# Calvert Government Fund: I Shares

| OBJECTIVE | STRATEGY | MORNINGSTAR CATEGORY: High Quality/Short Duration | MORNINGSTAR BOX |
|---|---|---|---|
| The Fund seeks to maximize income, to the extent consistent with preservation of capital, primarily through investment in debt securities issued or guaranteed by the U.S. government, its agencies or instrumentalities. | Under normal circumstances, the Fund will invest at least 80% of its net assets in (i) debt securities issued or guaranteed by the U.S. Government, its agencies or instrumentalities ("U.S. Government Securities"), (ii) repurchase agreements collateralized by U.S. Government Securities and (iii) incidental to those investments, futures contracts that are related to U.S. Government Securities. The Fund may also invest in corporate debt securities, trust preferred securities, taxable municipal securities, asset-backed securities, including commercial mortgage-backed securities, and repurchase agreements. The Fund uses an active trading strategy, seeking relative value to earn incremental income. The Fund's investment process is enhanced by the Advisor's integrated investment research, which seeks to add value by complementing traditional fundamental security analysis with the Advisor's proprietary assessment of critical environmental, social and governance ("ESG") issues. The Fund seeks to apply ESG integration across sectors and holdings as part of its risk and opportunity assessment, and also seeks to avoid investing in tobacco companies. There is no limit on the Fund's average maturity. | The Morningstar Style Box depicts a fund's current investment strategy. For fixed-income funds, the vertical axis shows average credit quality (high, medium, or low); the horizontal axis shows interest-rate sensitivity (limited, moderate, or extensive). | |

| TICKER SYMBOL | CUSIP NUMBER | # OF FIXED INCOME HOLDINGS | BENCHMARK | TOTAL NET ASSETS ($MILS) | % OF NET ASSETS | | | MANAGEMENT |
|---|---|---|---|---|---|---|---|---|
| | | | | | EQUITY | FIXED INCOME | CASH | |
| CVGIX | 131582520 | 31 | Barclays U.S. Government Index | $24.2 | 0.00% | 98.60% | 1.40% | Calvert Investment Management, Inc. |

PERFORMANCE

*Average Annual Returns (%) for Period Ended 6/30/2014*

| | QTR | YTD | 1 YEAR | 3 YEARS | 5 YEARS | 10 YEARS | SINCE INCEPTION | INCEPTION DATE |
|---|---|---|---|---|---|---|---|---|
| I Shares | 1.06 | 2.07 | 1.86 | 1.83 | 4.11 | n/a | 4.37 | 12/31/2008 |
| *Barclays U.S. Government Index* | *1.34* | *2.66* | *2.08* | *2.88* | *3.46* | *4.43* | *2.54* | |
| *Lipper General U.S. Government Funds Average* | *1.73* | *3.60* | *2.66* | *2.57* | *3.42* | *3.88* | *3.27* | |

*The performance data quoted represents past performance, which does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be higher or lower than the performance data quoted. Index reflects no deductions for fees or expenses. An investor cannot invest directly in an index. Visit www.calvert.com to obtain performance data current to the most recent month-end. Returns for periods of less than one year are not annualized.*

**Portfolio Statistics**

| | JUNE 30, 2014 | | MARCH 31, 2014 | | DECEMBER 31, 2013 | |
|---|---|---|---|---|---|---|
| | PORTFOLIO | BENCHMARK | PORTFOLIO | BENCHMARK | PORTFOLIO | BENCHMARK |
| SEC Yield | 1.39% | - | 1.43% | - | 1.46% | - |
| 12 Mth Distribution Yield | 1.46% | - | 1.38% | - | 1.33% | - |
| Duration | 3.70 Yrs | 5.03 Yrs | 3.55 Yrs | 4.93 Yrs | 3.34 Yrs | 4.78 Yrs |
| Weighted Avg Maturity | 8.29 Yrs | 6.19 Yrs | 8.04 Yrs | 6.05 Yrs | 7.89 Yrs | 5.87 Yrs |
| Weighted Avg Coupon | 2.26% | 2.20% | 2.25% | 2.19% | 2.22% | 2.19% |
| Weighted Avg Price | 99.69 | 103.79 | 98.48 | 102.99 | 97.36 | 102.25 |

