

**S%NET**  
CLOSED-END FUND  
INDEXES

Contact Information

**Joseph LaCorte, CFA**  
S-Network Global Indexes, LLC  
(646) 467-7927  
jlacorte@snetworkllc.com

Licensed ETF

Ticker: PCEF

This is not an offer to purchase or sell shares of the above listed funds. All purchases or sales of shares must be pursuant to a current private offering memorandum for the relevant fund or funds.

Information about the index, including rule book, company description, and historic data, can be found at:  
[www.closedendfundindex.com](http://www.closedendfundindex.com)

TICKER:

S-Network Composite Closed-End Fund Index<sup>SM</sup>: CEFX

September 2010

Inquire about our custom institutional benchmarking services



**Q3 2010 Review: CEFX**

**Index Performance.** The S-Network Composite Closed-End Fund Index (TICKER: CEFX) increased +8.64% from 736.49 to 800.13 in the third quarter of 2010. The S-Network Composite Closed-End Fund Total Return Index (TICKER: CEFXTR), which includes dividends, was up +10.26%.

As of September 30, 2010, the dividend yield for the index was 8.78%, compared with 9.137% at the end of the previous quarter. The weighted discount for the index was -2.05% as of September 30, 2010, compared with -4.09% at the end of the previous quarter.

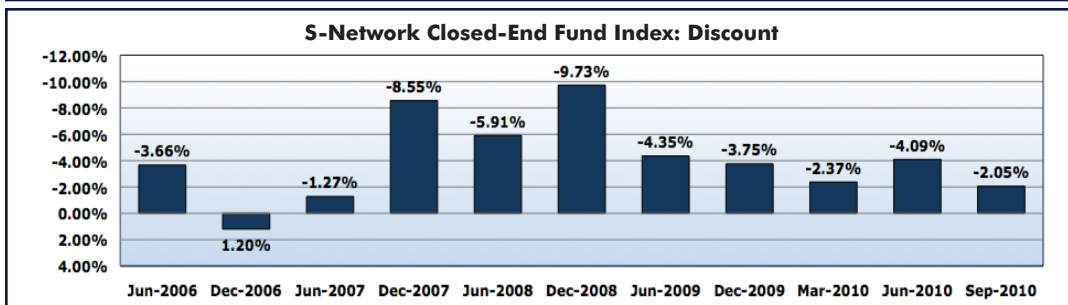
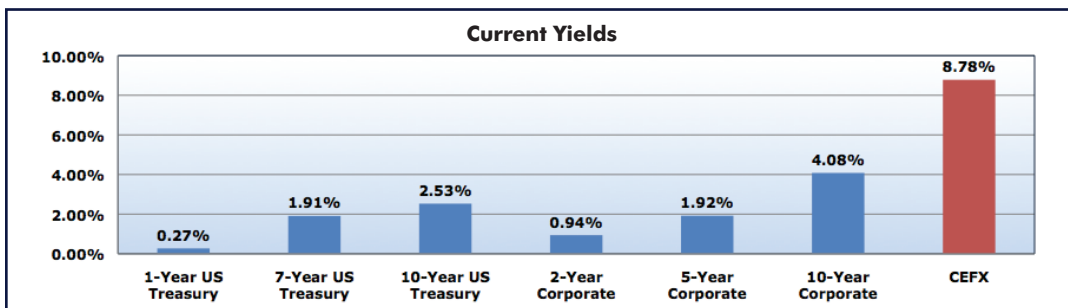
**Index Description.** The S-Network Composite Closed-End Fund Index (TICKER: CEFX) is a fund index designed to serve as a benchmark for closed-end funds listed in the US that principally engage in asset management processes seeking to produce taxable annual yield. The CEFX employs a modified net assets weighting methodology designed to assure accurate investment exposure across the various style segments that together comprise the taxable yield sector of the closed-end fund market. The CEFX is divided into three main closed-end fund sectors: a) Investment Grade Fixed Income Closed-End Funds; b) High-Yield Fixed Income Closed-End Funds; and c) Option Income Closed-End Funds.

