

EGA Business Development Companies (BDCs)

Strategy Profile

As of June 30, 2023

Strategy Overview

The Eagle Global Business Development Companies (BDCs) strategy seeks to provide investors access to the total return opportunity of investment in private middle market debt and equity through a diversified portfolio of publicly traded BDCs. The strategy targets a high level of income through a long term investment focus. The strategy allows investors access to the private debt and equity markets that are often available only to larger investors. Portfolios are managed by a team of dedicated investment professionals with a long track record of success in public market investing.

Investment Highlights

- Access to the **return potential of private company debt and equity** in a publicly traded, liquid investment vehicle.
- **Current Income** that ranks amongst the highest available in public markets.
- The potential for **portfolio diversification** from exposure to a variety of small to medium size U.S. companies.
- **Capital appreciation** potential from investments in private company equities and warrants.

Portfolio Structure 6/30/2023

Number of Portfolio Investments	17
Current Yield (Including cash)	10.1%
Projected Distribution Growth Rate	0%-1%
Expected Average Annual Total Return**	10%-11%
Price-To-Book Value (Universe)	0.96
Price-To-Book Value (Portfolio)	0.90

Portfolio Attribution

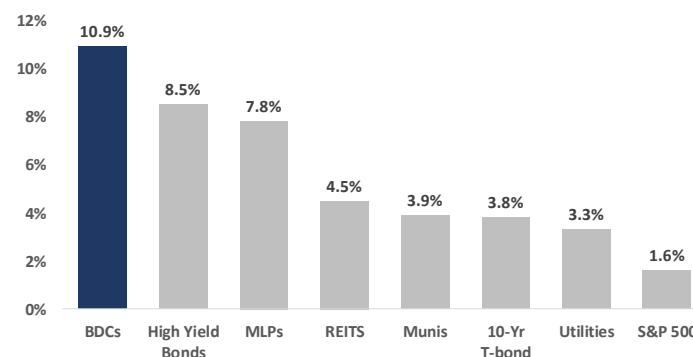
Relief as the banking crisis receded and signs that a robust economy would keep credit strong fueled good returns in the high yield credit market during the quarter, and BDCs performed well as a result. The Van Eck BDC Index returned 6.6% in the quarter, bringing its year-to-date return to 11.8%. Eagle BDC strategy portfolios did a bit better than that, fueled by exposure to some of the stronger names in the sector and timely trading at the end of last quarter. This quarter's gains were fueled by exposure to Crescent Capital, Carlyle Secured Lending, and Bain Capital. A timely buy of Hercules Tech Growth at the end of the first quarter, at the time when Silicon Valley Bank shares failed and investors were wary of early stage tech lending, proved beneficial this quarter as well when those fears faded. Holding back gains in the quarter were our cash balances and Main Street Capital. Valuations in the BDC universe are not stretched and the environment for credit is benign. We remain optimistic about the prospects for BDCs going forward.

Performance

	MRQ*	YTD*	1 Year*	Annualized Returns		
				3 Years*	5 Years*	Inception*
Business Development Companies (Gross)	7.1	12.1	14.3	22.3	10.7	9.2
Business Development Companies (Net)	6.9	11.5	13.2	21.2	9.6	8.2
VanEck BDC Income (BIZD)	6.7	11.7	14.0	19.5	7.5	7.0

*Preliminary

Asset Class Yields



Source: Factset as of 6/30/23. BDCs is the yield on the ETRACS Wells Fargo BDC Index ETF; MLPs is the yield on the JPM Alerian Index ETN; High Yield Bonds is the yield on the iShares iBoxx High Yield Bond ETF; REITs is the yield on the SPDR Dow Jones REIT ETF; Utilities is the yield on the Utilities Select Sector SPDR ETF; Munis is the yield on the SPDR Nuveen Bloomberg Barclays Muni ETF; S&P 500 is the yield on the SPDR S&P 500 ETF; and 10-Yr T-bond is the yield on the Bloomberg Barclays U.S. Treasury Billweather 10-year bond.

Top 10 Holdings***

	% Weight	% Yield
1 Ares Capital	17.2%	10.2%
2 Owl Rock Capital	14.2%	9.8%
3 FS KKR Capital	10.1%	13.3%
4 Main Street Capital	6.6%	6.9%
5 Blackstone Secured Lending	6.1%	11.3%
6 Fidus Investment Corp.	5.2%	7.9%
7 Hercules Tech Growth	5.2%	10.5%
8 Carlyle Secured Lending	4.9%	10.2%
9 Golub Capital	4.3%	9.8%
10 Sixth Street Specialty Lending	3.8%	9.8%

Disclaimer

**The expected rates of return included in this presentation are not intended as, and must not be regarded as, a representation, warranty or prediction that any portfolio will achieve any particular rate of return over any particular time period or that any portfolio will not incur losses. Although EGA believes, based on its estimates of yield and distribution growth, that the referenced return targets are reasonable, return targets are subject to inherent limitations including, without limitation, the fact they cannot take into account the impact of future economic events on future trading and investment decisions. These events may include changes in interest rates and/or benchmarks greater than those occurring within the historical time period examined when developing the return targets, future changes in laws or regulations, future political events, or future natural resource supply shocks. These returns involve certain risks, uncertainties and assumptions which are difficult to predict and may include the loss of principal. Consequently, such statements cannot be guarantees of future performance and actual outcomes and returns may differ materially from statements, goals and objectives set forth herein. The rates of return are reported gross of management fees and other portfolio expenses that would reduce the return.

