

# Convertible & Income Portfolio of Funds, Series 39

## Investment Objective

The Convertible & Income Portfolio of Funds, Series 39 (Trust) seeks to provide current income and the potential for capital appreciation.

## Key Considerations

- Rising Rate and Inflation Protection:** Over the last 20 years, convertible bonds have produced equity-like returns during periods of rising rates while outperforming investment grade bonds.<sup>1</sup> Convertibles may also provide a hedge against rising interest rates. While traditional fixed-income securities can be vulnerable to inflation, convertibles tend to behave more like equities when inflation is higher as they are affected by the price movements of their underlying stocks.
- Higher Yield Than Equities:** Many convertible bonds pay a more competitive yield than the underlying common stock, providing investors with a compelling "yield advantage" and source of potential cash flow.
- Diversification:** Convertible securities may offer diversification<sup>2</sup> benefits to an investor's overall portfolio, as they historically exhibit low correlations to traditional interest-rate-sensitive bond sectors, making them a potential portfolio diversifier.

<sup>1</sup> Bloomberg, 2.28.2023

<sup>2</sup> Diversification does not ensure a profit nor eliminate the risk of loss.

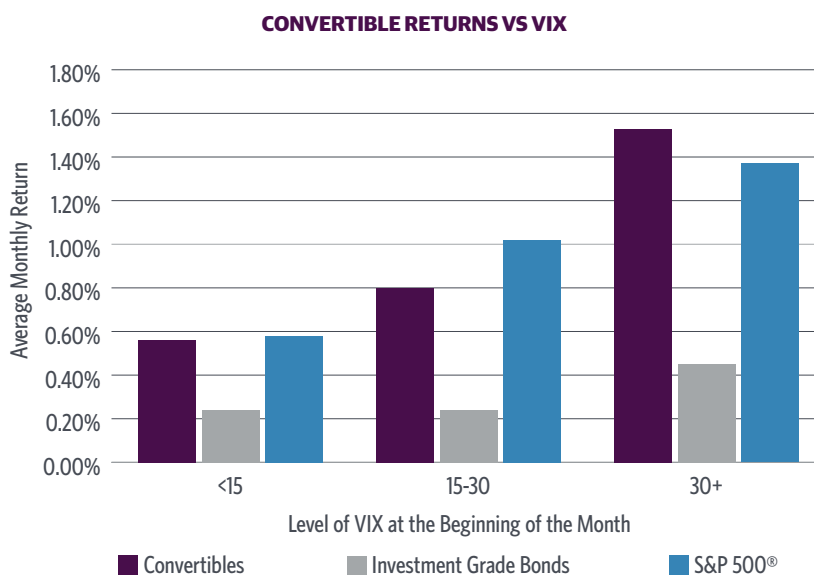
**Past performance is not a guarantee of future results.** There is no guarantee that the trends and projections noted above will continue or come to fruition and they are subject to change.

The Convertible & Income Portfolio of Funds, Series 39 is a Unit Investment Trust.

**RISK CONSIDERATIONS:** As with all investments, you may lose some or all of your investment in the Trust. No assurance can be given that the Trust's investment objective will be achieved. The Trust also might not perform as well as you expect. This can happen for reasons such as these: • Securities prices can be volatile. The value of your investment may fall over time. Market value fluctuates in response to various factors. Changes in legal, political, regulatory, tax and economic conditions may cause fluctuations in markets and securities prices, which could negatively impact the value of the Trust. Events such as war, terrorism, natural and environmental disasters and the spread of infectious illnesses or other public health emergencies may adversely affect the economy, various markets and issuers. COVID-19 or any future public health crisis, is impossible to predict and could result in adverse market conditions which may negatively impact the performance of the Trust and the Trust's ability to achieve its investment objectives. • The Trust includes Closed-End Funds (CEFs) and ETFs, both of which are subject to various risks, including management's ability to meet the CEF's and ETF's investment objective. This includes the ability to manage the CEF's portfolio during periods of market turmoil and as investors' perceptions regarding CEFs or their underlying investments change. CEFs are not redeemable at the option of the shareholder and they may trade in the market at a discount to their net asset value. CEFs may also employ the use of leverage which increases risk and volatility. Shares of ETFs may trade at a discount from their net asset value ("NAV") in the secondary market. If the Trust has to sell an ETF share when the share is trading at a discount, the Trust will receive a price that is less than the ETF's net asset value. This risk is separate and distinct from the risk that the NAV of the ETF shares may decrease. The amount of such (Continued On Reverse)

