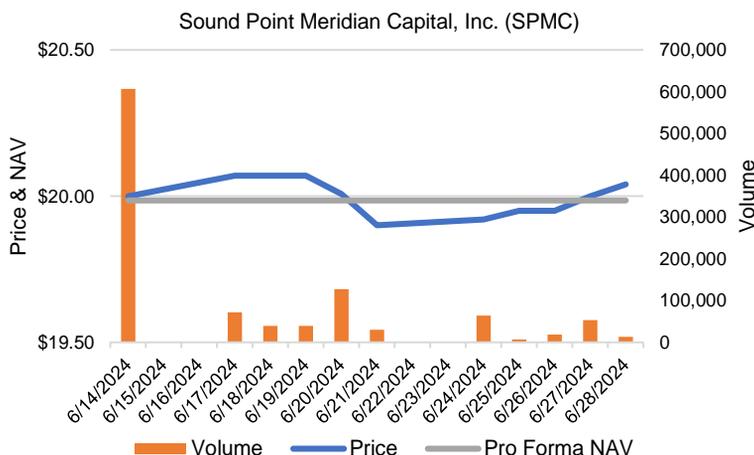


# Listed CEF Market Monthly Update

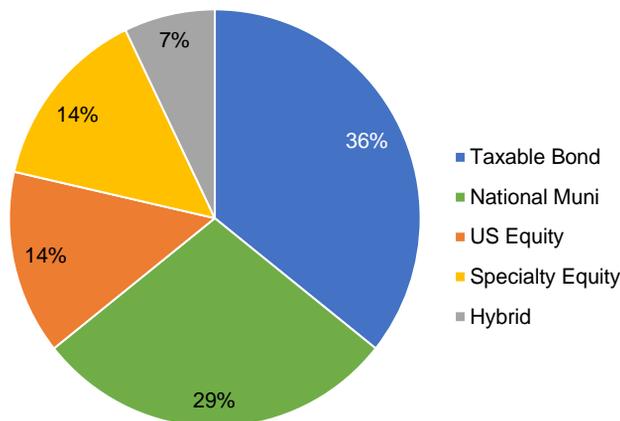
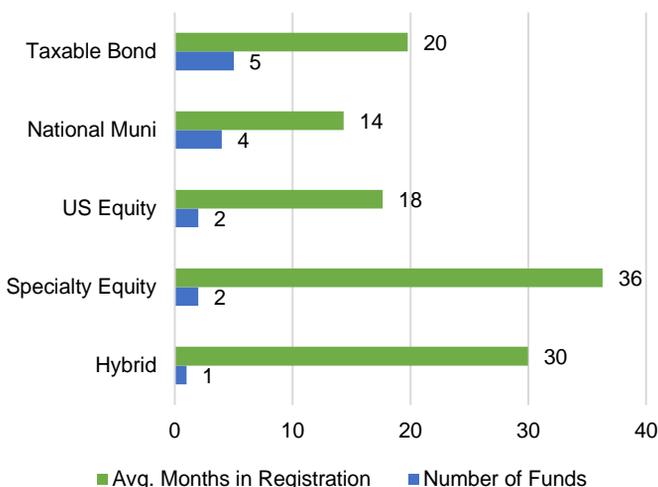
## Direct Listing Case Study: Sound Point Meridian Capital, Inc.

- On June 14<sup>th</sup>, Sound Point Meridian Capital, Inc. (SPMC) began trading on the NYSE with \$320 million of contributed capital.
- On June 17<sup>th</sup>, SPMC announced the close of its IPO of 4,000,000 shares of common stock at a price of \$20 per share. The offering brought approximately \$79.7 million in net proceeds.
- SPMC granted underwriters a 30-day option to purchase up to an additional 600,000 shares (\$12mm) of common stock to cover potential over-allotments.
- SPMC's current net asset value is \$400 million.
- Oppenheimer, B. Riley, Janney Montgomery Scott, and Piper Sandler acted as joint book-running managers for the offering. Clear Street and Wedbush acted as co-managers for the offering.



