# BROXTON CAPITAL BUSINESS DEVELOPMENT CORP INCOME FUND

## The Fund

A Business Development Company (BDC) is an investment company that provides capital in small and medium-sized businesses primarily through loans. Similar to real estate investment trusts or REITs, BDC's were created by congress and are not taxed. Profits are paid as dividends to shareholders. The Broxton BDC Fund is an equal-weight total return fund comprised of the 15 most stable BDCs. The primary objective is income

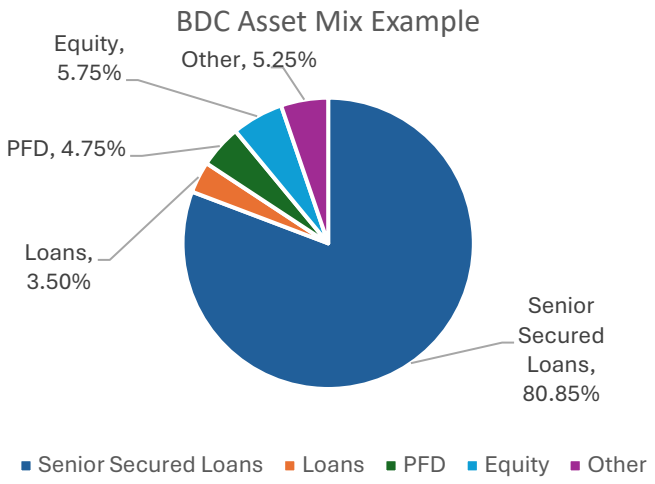
## BDC Advantages

BDCs have significant advantages. The primary investment vehicle is a senior secured loan, that are also floating rate. This makes the investments less sensitive to interest rates and possible defaults. Each BDC normally employs diversification by geography and industry increasing the safety. The investor gains exposure to a diversified portfolio of companies that pay interest substantially above other income investments through a pool of our highest rated BDCs.

## Broxton Capital

Broxton is a market leader in analyzing publicly traded loans and loan portfolios whose partners have been doing so since the early 1980s. We utilize proprietary algorithms that analyze cash flows, default rates, recoveries and the effects of rising or falling interest rates on individual portfolios. The Broxton BDC Income Fund offers an excellent way to access diversified loan portfolios that have provided the highest return. We expect the BDC sector to continue to deliver high returns.

| Fund | Performance | | | | |
|---|---|---|---|---|---|
| | YTD 2026 | 3 year | 5 year | 10 year | 10 Yr Tot |
| Broxton BDC Index | -5.41 | 6.29 | 4.76 | 7.41 | 88.20 |
| S&P Agg. Bond Index | -2.31 | 4.18 | -0.20 | 1.33 | 14.10 |
| S&P HY Bond Index | .16 | 7.85 | 3.41 | 4.84 | 60.42 |
| S&P Pfd. Stock Index | -4.66 | -.14 | -5.36 | -2.79 | -24.35 |



