UN and the World Bank are working together to produce better data.

Migrant Workers = Remittances
It's not surprising that the United States is a major provider of remittances as it is the world's largest destination for migrant workers. The U.S. accounts for 97% of Mexico's remittances and 16% of global remittances. Since 2021, remittance outflows from the U.S. have increased by 16% on the back of stronger labor markets and increased immigration. Remittances to the world from Russia have decreased by 56% since the war with Ukraine.

Top Destinations of Migrants	Top Sources of Migrants
United States	India
Germany	Ukraine
Saudi Arabia	China
Russia	Mexico
United Kingdom	Venezuela

Most Exposed to Global Shocks
At just \$11 billion, Nepal's remittances were 26% of its GDP! Here are the nine other countries that don't make the top 25, but whose economies rely on remittances.



Source: Knomad, Bangladesh Bank, World Bank, Payden Calculations



40 YEARS OF INSPIRING CONFIDENCE WITH AN UNWAVERING COMMITMENT TO CLIENT NEEDS.

LOS ANGELES | BOSTON | LONDON | MILAN

U.S. DOMICILED MUTUAL FUNDS*

CASH BALANCE

Payden Managed Income Fund

EQUITY

Payden Equity Income Fund

GLOBAL FIXED INCOME

Payden Emerging Markets Bond Fund
Payden Emerging Markets Corporate Bond Fund
Payden Emerging Markets Local Bond Fund
Payden Global Fixed Income Fund
Payden Global Low Duration Fund

TAX-EXEMPT INCOME

Payden California Municipal Social Impact Fund

U.S. FIXED INCOME

Payden Absolute Return Bond Fund
Payden Cash Reserves Money Market Fund**
Payden Core Bond Fund
Payden Corporate Bond Fund
Payden Floating Rate Fund
Payden GNMA Fund
Payden High Income Fund
Payden Limited Maturity Fund
Payden Low Duration Fund
Payden Securitized Income Fund
Payden Strategic Income Fund
Payden U.S. Government Fund

LOS ANGELES

333 South Grand Avenue
Los Angeles, California 90071
213 625-1900

BOSTON

265 Franklin Street
Boston, Massachusetts 02110
617 807-1990

LONDON

1 Bartholomew Lane
London EC2N 2AX
United Kingdom
+ 44 (0) 20-7621-3000

MILAN

Corso Matteotti, 1 20121
Milan, Italy
+39 02 76067111

ABOUT PAYDEN & RYGEL

With \$164 billion under management, Payden & Rygel is one of the largest privately-owned global investment advisers focused on the active management of fixed income and equity portfolios. Payden & Rygel provides a full range of investment strategies and solutions to investors around the globe including Central Banks, Pension Funds, Insurance Companies, Private Banks, and Foundations. Independent and privately-owned, Payden is headquartered in Los Angeles and has offices in Boston, London, and Milan.

This material reflects the firm's current opinion and is subject to change without notice. Sources for the material contained herein are deemed reliable but cannot be guaranteed. This material is for illustrative purposes only and does not constitute investment advice or an offer to sell or buy any security. Past performance is no guarantee of future results. Point of View articles may not be reprinted without permission. We welcome your comments and feedback at editor@payden.com.

* For more information and to obtain a prospectus or summary prospectus, visit payden.com or call 800 572-9336. Before investing, investors should carefully read and consider investment objectives, risks, charges, expenses and other important information about the Fund, which is contained in these documents.

**An investment in the money market Fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. Although the Fund seeks to preserve the value of your investment at \$1.00 per share, it is possible to lose money by investing in the Fund. The Fund's sponsor has no legal obligation to provide financial support to the Fund, and you should not expect that the sponsor will provide financial support to the Fund at any time. The Payden funds are distributed through Payden & Rygel Distributors, member FINRA.

DUBLIN DOMICILED UCITS FUNDS

EQUITY

Payden Global Equity Income Fund

LIQUIDITY FUNDS

Payden Sterling Reserve Fund
Payden U.S. Dollar Liquidity Fund

INDEX FUND

Payden Global Government Bond Index Fund

FIXED INCOME

Payden Absolute Return Bond Fund
Payden Global Aggregate Bond Fund
Payden Global Bond Fund
Payden Global Emerging Markets Bond Fund
Payden Global Emerging Markets Bond Fund (Hard Currency)
Payden Global High Yield Bond Fund
Payden Global Inflation-Linked Bond Fund
Payden Global Short Bond Fund
Payden U.S. Core Bond Fund
Payden USD Low Duration Credit Fund

DUBLIN DOMICILED AIF ICAV FUNDS

FIXED INCOME

Payden Multi Asset Credit Fund

Payden & Rygel

 payden.com

 welcome@payden.com

 [linkedin.com/company/payden-&-rygel](https://www.linkedin.com/company/payden-&-rygel)

 twitter.com/paydenrygel