

# abrdn Ultra Short Municipal Income Fund



ATOAX (Class A) / ATOBX (Class A1) / ATOIX (Inst. Class)

## Q1 2024 Performance Data and Portfolio Composition

### Objective

The Fund seeks high after-tax current income consistent with preservation of capital.

### Strategy

The Fund invests its assets in a combination of tax-exempt obligations and taxable debt obligations. As a fundamental policy, under normal circumstances the Fund invests at least 80% of its net assets in tax-exempt obligations. Tax-exempt obligations include municipal obligations that pay interest that is free from U.S. federal income tax (other than federal alternative minimum tax.) In managing the Fund's investments, the Adviser seeks to capitalize on fundamental and technical opportunities in the debt obligations markets to enhance return. The obligations in which the Fund invests may be of any maturity, but under normal market conditions, it is expected that the Fund's average portfolio maturity, at the time of investment, will be two years or less. The Adviser may also consider the most material potential ESG (Environmental, Social and Governance) risks and opportunities impacting issuers, where relevant. As ESG information is just one investment consideration, ESG considerations generally are not solely determinative in any investment decision made by the Adviser. The relevance of ESG factors to the investment process varies across issuers and instrument types.

### Fund information

	Class A	Class A1	Institutional Class
Net Asset Value (NAV) as of 03/31/24	\$10.08	\$10.09	\$10.03
Ticker	ATOAX	ATOBX	ATOIX
CUSIP	003022316	003022290	003022324
Inception Date	03/30/2004	03/30/2004	12/06/2002
Minimum Initial Investment	\$1,000	\$1,000	\$1,000,000
Gross/Net Expense Ratio	0.88% / 0.70%	0.82% / 0.70%	0.64% / 0.45%
Distributions	Monthly Distributions/Annual Capital Gains		

Expenses stated as of the Fund's most recent prospectus. All classes of the Fund have contractual waivers in place and may not be terminated before February 28, 2025 without approval of the Independent Trustees.

### Total Returns (as of 03/31/24)

	1 month	3 months	Year to date	1 year	3 years	5 years	10 years	Since inception
Class A w/o sales charges	0.30	0.86	0.86	3.61	1.72	1.33	0.98	1.50
Institutional Class	0.32	0.92	0.92	3.98	1.93	1.55	1.22	1.89
Bloomberg Barclays Municipal Bond 1 Year (1-2) Index	-0.01	0.11	0.11	2.42	0.81	1.20	1.07	1.67

### Annual Calendar Year Returns (as of 12/31/23)

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Class A w/o sales charges	3.58	0.82	-0.08	0.61	1.25	1.18	0.70	0.29	0.30	0.35
Institutional Class	3.94	1.03	-0.04	0.91	1.40	1.49	0.95	0.56	0.56	0.59
Bloomberg Barclays Municipal Bond 1 Year (1-2) Index	3.39	-1.13	0.31	1.76	2.46	1.74	0.92	0.30	0.61	0.58

The inception date for benchmark performance data is December 6, 2002, which is the inception date of the Institutional Class share, the oldest share class of the Fund.

PAST PERFORMANCE DOES NOT GUARANTEE FUTURE RESULTS. The performance data quoted represents past performance and current returns may be lower or higher. Class A shares have a 0.25% 12b-1 fee. The investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. To obtain performance information current to the most recent month-end, which may be higher or lower than the performance shown above, please call 866-667-9231 or go to [abrdn.com/en-us/investor/fund-centre#literature](http://abrdn.com/en-us/investor/fund-centre#literature).

Returns prior to May 7, 2018 reflect a predecessor fund's performance of a prior, unaffiliated adviser. The inception date is that of the oldest share class. Performance of newer classes may be linked to the oldest share class. Total returns assume the reinvestment of all distributions. Total returns may reflect a waiver of part of the Fund's fees for certain periods since inception, without which returns would have been lower. Indexes are unmanaged and provided for comparison purposes only. No fees or expenses are reflected. You cannot invest directly in an index.

**NOT FDIC INSURED \* NO BANK GUARANTEE \* MAY LOSE VALUE**

Income from tax-exempt funds may be subject to state and local taxes and a portion of income may be subject to the federal alternative minimum tax for certain investors.

### Key facts

Fund Manager(s)	U.S. Municipals Team
Fund Size	\$664.0m
Number of Holdings	80
Benchmark	<b>Bloomberg Barclays Municipal Bond 1 Year (1-2) Index</b>

### Portfolio Characteristics

Average Maturity	0.1 years
Average Price	99.99
Effective Duration	0.1 years
Sharpe Ratio	-0.67
Standard Deviation	0.56

Standard deviation measures historical volatility. The Alpha, Beta, Standard Deviation, Sharpe Ratio, and R-Squared are based on a 36 month rolling period.

