



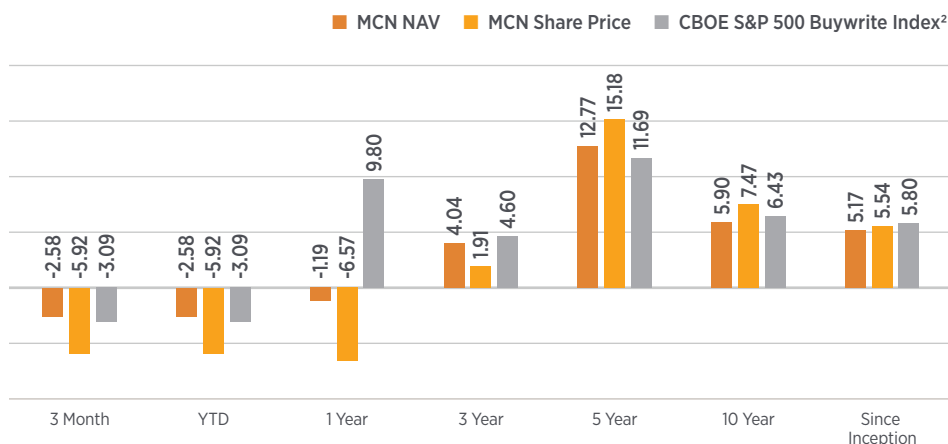
# XAI Madison Equity Premium Income Fund (MCN)<sup>1</sup>

FACT SHEET | 1Q 2025

## Objective and Investment Strategy

The XAI Madison Equity Premium Income Fund (MCN) has a 20-year track record of delivering lower volatility and strong cashflows for shareholders. The Fund invests in an actively managed equity portfolio comprised of individual stocks and covered call options. MCN's investment objective is to seek a high level of current income with secondary objective of long-term capital appreciation, and the Fund does so by focusing on strategic stock market sectors that, in its opinion, provide the best opportunities for its "Growth-at-a-Reasonable-Price" style of investing. The Fund writes primarily out-of-the-money, longer term call options on the majority of individual stocks in the portfolio.

## Historical Returns: Total Return (%)



## Fund Benefits At-A-Glance

Investor and Advisor Goals	Why MCN?
Growth Participation	Seeks to provide a significant portion of equity market returns with less volatility
Portfolio Income	Generates income in the form of option premiums, dividends, and capital gains
Offset Downside Risk	Call option premium income can help offset depreciation in equity holdings
Portfolio Diversification	Adding a covered call strategy can add diversification to either equity or fixed income portfolio allocations
Retain Premium Income	When out-of-the-money options expire, the writer (MCN) keeps the premium
Harness Market Volatility	Increased volatility in the market often increases the price of stock options, giving the portfolio a higher income potential

Past performance is no guarantee of future results.

Source: XA Investments

All data is as of 3/31/2025 unless otherwise noted.

<sup>1</sup> The Fund was previously named the Madison Covered Call and Equity Strategy Fund. The name changed in December 2024 in conjunction with XA Investments' appointment as the Fund's Adviser.

<sup>2</sup> The CBOE S&P 500 BuyWrite Index is a total return benchmark designed to measure the performance of a hypothetical buy-write, or "covered call," strategy on the S&P 500 Index.

<sup>3</sup> Distribution rates represent the latest declared regular distribution, annualized, relative to the market price and net asset value (NAV) as of quarter end. Distribution rates are not performance and are calculated by summing the quarterly distributions per share over four quarters and dividing by the NAV or market price, as applicable, as of the latest quarter end. The Fund expects that distributions paid will consist primarily of (i) investment company taxable income, which includes ordinary income and the excess, if any, of net short-term capital gain over net long-term capital loss, and (ii) net capital gain (which is the excess of net long-term capital gain over net short-term capital loss). To permit the Fund to maintain more stable distributions, distributions may be paid from any permitted source and, from time to time, all or a portion of a distribution may be a return of capital. A distribution comprised in whole or in part by a return of capital does not necessarily reflect the Fund's investment performance and should not be confused with "yield" or "income." There is no assurance the Fund will continue to pay regular distributions or that it will do so at a particular rate. The actual components of the Fund's distributions for U.S. tax reporting purposes can only be finally determined as of the end of each fiscal year of the Fund and are thereafter reported on Form 1099-DIV. The Fund's distributions for fiscal year ended 2024 comprised 71.16% net investment income or net realized short term capital gains and 28.84% return of capital. The Fund's distributions for fiscal year ending 2025 will be made available and reported to investors after the end of fiscal year 2025.

