

# Strategic Income Portfolio, Series 109

## Investment Objective

The Strategic Income Portfolio, Series 109 (Trust) seeks to provide current income and the potential for capital appreciation by investing in common shares of closed-end investment companies (closed-end funds) that are considered to be income funds.

## Key Considerations

- **Attractive Income Potential:** Investors seeking income and willing to assume the additional risks involved may find opportunity in closed-end funds, which have historically paid a consistent and competitive dividend. The historical annual dividend distribution is \$1.0521,<sup>1</sup> as of 4.3.2020.
- **Strategic Allocation:** The Trust seeks to provide diversification<sup>2</sup> to an investor's overall portfolio as well as exposure to income-producing asset classes. The portfolio construction seeks to allocate approximately a third<sup>3</sup> each of the closed-end funds to equity, high yield, and investment grade securities.
- **Significant Discounts:** Guggenheim favors funds that are trading at a discount relative to their peers and relative to their long-term average, which may help investors realize enhanced total returns.

**Past performance is no guarantee of future results.** There is no guarantee that these trends and projections will continue or come to fruition and they are subject to change.

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

<sup>3</sup> The underlying CEF holdings consist of High Yield 33.55%, Equity 33.17, and Investment Grade 33.29%, are as of 4.1.2020.

## Portfolio Allocation

Breakdown and weightings are as of 4.3.2020 and subject to change.

### TOP 10 CLOSED-END FUND ASSET CLASS ALLOCATION\*

Asset Class Allocation	Weight
Covered Call	15.02%
High Yield	12.03%
Investment Grade	11.05%
Senior Loans	10.08%
Global Equity	9.03%
Preferreds	8.99%
Multi-Sector	8.00%
U.S. Allocation	7.92%
Sector Equity	5.74%
Global Income	3.12%

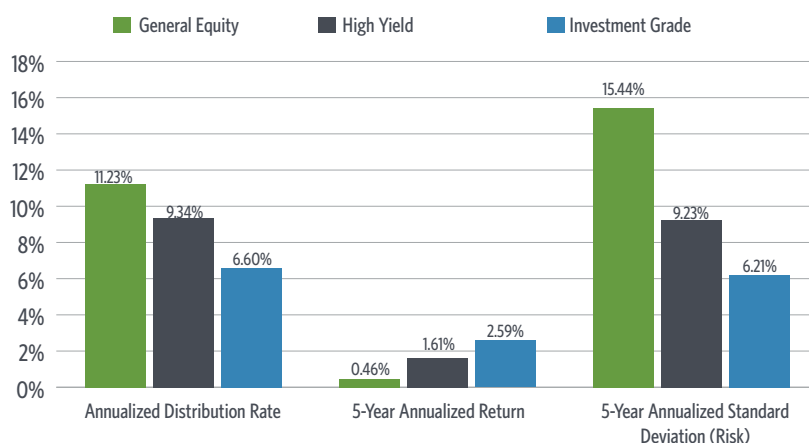
\*The Trust comprises various income-oriented closed-end funds selected by Guggenheim which contain securities of different asset classes.

## Strategically Balanced Income Potential

Guggenheim believes investors are seeking consistent income and diversification. To provide a potential solution, Guggenheim created the Strategic Income Portfolio, which seeks to provide current income and the potential for capital appreciation by investing in income-oriented closed-end funds (CEFs). As part of its balanced approach, the portfolio team allocates approximately a third<sup>3</sup> of the portfolio to equity, high yield, and investment grade securities. However, based on market conditions these allocations may vary.

As seen in the chart below, various asset classes of CEFs offer unique yield, performance and risk profiles. By diversifying between equity and fixed-income CEFs in a single portfolio, investors may find the potential for the yield they seek, as well as total return and less overall portfolio volatility when compared to investing in a single asset class of CEFs.