### 30-Day SEC Yield (%)

Subsidized	3.83%
Unsubsidized	3.52%

The SEC Yield is an annualized yield based on the most recent 30-day period. The subsidized 30-day SEC Yield generally includes the impact of contractual advisory fee waivers for the Fund while the unsubsidized 30-day SEC Yield excludes the benefit of these waivers. The subsidized and unsubsidized 30-day SEC Yields will equal each other if the contractual advisory fee waivers have not been triggered during the most recent 30-day period.

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## Top Ten Holdings

Mississippi Business Finance Corp 3.65% 2032	9.3
Maryland Inld Dev Financing Auth 2.05% 2030	7.6
Pa Econ Dev Fin Auth 2.75% 2037	4.6
Indiana Finance Authority 0.23% 2030	4.0
AR Dev Fin Auth B4 1.44% 2044	3.9
Meade REv A 0.07% 2061b	3.8
Central Brandford 0.17% 2041	3.5
JPM Putters 0.66% 2024	3.2
Ia Fin Auth-B 5.1% 2046	3.2
Harris Cnty Cult Edu 0.0001% 2046	3.0
<b>Percent of Portfolio in Top Ten</b>	<b>46.1</b>

## Quality distribution (%)

	FUND	Benchmark	Relative
AAA	5.2	24.2	-18.9
AA	12.7	52.7	-40.0
A	49.0	18.8	30.2
BBB	26.0	1.4	24.6
N/R	7.1	3.0	4.1

## Sector (%)

Economic/Industrial Development	23.1
Hospital	20.7
Public Power Systems	11.4
Solid Waste	8.9
Energy	8.4
Miscellaneous	6.2
Hospital/Health Districts	4.5
General Obligation	4.5
Other	11.6
Cash	0.7

## Maturity Distribution (%)

	FUND	Benchmark	Relative
0-5 yrs	95.5	98.1	-2.6
5-10 yrs	0.1	0.1	0.0
20-25 yrs	0.2	0.0	0.2
25-30 yrs	2.2	0.0	2.2
30+ yrs	2.1	0.0	2.1
Unclassified	0.0	1.8	-1.8

Source : abrdn 03/31/24.

Holdings are subject to change and are provided for informational purposes only and should not be deemed as a recommendation to buy or sell the securities shown.

Below investment-grade is represented by a rating of BB or lower. Ratings and portfolio credit quality will vary over time. Credit quality ratings on the underlying securities of the fund are received from S&P, Moody's and Fitch and are an indication of the issuer's creditworthiness. The chart reflects the highest security rating provided by one or more of these rating agencies. The fund itself has not been rated by an independent rating agency.

Figures may not always sum to 100 due to rounding.

## Risk Considerations

- (a) **Market Risk:** Potential losses that may arise from changes in the market conditions which in turn affect the market prices of the investments of the Fund.
- (b) **Fixed Income Securities Risk:** Fixed income securities fluctuate in price based on changes in an issuer's financial condition and overall market and economic conditions. The value of a fixed income security may also fall due to specific conditions that affect a particular sector of the securities market or a particular issuer. Fixed income securities are subject to, among other risks, credit risk, extension risk, issuer risk, interest rate risk, market risk and prepayment risk.
- (c) **Active Management Risk:** The Fund is subject to the risk that the Adviser or Subadviser may make poor security selections.
- (d) **Municipal Securities Risk:** Municipal bonds can be significantly affected by political and economic changes, including inflation, as well as uncertainties in the municipal market related to taxation, legislative changes, or the rights of municipal security holders.
- (e) **Yield Risk:** The amount of income received by the Fund will go up or down depending on day-to-day variations in short-term interest rates, and when interest rates are very low the Fund's expenses could absorb all or a significant portion of the Fund's income.

Please read the prospectus for more detailed information regarding these and other risks.

*Investors should carefully consider a fund's investment objectives, risks, fees, charges and expenses before investing any money. To obtain this and other fund information, please call 866-667-9231 to request a summary prospectus and/or prospectus, or download at <https://www.abrdn.com/en-us/us/investor/fund-centre#literature>. Please read the summary prospectus and/or prospectus carefully before investing any money. Investing in mutual funds involves risk, including possible loss of principal. There is no assurance that the investment objective of any fund will be achieved.*

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AA-120424-176699-36