**Returns Based Statistics (3 Year)**

| | JUNE 30, 2014 | | MARCH 31, 2014 | | DECEMBER 31, 2013 | |
|---|---|---|---|---|---|---|
| | PORTFOLIO | BENCHMARK | PORTFOLIO | BENCHMARK | PORTFOLIO | BENCHMARK |
| Average Annual Return | 1.82% | 2.88% | 1.90% | 3.18% | 2.05% | 2.70% |
| Standard Deviation | 2.46% | 3.13% | 2.45% | 3.23% | 2.42% | 3.16% |
| Beta vs. Market | 0.74 | 1.00 | 0.71 | 1.00 | 0.70 | 1.00 |
| Excess Return | -1.06% | 0.00% | -1.28% | 0.00% | -0.65% | 0.00% |
| R-Squared | 89.53% | 100.00% | 88.12% | 100.00% | 82.99% | 100.00% |
| Tracking Error | 1.13% | 0.00% | 1.25% | 0.00% | 1.38% | 0.00% |
| Information Ratio | -0.94 | 0.00 | -1.02 | 0.00 | -0.47 | 0.00 |
| Sharpe Ratio | 0.72 | 0.90 | 0.75 | 0.97 | 0.82 | 0.83 |

2Q 2014 PERFORMANCE ATTRIBUTION REPORT

Calvert Government Fund: I Shares

**Performance Attribution** (gross returns vs. passive benchmark) 2Q Quarter 2014

| TOTAL EFFECT | DURATION EFFECT | CURVE EFFECT | SECTOR EFFECT | SELECTION EFFECT |
|---|---|---|---|---|
| -9 | -19 | -17 | 10 | 17 |

In the second quarter, the fund underperformed its passive benchmark, the Barclays US Government Index, by 9 basis points. Its shorter-than-benchmark duration was the primary contributor to underperformance. Positive contributors were its overweight to long maturity Agency securities and other government-related sectors which benefitted from spread tightening.

**Total effect**:Aggregate or total active return, which is return relative to the passive benchmark (outperformance or underperformance).
**Duration effect**: Active return attributable to overall duration. (Duration measures a portfolio's sensitivity to changes in interest rates. Generally, the longer the duration, the greater the change in value in response to a given change in interest rates.) This measures the effect of a parallel shift either up or down in the entire yield curve.
**Curve effect**: Active return attributable to yield curve positioning. This measures the effects of a change in the shape of the yield curve (a non-parallel shift).
**Sector effect**:Active return attributable to sector selection.
**Selection effect**:Active return attributable to security selection (includes intra-day trading).

All fixed-income attribution measures are in basis points (one basis point is 0.01 percentage points).

### Credit Quality

| | JUNE 30, 2014 | | MARCH 31, 2014 | | DECEMBER 31, 2013 | |
|---|---|---|---|---|---|---|
| | PORTFOLIO | BENCHMARK | PORTFOLIO | BENCHMARK | PORTFOLIO | BENCHMARK |
| Cash | 0.80% | - | 1.25% | - | 1.89% | - |
| Government | 93.22% | - | 93.21% | - | 92.72% | - |
| AAA/Aaa/AAA | - | 97.41% | - | 97.42% | - | 97.20% |
| AA/Aa/AA | 1.74% | 2.58% | 1.67% | 2.56% | 1.56% | 2.78% |
| A/A/A | 2.36% | 0.02% | 2.47% | 0.02% | 2.50% | 0.02% |
| BBB/Baa/BBB | 1.89% | - | 1.38% | - | 1.33% | - |
| BB/Ba/BB | - | - | - | - | - | - |
| B/B/B | - | - | - | - | - | - |
| CCC/Caa/CCC | - | - | - | - | - | - |
| CC/Ca/CC | - | - | - | - | - | - |
| CC/CC/CC | - | - | - | - | - | - |
| C/C/C | - | - | - | - | - | - |
| Not Rated | - | - | 0.03% | - | - | - |
| Equities | - | - | - | - | - | - |

### Sector Exposure

| | JUNE 30, 2014 | | MARCH 31, 2014 | | DECEMBER 31, 2013 | |
|---|---|---|---|---|---|---|
| | PORTFOLIO | BENCHMARK | PORTFOLIO | BENCHMARK | PORTFOLIO | BENCHMARK |
| Corporate | 3.82% | - | 3.76% | - | 3.71% | - |
| Government Related | 20.27% | 9.41% | 24.89% | 9.73% | 23.76% | 10.37% |
| Securitized | 1.91% | - | 1.62% | - | 0.94% | - |
| Treasury | 72.72% | 90.60% | 68.25% | 90.27% | 68.18% | 89.63% |
| Cash and Cash Equivalents | 1.27% | - | 1.46% | - | 2.71% | - |
| Other | - | - | - | - | - | - |
| Unknown | - | - | - | - | - | - |
| Municipals | - | - | - | - | - | - |

