



# High Yield Municipal Fund

WSHYX / 1Q 2019

The Fund focuses on medium to lower-credit quality municipal securities, including debt obligations of US states, territories, counties, cities, political subdivisions, government agencies and instrumentalities. The Fund can invest in below-investment grade debt with decisions to buy or sell securities driven by active internal credit research from investment professionals.

## Fund Facts:

- **Portfolio Manager:** Jason D. Diefenthaler
- **CUSIP:** 00770X626
- **Inception Date:** 3/31/2014
- **Net Assets:** \$79.55 MM
- **Min. Investment:** \$10,000 - \$500 (sub)
- **Management Fee / Other:** 0.50% / 0.22%
- **Gross Expense Ratio:** 0.73%
- **Early Redemption Period:** 60 Days
- **Early Redemption Penalty:** 1.00%

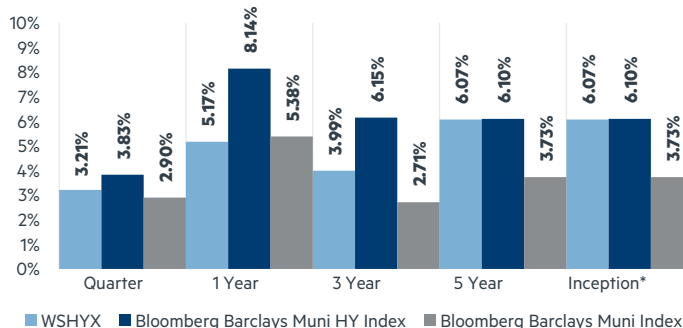
## Overall Morningstar Rating:

☆☆☆☆

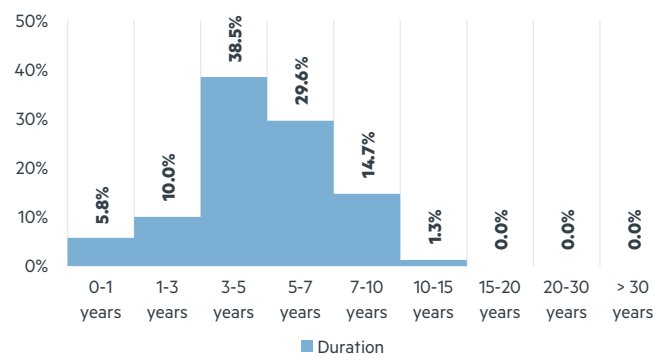
Among 154 High Yield Muni Mutual Funds for the period ending 12/31/2018\* (derived from a weighted average of the fund's three-, five-, and ten-year risk adjusted return measure, if applicable).

## Performance History (%)<sup>1</sup>

As of 3/31/2019



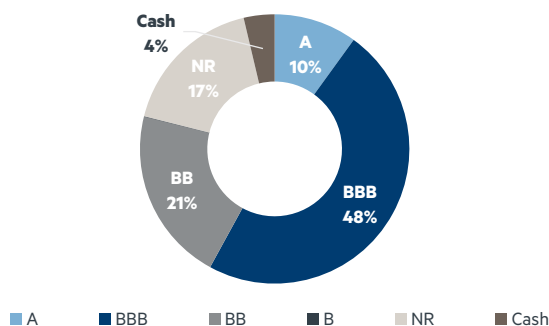
## Duration Range<sup>3</sup>



## Characteristics<sup>2</sup>

	WSHYX	Index
30-Day SEC Yield Subsidized	3.24%	N/A
30-Day SEC Yield Unsubsidized	3.19%	N/A
Duration to Worst	4.9	7.3
Avg. Maturity	16.5 yrs.	20.8 yrs.
Avg. Coupon <sup>1</sup>	5.14%	4.97%
Avg. Bond Price <sup>1</sup>	\$104.1	\$65.4

## Credit Ratings<sup>3</sup>

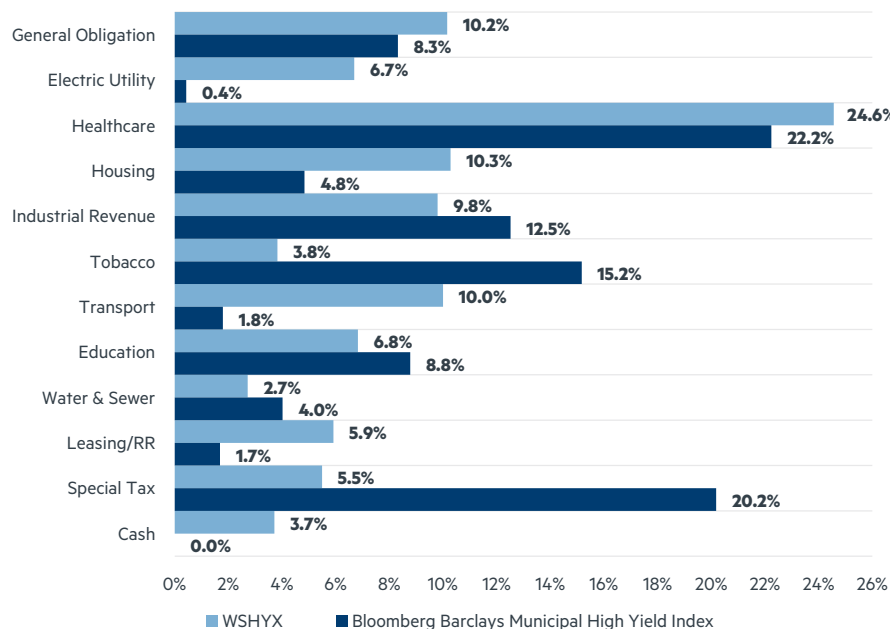


\*Inception date 3/31/2014. This Fact Sheet must be preceded or accompanied by a prospectus.