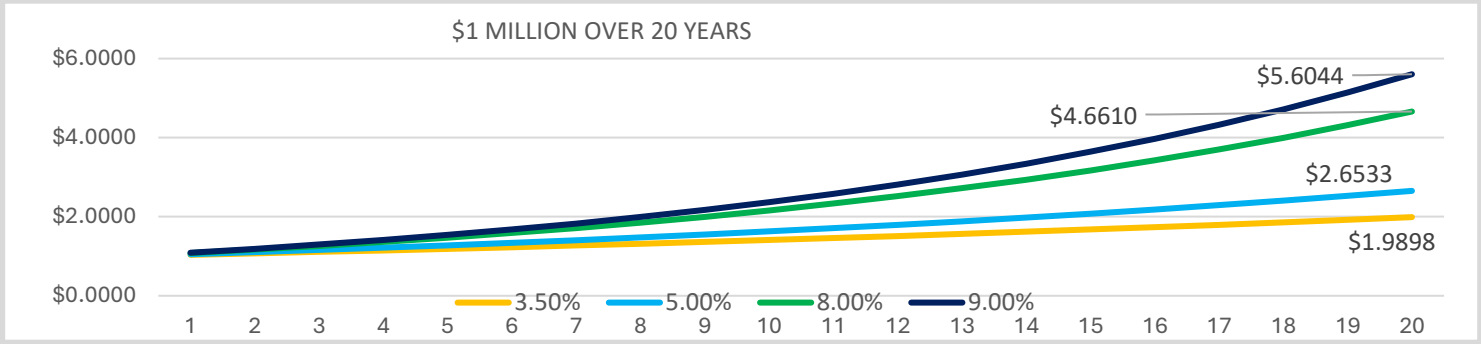

| Fund Facts | |
|---|---|
| Forward Dividend Yield | 12.83 |
| Components: | 15 |
| Components Market Cap | 30 B |
| Price/Earnings Trailing | 13.11 |
| Price/Book | .85 |
| Price/Sales | 11.4 |
| | |
| | |
| **Risk Metrics** | |
| Beta | 1.00 |
| Sharpe Ratio | .18 |
| Treynor Ratio | 3.85 |
| Alpha | 57.30 |
| Standard Deviation | 21.37 |
| | |
| **BDC Asset Example** | |
| Senior Secured Loans | 80.9% |
| Loans Other | 3.5% |
| Equity | 5.75% |
| Preferred Equity | 4.75% |
| Other | 5.25% |
| Percentage Floating Rate | 94.7% |
| | |
| | |

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# BROXTON CAPITAL BUSINESS DEVELOPMENT CORP INCOME FUND

BROXTON CAPITAL ADVISORS

| | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | YTD |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 2026 | -.37% | -9.76% | 1.54% | 7.82 | -4.61 | 0.51% | -.84% | 6.65% | -5.21% | | | | -5.41% |
| 2025 | 4.78% | 0.71% | -4.20% | -6.91% | 5.12% | 1.05% | 1.75% | .37% | -6.86% | -0.56% | 1.65% | -.13% | -4.00 |
| 2024 | 1.58% | 0.28% | 3.60% | 1.18% | 3.41% | -0.77% | -0.16% | -1.67% | 0.64% | 0.44% | 3.84% | 0.24% | 13.18 |
| 2023 | 8.19% | 1.32% | -4.53% | 0.93% | 0.91% | 4.77% | 5.81% | -0.11% | 1.64% | -4.61% | 6.27% | 4.19% | 26.70 |
| 2022 | 2.12% | -0.24% | 1.82% | -4.41% | -3.45% | -6.73% | 8.21% | -0.19% | -14.8% | 11.90% | 4.68% | -5.47% | -9.03 |
| 2021 | 2.23% | 10.35% | 4.47% | 6.21% | 1.77% | 0.51% | 0.65% | 1.29% | -0.01% | 4.50% | -2.53% | 2.83% | 36.71 |
| 2020 | 0.55% | -10.1% | -38.5% | 19.34% | 12.04% | -0.06% | -0.33% | 4.70% | -0.55% | -4.39% | 21.45% | 2.28% | -8.61 |
| 2019 | 12.35% | 3.08% | -0.98% | 3.93% | -3.29% | 3.74% | 1.13% | 0.17% | 2.33% | -0.80% | 3.31% | 1.04% | 28.34 |
| 2018 | -1.29% | -3.72% | 2.96% | 1.59% | 3.79% | -0.49% | 4.69% | 1.41% | -1.43% | -4.10% | 0.49% | -9.09% | -5.87 |
| 2017 | 0.65% | 4.83% | 0.86% | 1.43% | -6.07% | 1.76% | 0.71% | -5.47% | 4.30% | -2.76% | 1.12% | -1.03% | -.30 |
| 2016 | -5.92% | 2.60% | 8.32% | 2.12% | -1.49% | 2.80% | 5.71% | 4.54% | -1.54% | -1.42% | 3.97% | 2.99% | 24.22 |




Broxton's theme is endurance sports. About:

- We focus on long term objectives and endurance. Our selections and Funds are based on normal valuations, strong Fundamentals, yield, and issuer financial stability. We Deliver return with intelligent risk

Small differences in income returns result in large differences over time due to compounding

