

## Investment Tips

### Manulife Brompton Advantaged Bond Fund (MBB.UN)

#### **Income:**

- Tax advantaged yield of **6.6%** per annum distributed as 100% return of capital (pre-tax interest equivalent of approx. **10%**) based on December 24, 2009 closing price. Monthly distribution of \$0.05833 per Class A share.

#### **Overview:**

- High quality North American corporate bond fund, including both investment grade and high yield bonds
- Average credit rating BB+/BBB-
- Best in Class Portfolio Manager: MFC Global Investment Management is one of the largest, most experienced and best respected corporate bond managers in Canada.
- Compelling entry point for corporate bonds: Many corporate bonds are trading at significantly higher yields over treasuries vs. historical average, providing investors with high current income and significant opportunity for capital gains as spreads compress further.
- USD exposure currency hedged to Canadian dollar.

#### **Compelling Buying Opportunity:**

- Currently trades at discount to NAV of approximately **4.9%** based on December 24, 2009 closing price.

#### **Enhanced Return Opportunity:**

- Shorting overvalued government bonds (up to 1/3 of portfolio) to generate capital gains and invest proceeds in additional corporate bonds to provide additional income.

#### **General Information:**

- Tax Efficiency: Distributions expected to be primarily return of capital and to a lesser extent capital gains

For more information on MBB.UN click [here](#)