### A BLEND OF CLOSED-END FUNDS OFFERS THE POTENTIAL FOR YIELD, TOTAL RETURN AND DIVERSIFIED RISK



**Past performance is no guarantee of future results.** The chart is for illustrative purposes only and it is not meant to forecast, imply or guarantee the future performance of any Guggenheim Investments product. There is no guarantee that these trends and projections will continue or come to fruition and they are subject to change. Standard deviation is a statistical measure of the historical volatility of an investment, usually computed using the most recent 60-monthly returns and then annualized. More generally, it is a measure of the extent to which numbers are spread around their average. The higher the number, the more volatility is to be expected. Securities in which the Trust invests may differ from those in the Indices. The Trust will not try to replicate the performance of the Indices and will not necessarily invest any substantial portion of its assets in securities in the Indices. Indices are unmanaged and it is not possible to invest directly in the Indices. The chart shows Morningstar U.S.-Listed Closed-End Funds Peer Group Indices which are defined on back page. Source: Morningstar, 3.31.2020.

## PORTFOLIO HOLDINGS

Holdings are as of 4.3.2020 and subject to change.

Symbol	Company Name
AVK	Advent Convertible and Income
ACV	AllianzGI Diversified Income & Convertible Fund
NFJ	AllianzGI NFJ Dividend, Interest & Premium Strategy Fund
AFT	Apollo Senior Floating Rate Fund, Inc.
AIF	Apollo Tactical Income Fund, Inc.
HYT	BlackRock Corporate High Yield Fund, Inc.
BTZ	BlackRock Credit Allocation Income Trust
BDJ	BlackRock Enhanced Equity Dividend Trust
BGB	Blackstone / GSO Strategic Credit Fund
CSQ	Calamos Strategic Total Return Fund
GLQ	Clough Global Equity Fund
UTF	Cohen & Steers Infrastructure Fund, Inc.
RNP	Cohen & Steers REIT and Preferred and Income Fund, Inc.
EOS	Eaton Vance Enhanced Equity Income Fund II
EVT	Eaton Vance Tax-Advantaged Dividend Income Fund
ETG	Eaton Vance Tax-Advantaged Global Dividend Income Fund
ETB	Eaton Vance Tax-Managed Buy-Write Income Fund
ETY	Eaton Vance Tax-Managed Diversified Equity Income Fund

Symbol	Company Name
FCT	First Trust Senior Floating Rate Income Fund II
DFP	Flaherty & Crumrine Dynamic Preferred and Income Fund, Inc.
JHI	John Hancock Investors Trust
HPS	John Hancock Preferred Income Fund III
HTD	John Hancock Tax-Advantaged Dividend Income Fund
KIO	KKR Income Opportunities Fund
JRO	Nuveen Floating Rate Income Opportunity Fund
JPS	Nuveen Preferred & Income Securities Fund
ISD	PGIM High Yield Bond Fund, Inc.
PCN	PIMCO Corporate & Income Strategy Fund
PDI	PIMCO Dynamic Income Fund
PFN	PIMCO Income Strategy Fund II
UTG	Reaves Utility Income Fund
VGI	Virtus Global Multi-Sector Income Fund
EMD	Western Asset Emerging Markets Debt Fund, Inc.
GDO	Western Asset Global Corporate Defined Opportunity Fund, Inc.
EHI	Western Asset Global High Income Fund, Inc.
HYI	Western Asset High Yield Defined Opportunity Fund, Inc.
WEA	Western Asset Premier Bond Fund

# Strategic Income Portfolio, Series 109

## PORTFOLIO SUMMARY

<b>Inception Date</b>	4.6.2020
<b>Termination Date</b>	7.6.2021
<b>Initial Offer Price</b>	\$10.00
<b>Number of Issues</b>	37
<b>Historical Annual Dividend Distribution<sup>1</sup></b>	\$1.0521
<b>Distributions</b>	25th day of each month commencing on 4.25.2020, 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>	\$0.135	1.35%
<b>Creation and Development (C&amp;D) Fee</b>	\$0.050	0.50%
<b>Total S/C</b>	\$0.185	1.85%
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