Sources: XA Investments; Sound Point Meridian Capital Inc. Press Release 6/17/2024

## 14 Listed CEFs Currently In SEC Registration Waiting for IPO Window to Open as of 6/30/2024



### Top 10 Current Average Listed CEF Premium / Discount<sup>1</sup> (as of 6/30/2024)

Equity / Hybrid	Premium / Discount	Fixed Income	Premium / Discount
Sector Equity	4.39%	Multi-Sector	1.00%
Commodities	-2.58%	Global Income	0.91%
Real Estate	-5.40%	Investment Grade	-1.46%
Covered-Call Funds	-6.94%	Limited Duration	-1.52%
MLP	-10.34%	Convertibles	-2.18%
U.S. Equity	-10.83%	Senior Loans	-2.39%
Global Allocation	-11.01%	Emerging Market Income	-3.34%
U.S. Allocation	-11.18%	Taxable Muni	-3.58%
Global Equity	-12.51%	High Yield	-4.51%
Single-Country Equity	-14.56%	Preferreds	-4.97%

1. Excludes outlier of DXYZ due to recent direct listing and trading dynamics.

### Historical Listed CEF Premium/Discount Averages (as of 6/30/2024)

<b>Current<sup>1</sup></b>	-6.48%
<b>5/31/2024<sup>1</sup></b>	-7.45%
<b>2024 YTD<sup>1</sup></b>	-7.96%
<b>2023</b>	-8.59%
<b>2022</b>	-5.78%
<b>2021</b>	-3.13%
<b>10 Year Historical</b>	-6.01%
<b>10 Year – Munis</b>	-5.24%
<b>10 Year – Taxable</b>	-6.29%

# Listed CEF Market Monthly Update

## Recent Rights Offering

Date	Ticker	Summary
June 25	PCF	The High Income Securities Fund (NYSE: PCF) announced that its Board of Trustees has authorized the issuance of one non-transferable right for each share of the Fund held on July 8, 2024, to purchase one additional share of the Fund at the greater of (1) 97% of the volume weighted average price of the Fund's shares for the three-day period ending on the expiration date, and (2) 85% of the net asset value of the Fund's shares on the expiration date of August 9, 2024 unless extended. Rights holders that fully exercise their rights will also be entitled to subscribe, subject to certain limitations to be set forth in a prospectus and subject to allotment, for additional shares that are not subscribed for by other rights holders.
June 18	GGT	The Board of Directors of The Gabelli Multimedia Trust Inc. (NYSE: GGT) has approved a transferable rights offering which would allow the Fund's record date common shareholders to acquire additional shares of common stock. The Offering will be made only by means of a prospectus supplement and accompanying prospectus, and this announcement does not constitute an offer to sell, or a solicitation of an offer to buy, any of the Fund's securities. Each shareholder will receive one transferable right for each share of common stock held on the record date (June 28, 2024). The number of Rights to be issued to a shareholder as of the close of business on the record date will be rounded up to the nearest number of Rights evenly divisible by four. The Rights are expected to trade "when issued" on the New York Stock Exchange beginning on June 27, 2024, and the Fund's shares of common stock are expected to trade "Ex-Rights" on the New York Stock Exchange beginning on June 28, 2024. The Rights are expected to begin trading for normal settlement on the New York Stock Exchange (NYSE: GGT RT) on or about July 5, 2024.
June 10	NXG	The board of trustees of NXG NextGen Infrastructure Income Fund (NYSE: NXG) has approved the terms of the issuance of transferable rights to the holders of the Fund's common shares of beneficial interest, par value \$0.001 per share, as of the record date, entitling the holders of those Rights to subscribe for Common Shares.

Note: The "Date" above represents the date of the press release announcing the rights offering.

## CEF Industry News and Upcoming Events

Date	Source	Location	Summary
Oct. 15 - 17	MMI	Charlotte	The Money Management Institute (MMI) is an organization dedicated to enhancing connections, knowledge, and growth among its members in the financial services industry through professional development and networking opportunities. To register or to learn more about the MMI's Annual Conference click <a href="#">here</a> .
Nov. 12	ICI	New York City	The 2024 Investment Company Institute (ICI) Closed-End Fund Conference offers attendees fresh perspectives on the CEF industry and the opportunity to earn continuing education credits. To register or to learn more click <a href="#">here</a> .
Nov. 13	AICA	New York City	Explore the universe of closed-end funds, interval funds, and business development companies at the sixth annual Active Investment Company Alliance (AICA) Roundtable. To register or to learn more click <a href="#">here</a> .
Nov. 19-20	II	Chicago	The Institutional Investor (II) is a private membership organization for buyers of sub-advisory services and manager research selection & oversight executives representing mutual fund companies, OCIOs, insurance firms, retirement platforms, and other asset managers which out-source. To register or learn more about II's 3rd Annual Sub-Advisory Roundtable, click <a href="#">here</a> .
March 27-28 (2025)	MMI	Fort Lauderdale	The Money Management Institute (MMI) Summit offers a unique opportunity to build brand awareness with the advisory solutions industry's most senior business leaders and decision makers, showcase your firm's offerings, and make new connections. To register or learn more, click <a href="#">here</a> .