<sup>1</sup>Index information is sourced from [www.BarclaysLive.com](http://www.BarclaysLive.com). Periods greater than one year have been annualized.

Performance data quoted represents past performance; past performance 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 of the Fund may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling 1.855.WSC.MUNI.

## Fund Sector Allocation vs. Benchmark



## Top 10 Bond Holdings<sup>4</sup>

	%
SMNHSG 8.00% 2/1/2025	7.0%
CPTGEN 7.50% 6/1/2048	2.7%
ALTDEV 5.00% 5/1/2042	2.1%
DISREV 6.50% 10/1/2041	2.0%
TOBGEN 5.00% 6/1/2046	1.8%
CHI 5.00% 1/1/2025	1.8%
NYTTRN 5.00% 1/1/2031	1.5%
PMRMED 5.00% 11/1/2028	1.5%
MDSDEV 5.00% 6/1/2035	1.5%
BALFAC 5.00% 9/1/2030	1.5%
<b>Top 10 Holdings</b>	<b>23.4</b>
<b>Remaining Holdings</b>	<b>76.6</b>

## Doing Fixed Income Right. Together.

More than 30 years ago, Wasmer Schroeder was founded on the principles of an unwavering commitment to service and a dedication to managing fixed income the right way. From its beginning, the firm has held steadfast in its spirit of collaboration—doing what’s right for the advisors, investors, and institutions for whom we manage money. We do right by doing right by them—knowing their businesses, understanding their goals, and consistently finding solutions to meet their needs. As an active fixed income manager with a team of investment professionals across tax exempt and taxable strategies, we are dependable, collaborative, and insightful in our approach. Backed by research and emboldened by technology, our hands-on team is a true partner to the advisors, investors, and institutions who give us their trust.

**Investing involves risk. Principal loss is possible. Investments in debt securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term debt securities. Investment by the Fund in lower-rated and non-rated securities presents a greater risk of loss to principal and interest than higher-rated securities. Investments in municipal securities may involve additional risks, such as credit risk, prepayment risk, possible illiquidity and default, and susceptibility to adverse political, legislative, regulatory and economic developments. The Fund may invest in securities which involve limited liquidity that can be difficult to sell. Income from investments in tax exempt securities may be subject to state and local taxes and a portion of income could be subject to the federal alternative minimum tax.**

<sup>2</sup>Definition of Fund Characteristics: 30-Day SEC Yield is percentage return expressed on an annualized basis that reflects the dividends and interest earned by the fund net of expenses for the 30-day period as of the report date. Duration to Worst is computed to the redemption date which would provide the lowest yield (for callable bonds) or highest yield (for puttable bonds). For securities without calls or puts, Duration to Worst is calculated to maturity. Average Maturity is the weighted average maturity of the securities in the portfolio, expressed in years. Average Coupon is the weighted average coupon of the securities held in the portfolio. Average Bond Price is the weighted average bond price of the securities held in the portfolio. A Callable Bond is a

bond that can be redeemed by the issuer prior to its maturity. A Puttable Bond is a bond that allows the holder to force the issuer to repurchase the security at specified dates before maturity.

<sup>3</sup>General Obligation Bonds are backed by the full faith and credit of the issuing jurisdiction; Revenue Bonds are backed by identifiable sources of dedicated revenue. Credit ratings are determined by using the middle rating of Moody’s, S&P and Fitch, and the lowest rating when fewer than three ratings are assigned. Ratings are measured on a scale that generally ranges from AAA (Highest) to D (Lowest); Not Rated indicates the debtor was not rated and should not be interpreted as indicating low quality. Fund holdings and allocations are subject to change at any time and should not be considered a recommendation to buy or sell any security.

<sup>4</sup>The Morningstar Rating™ for funds, or “star rating”, is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product’s monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating™ for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating™ metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods. As of 12/31/2018, the Fund received a Morningstar rating of three stars for the three-year period among 156 High Yield Muni funds.

The Barclays Municipal High Yield Bond Index & Municipal Index are rules-based, market-value-weighted indices. Bonds eligible for High Yield Index inclusion must have a credit quality classification of Ba1/BB+ or lower or be unrated or nonrated by all three agencies; bonds must have a minimum rating of Baa3/BBB- to be eligible for the Municipal Index. They must have an outstanding par value of at least \$3 million and be issued as part of a transaction of at least \$20 million. The bonds must have a date-date after December 31, 1990 and must be at least one year from their maturity date. An investment cannot be made directly in an index.

© 2018 Morningstar, Inc. All Rights Reserved. The information contained herein (1) is proprietary to Morningstar (2) may not be copied or distributed and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results.