NOT FDIC INSURED NO BANK GUARANTEE MAY LOSE VALUE



### FUND BASICS

**CUSIP** 557437100

**Price Ticker Symbol** MCN

**NAV Ticker Symbol** XMCNX

**Inception Date** July 27, 2004

### CAPITAL STRUCTURE

#### Total Net Assets

Approximately \$132 million

#### Common Shares Outstanding

21,116,722 shares

### KEY INFORMATION REGARDING DISTRIBUTIONS<sup>3</sup>

**Current Distribution (Quarterly)** \$0.18

**Distribution Rate on NAV** 11.54%

**Distribution Rate on Market Price** 11.75%

### TOTAL DISTRIBUTIONS PAID PER SHARE<sup>3</sup>

**YTD** \$0.18

**Inception to Date** \$17.02

## Portfolio Management

Madison Investments is an independent investment management firm based in Madison, Wisconsin. The firm was founded in 1974, has approximately \$28 billion in assets under management as of December 31, 2024, and is recognized as one of the nation's top investment firms. The firm has managed covered call strategies for over 20 years through various market cycles. Madison Investments offers domestic fixed income, U.S. and international equity, covered call, multi-asset, insurance, and credit union investment management strategies.

## Fund Portfolio Information

### Industry Allocation

Industry	Percentage of Portfolio
Information Technology	20.40
Health Care	14.00
Consumer Staples	11.50
Energy	10.30
Consumer Discretionary	8.00
Financials	6.10
Communication Services	6.10
Industrials	4.50
Materials	4.50
Utilities	3.50
Real Estate	3.10
Options*	0.50
Cash Equivalent	7.50

Total may not add up to 100% due to rounding. Holdings may vary and are subject to change without notice.

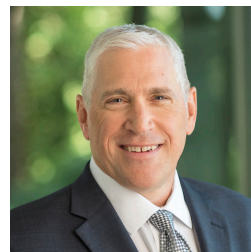
\* These values represent the market value of the Fund's positions and options contracts (not notional value).

### Top 10 Equity Holdings

Holding	Percentage of Portfolio
Medtronic PLC	3.54
Las Vegas Sands Corp	3.53
Aes Corp	3.53
Barrick Gold Corp	3.51
ConocoPhillips	3.10
American Tower Corp	3.05
Microsoft Corp	2.91
Accenture PLC-CI A	2.88
Hershey Co/The	2.78
Transocean Ltd	2.67
<b>Top 10 Total</b>	<b>31.50</b>

Holdings may vary and are subject to change without notice.

## Portfolio Managers



**Ray Di Bernardo, CFA**  
joined Madison Investments in 2003 and has been with the Fund since its inception in 2004.



**Drew Justman, CFA**  
joined Madison Investments in 2005 and has been with the Fund since that time.

### Fund Characteristics

Total Number of Holdings	91
Number of Equity Holdings	43
Number of Options Holdings	48
Equities Covered by Call Options	88.60%
Average Length of Option Contract	58.7 Days
Out-of-the-Moneyness	13.2%

### Annual Expense Ratio

Annual Expenses	As a Percentage of Assets
Management Fees	0.80
Other Expenses	
Investor Support and Secondary Market Support Services Fee <sup>1</sup>	0.00
Other	0.28
Expense Limitation <sup>2</sup>	—
Total Annual Expenses (After Expense Limitation) <sup>2</sup>	1.08

All data is as of 3/31/2025 unless otherwise noted.

<sup>1</sup> The Fund has retained the Adviser to provide investor support services and secondary market support services in connection with the ongoing operation of the Fund. The Adviser has agreed to waive investor support and secondary market support services fee until at least December 2, 2026.

<sup>2</sup> The Adviser has agreed to waive its management fee and/or reimburse expenses of the Fund to the extent necessary to limit the Fund's total annual expenses to the annual rate of 1.08% of the Fund's managed assets, exclusive of certain excluded expenses, through December 2, 2026 (the "Operating Expense Limitation Agreement"). The following expenses are excluded under the Operating Expense Limitation Agreement: taxes, leverage and interest expenses, indirect expenses such as brokerage commissions and other transactional expenses, dividends or interest on short positions, acquired fund fees and expenses, extraordinary and non-routine expenses such as litigation expenses, or the compensation of the Fund's independent trustees.

**Risk Considerations** Investing in closed-end funds involves risk; principal loss is possible. There is no guarantee the Fund's investment objective will be achieved. Closed-end fund shares may frequently trade at a discount or premium to their net asset value. The principal risks of investing in the Fund include option risk, tax risk, derivatives risk, concentration risk, equity risk, mid cap risk, and market risk. The writer of a covered call option forgoes, during the option's life, the opportunity to profit from increases in the market value of the security covering the call option above the sum of the premium and the strike price of the call, but has retained the risk of loss should the price of the underlying security decline. The Fund's shares are not guaranteed or endorsed by any bank or other insured depository institution, and are not federally insured by the Federal Deposit Insurance Corporation. **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.** An investment in this Fund presents a number of risks and is not suitable for all investors. Investors should carefully review and consider potential risks before investing. These and other risk considerations are described in more detail on the Fund's web page at [xainvestments.com/mcn](http://xainvestments.com/mcn).