

BROXTON CAPITAL ADVISORS SMART YIELD FUND

SMART YIELD

Income Fund

Objective

The objective of the fund is to create a higher yielding portfolio through the selection of securities from multiple asset classes. As a secondary objective the fund seeks capital appreciation.

Portfolio Facts

Target Return	8.00%
Fund Type	Composite
Inception Date	9/30/2020
AUM Target	\$500 mm

Asset Mix Projections

High Yield Corporates	42%
Dividend Equities	27%
Pass Through Securities	10%
Convertible Securities	9%
Cash/ Hedging	12%

Fund Facts

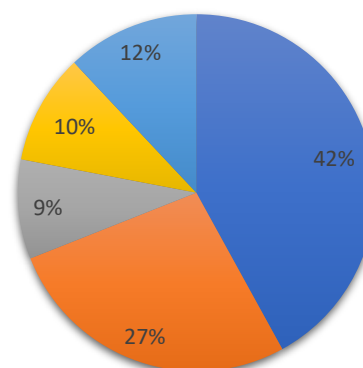
- Designed to achieve higher return through discrete selection of income securities in multiple asset classes
- Provide competitive alternative return
- Projected lower correlation to traditional equity and fixed income products
- Managers have over 90 years of combined fixed income experience

Process

- The Managers quantitatively select the highest quality individual securities in multiple asset classes and industry sectors based on proprietary algorithms, standard deviation, industry & business trajectories, coverage ratios and cash flows.

Asset Mix Projections

- HY Corporates
- Dividend Equities
- Convertible Securities
- Pass Through Securities
- Cash/Hedge



Advisors and Investors have been increasingly challenged in building fixed income allocations. The collapse in yield has also contributed to over-allocation into more speculative areas. Broxton created Smart Yield to supply managers and investors with an alternative, that produces yield and is fundamentally sound. The fund selects attractive securities from multiple asset classes in order to maximize return and minimize risk. Our research demonstrates that the majority of income focused ETFs, funds and strategies are stranded in an individual asset classes leading to poor returns and increased risk.

- Smart Yield managers select the highest quality individual securities from 4 asset classes and deliver return with intelligent risk
- Selections are based on normal valuations, strong fundamentals, yield, and issuer financial stability
- Creates attractive portfolio metrics with multiple asset classes and diversified sectors, that make sense
- Smart Yield is a managed composite

Disclosures

Smart Yield Fund targets a mix of different security classes that contain the risk of loss. Investors should carefully consider the Fund's investment objectives and risk factors before investing. Investing involves risk, including possible loss of principal. Investors should consider the loss of principle and targeted returns are not guaranteed. Individual investors in Smart Yield are generally required to be accredited investors. Smart Yield is a fund operated through individual accounts creating the composite. Smart Yield Fund is a new product with an inception date of September 30, 2020 and as such does not have historical data. Asset Mix Projections on page 2 and 6, Smart Yield Portfolio Metrics on page 5 are estimated or targets of the fund. Asset class mix and targets may change based on the direction of the managers. Portfolio allocation, projected annual return and beta assumption for each asset class on pages 7-10 are estimated. Beta for the fund and each asset class is estimated versus the S&P 500. The average beta for the entire fund is projected to be .32. Beta is a measure of the fund's volatility in relation to S&P 500 Index. This index has a beta of 1.0. The fund targets a total gross return before fees and expenses of 9.24%. The fund projects a blended return based on income securities and capital gains. Smart Yield attempts to continuously improve the value of investment portfolios by investing in corporate bonds, convertible bonds, other types of bonds (investment grade and sub-investment grade, [which may also have limited liquidity]), dividend paying equities, non-dividend paying equities, ETFs, including leveraged ETFs, and other securities. Fixed income risks include interest-rate and credit risk. Typically, when interest rates rise, there is a corresponding decline in bond values. Credit risk refers to the possibility that the bond issuer will not be able to make principal and interest payments. All securities types mentioned in this brochure have the risk of loss. Long term strategies purchase securities which are underpriced according to our appraisal methodologies. Broxton uses regression analysis to obtain an average appraisal value for an individual company and places a priority on the securities of companies with improving financial performance and or additional catalysts that provide for increases in earnings and valuation. We use financial modeling, technical analysis, proprietary and third-party research. Smart Yield does not have any capitalization (market size), sector or industry allocation mandates. Asset class allocation percentages may be changed without notice. Broxton deploys technical analysis and momentum as indicators of movement for shorter term strategies, that may not involve deep fundamental analysis. Shorting (selling and then buying) of securities can be used for hedging and as a long term or short-term strategy. We exit positions in accordance with our discipline, this includes when valuation targets are clearly exceeded or financial performance falls below our projections. Since Smart Yield returns will be calculated using a composite of accounts, the average account will not match the composite return and the return could be higher or lower. Broxton offers Smart Yield for other investment managers. Any commentary is solely the opinion of the Broxton Capital Advisors. It refers to securities we hold in our portfolio and sometimes ones we are considering but does not represent a complete list of positions held at Broxton Capital Advisors. A complete list covering the last twelve months will be furnished upon request. Price targets are mentioned for information purposes only. Nothing contained herein constitutes a recommendation to purchase or sell securities at any designated price or time. Targeted performance does not guarantee future results. Additional disclosures are included on broxtoncapital.com including in form ADV.