## An Attractive Way to Capitalize on Volatility

Convertible bonds are a type of bond that the holder can convert into a specified number of shares of common stock in the issuing company or cash of equal value. This conversion feature offers the opportunity to participate in the upside potential of the underlying equity with the downside protection of a bond. Convertibles may add value when included in either a bond or stock portfolio, especially during periods of increased volatility and economic uncertainty. As the chart below indicates, historically, convertibles have provided compelling returns versus traditional equities and fixed-income categories in more volatile markets.



Source: Bloomberg & Morningstar, 2.28.2002-2.28.2023. **Past performance is no guarantee of future results.** The historical performance of the indexes are shown for illustrative purposes only; it is not meant to forecast, imply or guarantee the future performance of any particular investment or the Trust, which will vary. The indices are unmanaged, it is not possible to invest directly in the indices, and its returns do not include payment of any sales charges or fees which would lower performance. Securities in which the Trust invests may differ from those in the index. The Trust will not try to replicate the performance of these indices and will not necessarily invest any substantial portion of its assets in securities in the index. There is no guarantee that the perceived intrinsic value of a security will be realized.

**INDEX DEFINITIONS:** The **S&P 500® Index** is a capitalization-weighted index of 500 stocks. The Index is designed to measure performance of the broad domestic economy through changes in the aggregate market value of 500 stocks representing all major industries. **Investment Grade Bonds** are represented by the **Bloomberg US Aggregate Bond Index**. This index measures the performance of investment grade, USD-denominated, fixed-rate taxable bond market, including Treasuries, government-related and corporate securities, MBS, ABS and CMBS. **Convertibles** are represented by the **ICE BofAML US Convertible Excluding Mandatory Index**. This index measures the performance of convertible securities of all corporate sectors with a par amount of \$25 million or more and a maturity of at least one year, and excludes preferred equity redemption stocks and converted securities. The **VIX** is the **Chicago Board Options Exchange Volatility Index** and reflects a market estimate of future volatility based on the weighted average of the implied volatilities for a wide range of strikes. Monthly returns were grouped into buckets based on the level of the VIX at the beginning of each month.

## PORTFOLIO HOLDINGS

Holdings, breakdown, and weightings are as of 4.4.2023 and subject to change.

Symbol	Company Name
<b>Closed-End Funds (70.00%)</b>	
AVK	Advent Convertible and Income Fund
CHY	Calamos Convertible and High Income Fund
CHI	Calamos Convertible Opportunities and Income Fund
CCD	Calamos Dynamic Convertible & Income Fund
CHW	Calamos Global Dynamic Income Fund
CSQ	Calamos Strategic Total Return Fund

Symbol	Company Name
ECF	Ellsworth Growth and Income Fund, Limited
ACV	Virtus Diversified Income & Company
NFJ	Virtus Dividend Interest & Premium Strategy Fund
NIE	Virtus Equity & Convertible, Inc.
<b>Exchange Traded Funds (30.00%)</b>	
ICVT	iShares Convertible Bond ETF
CWB	SPDR Bloomberg Convertible Securities ETF

# Convertible & Income Portfolio of Funds, Series 39

## PORTFOLIO SUMMARY

<b>Inception Date</b>	4.5.2023
<b>Termination Date</b>	4.7.2025
<b>Initial Offer Price</b>	\$10.00
<b>Number of Issues</b>	12
<b>Historical Annual Dividend Distribution<sup>3</sup></b>	\$0.7610
<b>Distributions</b>	25th day of each month commencing on 4.25.2023, if any

## SALES CHARGES

Sales Charge (S/C) is based on a \$10 per unit offering price.

