

Front Street Capital launches new mutual funds

Three new funds will provide core income and growth solutions

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By IE Staff

Front Street Capital is launching three new non-indexed corporate class mutual funds, the company announced on Friday.

Front Street Growth and Income Fund, Front Street Global Opportunities Fund and Front Street Value Fund are the newest additions to the asset manager's existing collection of eight corporate-class-structured funds. The funds provide investors with the ability to switch investments between the different funds on a tax-deferred basis.

"These new funds will build on the track record of veteran Front Street Capital portfolio managers, and will provide core income and growth solutions for those looking for a broader selection in our corporate class line-up of funds," said Gary Selke, CEO of Front Street Capital.

Front Street Growth and Income Fund offers investors moderate growth with consistent quarterly payout that represents a 5% effective yield.

In contrast to the value approach of the Front Street Diversified Income Fund, the new fund will invest in the debt and equity of growth-oriented companies. Lead manager Prakash Hariharan will also utilize option-writing strategies, as well as a flexible global approach to achieve his balanced fund investment objective.

Front Street Global Opportunities Fund will apply a growth-oriented, sector rotation approach to provide capital appreciation. One of its key strategies will be to examine the global macro environment and assess new and emerging technologies that will create productivity enhancements for some and a deterioration of productivity for others, across all market segments.

Veteran portfolio manager, Frank Mersch will target companies poised to either win or lose from technological improvements.

Front Street Value Fund will apply a deep value, contrarian approach to providing capital appreciation. Portfolio manager Eric Dzuba has applied his value style to the Front Street Diversified Income Fund for several years, and will now take this approach to an equity offering with global flexibility.

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