<b>CUSIP (cash payment)</b>	40175Y308
<b>CUSIP (reinvestment accounts)</b>	40175Y316
<b>CUSIP (fee-cash)</b>	40175Y324
<b>CUSIP (fee-reinvest)</b>	40175Y332
<b>Ticker</b>	CFSIKX

<sup>1</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 the recent COVID-19 outbreak, certain issuers of the securities included in the Trust may elect to reduce the amount of, or cancel entirely, dividends and/or distributions paid in the future. As a result, the HADD figure will likely 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 August 2020 and ending October 2020 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.

The Strategic Income Portfolio, Series 109 is a Unit Investment Trust.

**INDEX DEFINITIONS:** Morningstar U.S.-Listed Closed-End Funds Peer Group Indices: **U.S. General Equity:** Funds investing their assets primarily in U.S. equity securities; generally, these funds are seeking long-term capital appreciation rather than income. **High Yield:** Funds that seek high current income through investing in non-investment grade debt instruments. **Investment Grade:** Funds that invest primarily in investment grade debt instruments.

**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. These can include stock market movements, purchases or sales of securities by the Trust, government policies, litigation, and changes in interest rates, inflation, the financial condition of the securities' issuer or even perceptions of the issuer. 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. Additionally, event such 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. Recently, the outbreak of a novel and highly contagious form of coronavirus ("COVID-19") has adversely impacted global commercial activity and contributed to significant volatility in certain markets. Many governments and businesses have instituted quarantines and closures, which has resulted in significant disruption in manufacturing, supply chains, consumer demand and economic activity. The potential impacts are increasingly uncertain, difficult to assess and impossible to predict, and may result in significant losses. Any adverse event could materially and negatively impact the value and performance of trust and the Trust's ability to achieve its investment objectives.
- The Trust includes CEFs, which are subject to various risks, including management's ability to meet the CEF's investment objective and to manage 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.
- The 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 value of the fixed-income securities in the CEFs 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 Trust may be subject to greater risk of rising interest rates than would normally be the case due to the current period of historically low rates.

- A CEF or an issuer of securities held by a CEF 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. A CEF or an issuer 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 or an issuer of securities held by a CEF 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.
- Certain CEFs held by the Trust invest in securities that are rated below investment-grade and are considered to be "junk" securities, speculative and are subject to greater market and credit risks, and accordingly, the risk of nonpayment or default is higher than with investment-grade securities. 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 held by the Trust may invest in securities that are rated as investment-grade by only one rating agency; 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 held by the Trust invest in foreign securities, which 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.
- Certain CEFs held by the Trust invest in securities issued by companies headquartered or incorporated in countries considered to be emerging markets, which may be exposed to greater volatility and market risk, including the possibility of investment and trading limitations, liquidity concerns, delays and disruptions in settlement transactions, political uncertainties and dependence on international trade and development assistance.
- Certain CEFs held by the Trust invest in common stocks. 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 held by the Trust invest in preferred stocks and hybrid preferred securities, which are typically subordinated to bonds and other debt instruments in a company's capital structure in terms of priority to corporate income; therefore will be subject to greater risk than

those debt instruments. Preferred securities are subject to other risks, such as having no or limited voting rights, being subject to special redemption rights, changing tax treatments and possibly being issued by companies in heavily regulated industries. Certain hybrid preferred securities often contain deferral features, whereby the issuer may fail to make distributions without a default occurring.

- Certain CEFs 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-capitalization companies.
- Economic conditions may lead to limited liquidity and greater volatility.
- Share prices or distributions on the securities in the Trust may decline during the life of the Trust.
- The Trust may be susceptible to potential risks through breaches in cybersecurity.
- 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

4/2020 UIT-FCT-FSIP-109 #42723