***EGA top ten holdings represent our 10 largest holdings as of June 30, 2023. This is not a recommendation to buy or sell any security. There can be no assurance the portfolio will continue to hold the same position in companies described herein, and the portfolio may change any portfolio position at any time.

EGA BDC Composite

January 1, 2015 through December 31, 2022

	2022	2021	2020	2019	2018	2017	2016	2015
Total Return (%) Gross	(5.83)	36.52	(2.79)	27.14	(2.40)	(0.43)	23.37	(5.12)
Total Return (%) Net	(6.73)	35.25	(3.73)	25.95	(3.34)	(1.38)	22.21	(5.58)
BDC Benchmark Total Return (%)*	(8.77)	36.12	(11.18)	27.34	(6.57)	0.09	24.42	(5.57)
Composite 3 Year Std. Dev.	32.48	29.70	30.01	12.77	12.52	N/A	N/A	N/A
Benchmark 3 Year Std. Dev.	33.14	30.94	31.26	13.27	13.10	N/A	N/A	N/A
Number of Portfolios	<6	<6	<6	<6	<6	<6	<6	<6
Composite Dispersion (%)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Composite Assets at End of Period (US\$ 000)	6,023	3,839	6,411	6,626	5,203	5,360	4,466	3,638
Total Firm Assets (US\$ 000)	1,698,720	1,911,969	1,571,232	2,279,115	2,632,277	3,561,407	3,946,902	3,281,294
* Benchmark: BDC Index								

EGA BDC Composite - The EGA BDC composite consists of those equity-only portfolios invested in a concentrated portfolio of publicly traded Business Development Companies.

- For GIPS purposes, Eagle Global Advisors, LLC is an independent investment advisor, registered with the SEC, actively managing individual investment portfolios containing domestic equity, international equity, master limited partnerships, and domestic fixed income securities, (either directly or through a sub-advisory relationship), for mutual funds, high net worth individuals, retirement plans for corporations and unions, financial institutions, trusts, endowments and foundations. SEC registration does not imply a certain level of skill or training.
- Eagle Global Advisors, LLC claims compliance with Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with GIPS standards. Eagle Global Advisors, LLC has been independently verified for the periods 1/1/1997 to 12/31/2021. The verification reports are available upon request. A firm that claims compliance with the GIPS standards must establish policies and procedures for complying with all the applicable requirements of the GIPS standards. Verification provides assurance on whether the firm's policies and procedures related to composite and pooled fund maintenance, as well as the calculation, presentation, and distribution of performance, have been designed in compliance with the GIPS standards and have been implemented on a firm-wide basis. Verification does not provide assurance on the accuracy of any specific performance report. GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein. Only direct trading expenses are deducted when presenting gross of fee returns. In addition to management fees, actual client returns will be reduced by any other expenses related to the management of an account such as trustee fees or custodian fees. The reporting currency is the U.S. dollar. Returns are calculated net of non-reclaimable foreign withholding taxes on dividends, interest, and capital gains. Reclaimable withholding taxes are not accrued, but are cash basis as received. Eagle uses the asset-weighted standard deviation as the measure of composite dispersion of the individual component portfolio gross full period returns around the aggregate composite mean gross return. The 3 year annual standard deviation and internal dispersion are calculated using Gross of Fees returns. If the composite contains 5 portfolios or less (<6) for the full period, a measure of dispersion is shown as not meaningful (N/A) and the number of portfolios is not reported. Past performance cannot guarantee comparable future results. All investments involve risk including the loss of principal. This presentation is only intended for investors qualifying as prospective clients as defined by GIPS.
- The composite start date is July 1, 2015 and was created in 2018. The composite consists of separate accounts where the firm has full investment discretion, the portfolio contains over \$100,000 in Business Development Companies, and the portfolio properly represented the intended strategy at the end of the calendar quarter. All performance returns assume the reinvestment of dividends, interest, and capital gains. Returns are calculated net of non-reclaimable foreign withholding taxes on dividends, interest, and capital gains. Reclaimable withholding taxes are not accrued but are cash basis as received.
- Beginning on July 1, 2021, the benchmark is the VanEck BDC Income ETF (BIZD). The benchmark seeks to replicate, before fees and expenses, the price and yield performance of the MVIS US Business Development Companies Index (MVBIZDTG), a rules-based, modified market capitalization-weighted index. Companies eligible for inclusion in the index must qualify as a Business Development Company, have a market capitalization exceeding \$150 million, have a minimum trading volume of 250,000 shares each month over the last six months, and have a three-month average daily trading volume of at least \$1 million. The ETF is managed by VanEck and the index composition is determined by MarketVector Indexes GmbH. Before its discontinuation on June 30, 2021, the benchmark was the Wells Fargo Business Development Company Index. The Index is a float-adjusted, capitalization index of all applicable NYSE or NASDAQ-listed BDCs that have a market capitalization of at least \$100 million at the time of inclusion. The Index composition is determined by Wells Fargo Securities LLC. As of December 2022, BIZD's expense ratio was 10.92%. The ETF returns are total returns calculated using the ETF NAVs.
- The volatility of the ETF is likely materially different than the strategy depicted. Eagle Global's BDC strategies include buying and selling various BDCs. Holdings will vary from period to period and non-BDC assets can have a material impact on the performance.
- The Eagle list of composite descriptions, limited distribution pooled funds, and list of broadly distributed pooled funds is available upon request. Eagle policies for valuing portfolios, calculating performance and preparing compliant presentations are available upon request.

EGA Business Development Companies (BDC) Fee Schedule (minimum investment: \$100,000)	
Account Size	All Assets
Annual Fee	0.75%