## CEF Market Legal & Regulatory Update

On June 5, the U.S. Court of Appeals for the Fifth Circuit delivered a significant victory for private fund advisers when it [vacated](#), in entirety, the SEC's Private Fund Rules. The Private Fund Rules would have made momentous changes to the operations of private fund advisers. The SEC may appeal the ruling via a rehearing with the entire Fifth Circuit court or the US Supreme Court and hasn't indicated whether it will seek an appeal.

More recently, on June 28, the US Supreme Court made a significant decision for the entire asset management industry (and beyond) in [Loper Bright Enterprises v. Raimondo](#). In a 6-3 ruling, the Court ended the decades old *Chevron* doctrine, which granted administrative courts the ability to operate with little judicial oversight. Judicial review of administrative courts required judges to determine whether Congress directly addressed the issue in controversy and end the inquiry if Congress spoke on the matter. In cases that Congress did not provide guidance, *Chevron* dictated judicial deference to the agency's interpretation of the statute. This two-step deference allowed agencies like the SEC to use their own administrative courts for a significant "home court" advantage, often seeking civil penalties for securities and investment regulation violations that could not be reviewed.

While the *Loper* decision does not impact the SEC's ability to create industry guidance, it limits how binding such guidance may be under judicial review. As a result, the SEC's interpretation of statutes and its policymaking agenda will likely be more constrained to the actual language of statutes and Congressional dictates, and less open to agency interpretation.

# Listed CEF Market Monthly Update

## Disclaimers

The information presented herein is presented in summary form and is, therefore, subject to qualification and further explanation. It is intended for informational purposes only. Further, the information is not all-inclusive and should not be relied upon as such. XAI does not warrant the accuracy, timeliness, or completeness of the information herein, and this publication is not offered as advice on any particular matter and must not be treated as a substitute for specific advice. In particular, information in this publication does not constitute legal, tax, regulatory, professional, financial or investment advice and nothing contained herein should be construed as such advice. **Performance data quoted represents past performance. Past performance does not guarantee future results. Current performance may be lower or higher than the performance data quoted.**

This publication may contain “forward looking” information that is not purely historical in nature, including projections, forecasts, estimates of market returns, and proposed portfolio compositions. There is no guarantee that any forecasts will come to pass. This information does not constitute a solicitation of an offer to sell and buy any specific security offering. Such an offering is made by the applicable prospectus only. A prospectus should be read carefully by an investor before investing. Investors are advised to consider investment objectives, risks, charges and expenses carefully before investing. Financial advisors should determine if the risks associated with an investment are consistent with their client’s investment objective.

Investing in CEFs involves risk; principal loss is possible. There is no guarantee a fund’s investment objective will be achieved. CEFs, interval funds and tender offer funds are designed for long-term investors who can accept the special risks associated with such investments. Interval and tender offer CEFs are not intended to be used as trading vehicles. An investment in an interval or tender offer CEF is not suitable for investors who need access to the money they invest. Unlike open-end mutual funds, which generally permit redemptions on a daily basis, interval and tender offer CEF shares may not be redeemable at the time or in the amount an investor desires. An investment in CEFs involves risks, including loss of principal.

© XA Investments. All Rights Reserved. The information contained herein is the proprietary property of XA Investments and may not be reproduced, in whole or in part, or used in any manner, without the prior written consent of XA Investments. Distribution in hard or soft copy is strictly prohibited without prior permission. To inquire regarding a reproduction license or use of the research, call (888) 903-3358 or email [info@xainvestments.com](mailto:info@xainvestments.com).

## XA Investments

321 North Clark Street, Suite 2430  
Chicago, Illinois 60654  
888-903-3358  
[info@xainvestments.com](mailto:info@xainvestments.com)