- A 3% improvement in return results in an additional 50% return on principal in the first 10 years. This increases to an additional 200% over 20 years.
- For each $1 million, this equals $50,000 per year over 10 years and $100,000 per year over 20 years due to compounding
- Most passively managed fixed income Funds still retain risk with little return. Investment management companies lack products and the ability or incentive to create them. Broxton focuses on bringing higher returns with intelligent risk

**BROXTON BDC Income Fund DISCLOSURES 10/22/2026**

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# BROXTON CAPITAL BUSINESS DEVELOPMENT CORP INCOME FUND

Broxton Capital Management is an investment management firm which was established in 2005. The Broxton BDC Income fund "BDC index or index" is an equal weighted total return fund comprised of 15 United States Business Development companies. The index tracks the overall performance of what we consider to be the most stable Business Development Companies that are listed and incorporated in the United States. Criteria for inclusion includes the following, but is not limited to: a diversified portfolio with close to 80% or more of the BDC portfolio invested in senior secured loans primarily to U.S. middle market companies, a market capitalization in excess of $500 million and a low or no declines in net asset value per share over the history. The index only includes companies that qualify as a Business Development Company, under the laws of the U.S. and the Investment Company Act of 1940. Business Development Companies (BDCs) generally are investment companies that lend to and invest in smaller U.S. private companies. The BDCs that comprise the Index generate income for investors in the form of dividends; which may vary and are not guaranteed. The Fund will indirectly bear management fees payable by the BDCs. This has been historically offset by higher than average income paid to investors. The average BDC uses leverage that magnifies the gains and losses in their investment portfolio. The Fund contains large, small- and medium-capitalization companies. The historical returns presented, and metrics given for the Broxton BDC Income fund are constructed using internal software and other sources. The returns before June 30, 2026 are based on another BDC index. Before June 30, 2026, the Broxton BDC Index was a tracking index based on an external BDC index. On July 1 of 2026 the fund was transitioned to an equal weighted index managed by Broxton. Currently the index has 15 components, but the manager has the discretion to add or remove constituents of the index and modify their allocation percentage in the fund. 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 the fact that Broxton BDC Income fund returns are not guaranteed, and historical returns are not a guarantee of future positive returns. The inception date of the index is June 30, 2007. The Index uses Total Return methodology meaning that all distributions, dividends and other payments from companies in the index are reinvested. Returns for the S&P 500 equity index, S&P U.S. Aggregate Bond Index and the S&P U.S. High Yield Corporate Bond Index returns are calculated using total return (all distributions reinvested) without fees. The Broxton BDC Income fund calculates historical returns using the returns of the index and (subtracting hypothetical fees) or net of fees. The imputed fees used in the calculation are .042% monthly or .504% annually (compounded monthly). Broxton may also present returns gross of fees (no fees). Risk Metrics or Standard Deviation, Beta, Sharpe, Alpha and Treynor ratios are measured over the preceding 10 year period. Standard Deviation, Beta, Sharpe and Treynor ratios for the fund are estimated versus the S&P 500 equity index. Beta is a measure of the fund's volatility in relation to the S&P 500 equity Index. This index has a beta of 1.0. Broxton calculates alpha using the higher of the following two numbers: interest rate of the 5-year treasury or 1.2% at the beginning of the calendar year (first business day of the year) This number is then divided by 12 and then compounded monthly. The risk free compounded total return is then subtracted from the total net return of the fund over the trailing 10 year period. Fund Facts data are provided by Broxton and may include information from third party data sites such as Yahoo Finance. Fund facts data are presented as non weighted averages of the components of the index. Asset Mix Example percentages are representations intended to give an example of a typical BDC in the index. Index dividends may include return of capital and other payment types from the underlying securities. The fund will seek to maintain a cash position of 2-3% but may increase this amount. The fund does not seek tax efficiency. Investors should consider that most returns or possibly all of the returns will be considered ordinary income and investors could experience a higher tax rate compared to other strategies. The BDCs in the fund primarily own fixed income securities which contain 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 an issuer will not be able to make principal and interest payments. All investments owned by BDCs have the risk of loss. Depending on certain factors including timing and position weighting, platform restrictions and the cash allocation, the returns of each account in the Broxton BDC Income fund will differ from the Broxton BDC Income Fund and other accounts. The return for each individual account could be higher or lower. Any commentary on individual securities in

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