Standard Accounts	Amount Per Unit	Percentage of Public Offering Price
<b>Deferred S/C<sup>4</sup></b>	\$0.225	2.25%
<b>Creation and Development (C&amp;D) Fee</b>	\$0.050	0.50%
<b>Total S/C</b>	\$0.275	2.75%
Fee/Wrap Accounts <sup>5</sup>		
<b>Creation and Development (C&amp;D) Fee</b>	\$0.050	0.50%
<b>Total S/C</b>	\$0.050	0.50%

## TICKETING INFORMATION - CUSIPS

<b>Cash</b>	40177P743
<b>Reinvest</b>	40177P750
<b>Fee/Cash</b>	40177P768
<b>Fee/Reinvest</b>	40177P776
<b>Ticker</b>	CECINX

<sup>3</sup>The Historical Annual Dividend Distribution (HADD) is as of the day prior to trust deposit and subject to change. There is no guarantee the issuers of the securities included in the Trust will declare dividends or distributions in the future. **Due to the negative economic impact across many industries caused by COVID-19, certain issuers of the securities included in the Trust may elect to reduce the amount of, or cancel, dividends and/or distributions paid in the future. As a result, the HADD figure may be higher, and in some cases significantly higher, than the actual distribution rate achieved by the Trust.** The HADD of the securities included in the Trust is for illustrative purposes only and is not indicative of the Trust's distribution rate. The HADD is the weighted average of the trailing twelve-month distributions paid by the securities included in the portfolio and is reduced to account for the effects of fees and expenses, which will be incurred when investing in the Trust. The HADD will vary due to certain factors that may include, but are not limited to, a change in the dividends paid by issuers, a change in Trust expenses or the sale or maturity of securities in the portfolio. <sup>4</sup>The deferred sales charge (DSC) is a fixed amount and will be deducted in monthly installments on the last business day commencing November 2023 and ending January 2024 or upon early redemption. For unit prices other than \$10, percentages of C&D fees, and DSCs will vary but in no event will the maximum sales charge (S/C) exceed the total S/C. Early redemption of units will still cause payment of the DSC. However, an initial sales charge, which is equal to the difference between the maximum S/C and the sum of any remaining deferred S/C charges and C&D, will be charged if the price paid for units exceeds \$10 per unit. <sup>5</sup>For unit prices other than \$10, percentage of the C&D fee will vary.

(continued) discount from NAV is subject to change from time to time in response to various factors. • The ETFs and CEFs are subject to annual fees and expenses, including a management fee. Unitholders of the Trust will bear these fees in addition to the fees and expenses of the Trust. • The Trust is subject to the ETFs index correlation risk. Index correlation risk is the risk that the performance of an ETF will vary from the actual performance of the fund's target index, known as "tracking error." This can happen due to fund expenses, transaction costs, market impact, corporate actions (such as mergers and spin-offs) and timing variances. • The ETFs and certain CEFs held by the Trust invest in convertible securities, which generally offer lower interest or dividend yields than non-convertible fixed-income securities of similar credit quality because of the potential for capital appreciation. The market values of convertible securities tend to decline as interest rates increase and, conversely, to increase as interest rates decline. A convertible security's market value also tends to reflect the market price of the common stock of the issuing company, particularly when that stock price is greater than the convertible security's "conversion price." Convertible securities fall below debt obligations of the same issuer in order of preference or priority in the event of a liquidation and are typically unrated or rated lower than such debt obligations. • The value of the fixed-income securities in the CEFs and ETFs will generally fall if interest rates, in general, rise. Typically, fixed-income securities with longer periods before maturity are more sensitive to interest rate changes. The duration of a bond will also affect its price sensitivity to interest rate changes. The Trust may be subject to greater risk of rising interest rates than would normally be the case due to the current economic environment and the effect of potential government fiscal policy initiatives and resulting market reaction to those initiatives. • A CEF, ETF or an issuer of securities held by a CEF or ETF may be unwilling or unable to make principal payments and/or to declare distributions in the future, may call a security before its stated maturity, or may reduce the level of distributions declared. Issuers may suspend dividends during the life of the Trust. This may result in a reduction in the value of your units. • The financial condition of a CEF, ETF or an issuer of securities held by a CEF or ETF may worsen, resulting in a reduction in the value of your units. This may occur at any point in time, including during the primary offering period. As the Trust is unmanaged a downgraded security will remain in the portfolio. • Certain CEFs and the ETFs held by the Trust invest in fixed-income securities that are rated below investment-grade and are considered to be "junk" securities. Below investment-grade obligations are considered to be primarily speculative with respect to the issuer's ability to make principal and interest payments and