**Inclusion Criteria.** The CEFX contains closed-end funds selected from a universe of approximately 200 closed-end funds registered in the United States. All closed-end funds included in the CEFX must have as their stated objective one of three categories used to distinguish sectors: a) fixed-income; b) high yield fixed-income; and c) option income. The closed-end fund's stock must trade on a regulated North American stock exchange that issues a last closing price. The minimum capitalization value for any closed-end fund must be greater than USD 100 million and it must have an average daily turnover of more than USD .5 million per day for the three months prior to the announcement date to be eligible for inclusion. Constituents must have a total expense ratio of less than 2% per annum as of its most recent filing date. Closed-end funds that have traded at average premiums of 20% or more to their net asset values for ten business days prior to the last Friday of the month preceding the rebalancing date will be excluded from the index.

**Weighting Methodology.** The CEFX employs a weighting methodology based on total net assets, adjusted for each closed-end fund's average discount for the previous 90 days. Funds trading at discounts greater than the average discount of the constituents are accorded a higher weighting in the index, and funds that trade at a premium to the average have their weightings reduced. Any stock with a weight greater than 8% of the index will be capped at 8% and the excess weight will be redistributed on a proportional basis to the remaining stocks in the index. The total weight of stocks contained in the index with weights greater than 5% will be capped at 45%. Excess weights of stocks with weights over 5% will be reduced on a proportional basis and added to the weights of the stocks with weights under 5% on a proportional basis.

**Rebalancings.** CEFX is rebalanced quarterly, at the close of trading on the third Friday of the last month of each calendar quarter.

**Index Data.** CEFX contains 98 constituents, and index values are distributed throughout the day at fifteen-second intervals in U.S. Dollars. CEFX is calculated on both a price only and total return basis. Daily values are available from December 31, 2005.



Data Source: Bloomberg Data as of September 30, 2010

This material has been prepared and/or issued by S-Network Global Indexes LLC and/or one of its consultants or affiliates. This document is for information purposes only and it should not be regarded as an offer to sell or as a solicitation of an offer to buy the securities or other instruments mentioned in it. The information, including any third party information, may not be accurate or complete in its entirety, and it should not be relied upon as such. S-Network Global Indexes LLC and/or its affiliates are not acting in a fiduciary capacity. The products mentioned herein may not be eligible for sale in some states or countries and may not be suitable for all investors. The potential yield created by these products may be adversely affected by exchange rates, interest rates, or other economic and political factors. An investor's return may be less than the principle invested. In addition, S-Network Global Indexes LLC, its shareholders, directors, officers, and/or employees and consultants, may from time to time hold a long or short position in these securities. This document may not be reproduced in any manner without the prior written authorization of S-Network Global Indexes LLC. Opinions expressed within reflect the opinions of S-Network Global Indexes LLC and the author/analyst and are subject to change without notice.

"S-Network Composite Closed-End Fund Index" is a service mark of S-Network Global Indexes LLC.

Index Statistical Profile

Top Ten Holdings				
FUND NAME	TICKER	SECTOR	WEIGHT	AUM
EATON VANCE TAX-MAN GL DIV EQ INC CF	EXG	OPTION INCOME	6.654%	3.34 BILLION USD
ALLIANCEBERNSTEIN INCOME CF	ACG	BOND	4.637%	2.04 BILLION USD
NFJ DIV INTEREST & PREM STRATEGY CF	NFJ	OPTION INCOME	4.095%	1.49 BILLION USD
NUVEEN MULTI STRATEGY INC & GRT 2 CF	JQC	BOND	3.187%	1.22 BILLION USD
EATON VANCE TAX-MANAGED DIV EY IN CF	ETY	OPTION INCOME	2.891%	1.77 BILLION USD
EATON VANCE TAX MANAGED GLOBAL CF	ETW	OPTION INCOME	2.700%	1.37 BILLION USD
ALLIANCEBERNSTEIN GLBL HIGH INCM CF	AWF	BOND/HIGH YIELD	2.540%	1.26 BILLION USD
NUVEEN MULTI STRATEGY INC & GRWTH CF	JPC	BOND	2.140%	821.21 MILLION USD
NUVEEN QUALITY PREFERRED INCOME 2 CF	JPS	BOND	2.079%	1.04 BILLION USD
BLACKROCK GLOBAL OPPORTUNITIES EQ CF	BOE	OPTION INCOME	1.999%	1.26 BILLION USD

Capitalization Profile	
TOTAL MARKET CAPITALIZATION	54.58 BILLION USD
LARGEST MARKET CAPITALIZATION	3.34 BILLION USD
SMALLEST MARKET CAPITALIZATION	105.63 MILLION USD
AVERAGE MARKET CAPITALIZATION	556.92 MILLION USD
MEDIAN MARKET CAPITALIZATION	387.99 MILLION USD

Index Composition