*May not add to 100% due to rounding*



## Calvert Government Fund: I Shares

### Top Ten Holdings / Percentage of Net Assets

| JUNE 30, 2014 | | MARCH 31, 2014 | | DECEMBER 31, 2013 | |
|---|---|---|---|---|---|
| | % OF PORTF. | | % OF PORTF. | | % OF PORTF. |
| US TREASURY N/B | 30.80% | WI TREASURY SEC. | 29.88% | US TREASURY N/B | 28.99% |
| US TREASURY N/B | 22.90% | US TREASURY N/B | 24.67% | WI TREASURY N/B | 24.53% |
| US TREASURY N/B | 8.40% | PRIVATE EXPORT FUNDING | 7.30% | PRIVATE EXPORT FUNDING | 6.90% |
| US TREASURY N/B | 5.56% | US TREASURY N/B | 5.67% | US TREASURY N/B | 6.57% |
| US TREASURY N/B | 4.99% | PRIVATE EXPORT FUNDING | 4.69% | US TREASURY N/B | 4.73% |
| PRIVATE EXPORT FUNDING | 4.83% | US TREASURY N/B | 4.64% | PRIVATE EXPORT FUNDING | 4.61% |
| TENN VALLEY AUTHORITY | 4.65% | TENN VALLEY AUTHORITY | 4.16% | TENN VALLEY AUTHORITY | 3.73% |
| PRIVATE EXPORT FUNDING | 3.90% | US TREASURY N/B | 3.13% | US TREASURY N/B | 3.33% |
| PORTMARNOCK LEASING LLC | 3.00% | PORTMARNOCK LEASING LLC | 2.91% | PORTMARNOCK LEASING LLC | 2.88% |
| TAGUA LEASING LLC | 1.40% | TENN VALLEY AUTHORITY | 1.81% | TENN VALLEY AUTHORITY | 1.72% |
| **TOTAL** | **90.43%** | **TOTAL** | **88.85%** | **TOTAL** | **87.99%** |

*The Fund may or may not still invest in, and no action is recommended on, companies listed. For the most recently available information on the Fund's holdings, visit* ***www.calvert.com****.*

Investment in mutual funds involves risk, including possible loss of principal invested. You could lose money on your investment in the Fund or the Fund could underperform because of the following risks: the market prices of bonds may fall; individual bonds in the Fund may not perform as expected; and/or the Fund's portfolio management practices may not achieve the desired result. Bond funds are subject to interest rate risk and credit risk. When interest rates rise, the value of fixed-income securities will generally fall. In addition, the credit quality of the securities may deteriorate, which could lead to default or bankruptcy of the issuer where the issuer becomes unable to pay its obligations when due. An active trading style can result in higher turnover (exceeding 100%), may translate to higher transaction costs, may increase your tax liability, and may affect Fund performance. The Fund is non-diversified and may be more volatile than a diversified fund.

*Holdings are subject to change.*

*Negative Cash positions may occur as the result of varying settlement schedules for securities.*

*Performance results for Class I shares of Calvert Government Fund prior to April 30, 2011 (the Class I shares' inception date) reflect the performance of Class A shares at net asset value. Actual Class I share performance would have been higher than Class A share performance because Class I has lower class-specific expenses than Class A.*

*Ratings are determined by using S&P, Moody's and Fitch rating services, whose rating categories are reflected above respectively. The letter ratings generally range from AAA (judged to be of the highest quality, with minimal credit risk) to D (the lowest rated class of bonds, typically in default with respect to timely payment of principal or interest). Bonds rated by all three services are assigned the median rating; if a bond is rated by only two agencies, it is assigned the lowest rating; if it is only rated by one agency, it is assigned that rating. Government securities may be rated lower than AAA/Aaa/AAA or may not be rated, and may include foreign government securities. If a bond is not rated by any of the aforementioned rating services, it appears in the "Not Rated" category. Ratings are subject to change.*

*The Fund seeks to avoid investing in companies classified under the tobacco industry sector of the Barclays Global Aggregate Index, the Barclays U.S. High Yield Index or the Barclays Global Emerging Market Index; or, in the opinion of the Fund's Advisor, any similar securities in the Barclays Municipal Index.*

*Net assets include all share classes.*

*Calvert funds are available at NAV for RIAs and Wrap Programs. Not all funds available at all firms.*

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