may be more volatile than higher rated securities of similar maturity. Additionally, they are subject to greater market, credit and liquidity risks than investment-grade securities. Accordingly, the risk of non-payment or default is higher than with investment-grade securities. In addition, such securities may be more sensitive to interest rate changes and more likely to receive early returns of principal in falling rate environments. • Certain CEFs and the ETFs held by the Trust may invest in fixed-income securities that are rated as investment-grade by only one rating agency. As a result, such split-rated securities may have more speculative characteristics and are subject to a greater risk of default than securities rated as investment-grade by more than one rating agency. • Certain CEFs and the ETFs held by the Trust invest in foreign securities. Investment in foreign securities presents additional risk. Foreign risk is the risk that foreign securities will be more volatile than U.S. securities due to such factors as adverse economic, currency, political, social or regulatory developments in a country, including government seizure of assets, excessive taxation, limitations on the use or transfer of assets, the lack of liquidity or regulatory controls with respect to certain industries or differing legal and/or accounting standards. • Certain CEFs and the ETFs held by the Trust may invest in securities issued by companies headquartered or incorporated in countries considered to be emerging markets. Because their financial markets may be very small, prices of financial instruments in emerging market countries may be volatile and difficult to determine. Financial instruments of issuers in these countries may have lower overall liquidity than those of issuers in more developed countries. Financial and other reporting by companies and government entities also may be less reliable or difficult to obtain in emerging market countries. In addition, foreign investors are subject to a variety of special restrictions in many emerging market countries. Shareholder claims and regulatory actions that are available in the U.S. may be difficult or impossible to pursue in emerging market countries. Risks of investing in developing or emerging countries also include the possibility of investment and trading limitations, delays and disruptions in settlement transactions, market manipulation concerns, political uncertainties and dependence on international trade and development assistance. • Economic conditions may lead to limited liquidity and greater volatility. • Certain CEFs held by the Trust invest in common stocks. Common stocks represent a proportional share of ownership in a company. Common stock prices fluctuate for several reasons including changes in investors' perceptions of the financial condition of an issuer, changes in the general condition of the relevant stock market, such as the market volatility recently exhibited, or when political or economic events affect the issuers.

Common stock prices may also be particularly sensitive to rising interest rates, as the cost of capital rises and borrowing costs increase. • Certain CEFs and the ETFs held by the Trust may invest in securities issued by small- and mid-cap companies which may have limited product lines, markets or financial resources and may be more vulnerable to adverse general market or economic developments. These securities customarily involve more investment risk than securities of large-cap companies. • The Trust may be susceptible to potential risks through breaches in cybersecurity. • The Trust is subject to risks arising from various operational factors and their service providers. Although the Trust seeks to reduce operational risks through controls and procedures, there is no way to completely protect against such risks. • Inflation may lead to a decrease in the value of assets or income from investments. **Please see the Trust prospectus for more complete risk information.**

Unit Investment Trusts are fixed, not actively managed and should be considered as part of a long-term strategy. Investors should consider their ability to invest in successive portfolios, if available, at the applicable sales charge. UITs are subject to annual fund operating expenses in addition to the sales charge. Investors should consult an attorney or tax advisor regarding tax consequences associated with an investment from one series to the next, if available, and with the purchase or sale of units. Guggenheim Funds Distributors, LLC does not offer tax advice.

This material is not intended as a recommendation or as investment advice of any kind, including in connection with rollovers, transfers, and distributions. Such material is not provided in a fiduciary capacity, may not be relied upon for or in connection with the making of investment decisions, and does not constitute a solicitation of an offer to buy or sell securities. All content has been provided for informational or educational purposes only and is not intended to be and should not be construed as legal or tax advice and/or a legal opinion. Always consult a financial, tax and/or legal professional regarding your specific situation.

**Read the Trust's prospectus carefully before investing. It contains the Trust's investment objectives, risks, charges, expenses and other information, which should be considered carefully before investing. Obtain a prospectus at [GuggenheimInvestments.com](http://GuggenheimInvestments.com).**

Guggenheim Funds Distributors, LLC

Member FINRA/SIPC

4/2023 UIT-FCT-DCEC-039 #56761