



Next Edge Private Debt Fund

(Old/Closed Class Units)

Monthly Commentary as of March 31, 2025

Access to predominantly secured, short-term loans in an all - weather structure

FUND PERFORMANCE

	1 Month	YTD*	1 Year	3 Year Annualized	5 Year Annualized	Annualized Since Inception	Inception Date	NAV	Monthly Distribution
Class A1^{1,2}	-7.57%	-6.84%	-2.95%	2.52%	3.81%	5.58%	June 2015	\$6.64	\$0.0333
Class F1^{1,2}	-7.48%	-6.59%	-1.88%	3.64%	4.95%	6.83%	June 2015	\$7.26	\$0.0365
Class G1^{1,2}	-7.54%	-6.78%	-2.66%	2.82%	4.12%	5.94%	June 2015	\$6.79	\$0.0341
Class H1^{1,2}	-7.44%	-6.46%	-1.32%	4.23%	5.54%	7.37%	June 2015	\$7.46	\$0.0375
Class J1^{1,2}	-7.47%	-6.55%	-1.72%	3.82%	5.12%	6.95%	October 2015	\$7.11	\$0.0357
Class A1^{1,2}	-7.57%	-6.85%	-2.97%	2.49%	3.78%	5.15%	March 2017	\$6.83	\$0.0343
Class F1^{1,2}	-7.48%	-6.59%	-1.88%	3.70%	4.90%	6.15%	March 2017	\$7.05	\$0.0354

SUMMARY OF DISTRIBUTIONS OF OLD/CLOSED UNITS

Distributions are being made as liquidity becomes available from the underlying portfolio. The tables below summarize the Fund's distributions paid since the wind-down was announced. As the portfolio continues to be wound down and cashflow paid out instead of being recycled into new positions, return of capital from distributions should be viewed as a key metric since returns will become more volatile due to a less diversified portfolio.

Class A1

Date	NAV per Unit	Distribution Paid/Unit	Cumulative Percentage Paid**
2024-04-30	7.8557		
2024-05-31	7.8571	0.0395	0.5%
2024-06-28	7.8559	0.0395	1.0%
2024-07-31	7.8525	0.0395	1.5%
2024-08-30	7.8465	0.0394	2.0%
2024-09-30	7.8387	0.0394	2.5%
2024-10-31	7.8375	0.0394	3.0%
2024-11-29	7.2795	0.5902	10.5%
2024-12-31	7.2317	0.0730	11.5%
2025-01-31	7.2213	0.0363	11.9%
2025-02-28	7.2154	0.0363	12.4%
2025-03-31	6.6362	0.0333	12.8%
TOTAL:		1.0058	

Class F1

Date	NAV per Unit	Distribution Paid/Unit	Cumulative Percentage Paid**
2024-04-30	8.5097		
2024-05-31	8.5189	0.0428	0.5%
2024-06-28	8.5254	0.0428	1.0%
2024-07-31	8.5296	0.0429	1.5%
2024-08-30	8.5306	0.0429	2.0%
2024-09-30	8.5299	0.0429	2.5%
2024-10-31	8.5364	0.0429	3.0%
2024-11-29	7.9359	0.6434	10.6%
2024-12-31	7.8908	0.0798	11.5%
2025-01-31	7.8866	0.0396	12.0%
2025-02-28	7.8874	0.0396	12.5%
2025-03-31	7.2607	0.0365	12.9%
TOTAL:		1.0961	

For other classes, visit our website: www.nextedgecapital.com/funds/next-edge-private-debt-fund/performance

**Reflects cumulative distributions since the Fund's wind-down was announced, expressed as a percentage of the NAV per unit as of that date.

FUND COMMENTARY

The Next Edge Private Debt Fund (the “Fund”) declined -7.48% (Class F1 Units) in March. Insight into the primary reasons for the loss this month is provided below. The regular monthly distribution of 0.5% was paid in cash again this month and will continue to be paid monthly, alongside periodic special distributions (of new/ continuing classes of Units) as capital is recovered and monetized from the Fund’s Portfolio (the “Portfolio”).

Since announcing the wind-down of the Fund in May 2024, the Portfolio has been managed with a focus on liquidity realization and capital return. While the Fund’s net asset value (NAV) continues to be reported on a monthly basis, it is no longer transacted on for the processing of investor subscriptions or redemptions. Instead, the focus is on progressively returning Unitholder capital as cash is recovered from the Fund’s underlying portfolio. To date distributions totalling \$1.0961 per Class F1 Unit — equivalent to 12.88% of the April 2024 NAV/unit of \$8.097, have been made.

With the Fund in wind-down, some degree of NAV volatility may be expected as we continue to monetize positions requiring more time and/or effort to exit. While the return of Unitholder capital has made some progress, we acknowledge that we are behind on our original projections. We anticipate having the majority of Unitholder’s capital paid back over the next year (most expected during the first 4-6 months of 2026). We would expect further distributions over the next 3-6 months ranging between 10% and 15% of the total net asset value of the Fund, when we announced the wind-down of the Fund at the end of May 2024.

The primary drivers of this month’s loss relate to two lender finance loans — one to a U.S.-based commercial and industrial real estate and equipment lender, and the other to a U.S.-based equipment finance provider. In both cases, underlying asset recovery values have materially underperformed prior expectations, despite original collateral appraisals supporting conservative loan-to-value ratios. These loans have now entered run-off or collection mode, and while not all losses have been realized, the valuations reflect expected outcomes based on available information and observed recovery experience. It’s worth noting that lender finance exposures within the Fund have historically been a resilient segment of the Portfolio, with limited losses realized across nearly a decade of investing in this vertical.

While these positions have been under close monitoring for some time, recent developments in

realization efforts and market outcomes have provided greater clarity around expected recoveries, leading to corresponding adjustments.

While private lending has historically delivered attractive risk-adjusted returns, it is not without risk. Loan positions can, at times, deteriorate and erode in value more significantly than anticipated - particularly in scenarios involving stressed collateral realization or complex workouts. These events are infrequent but inherent to the asset class and underline the importance of active management and disciplined valuation.

The current Portfolio still has approximately 100 positions; however, there are only about 25 loans over \$1 million of exposure and 9 loans over \$10 million of exposure. A breakdown of the 9 loans over \$10 million are as follows:

- Five of the loans we expect full recovery at this point, with full interest accrual.
- Two loans are to companies that are in restructuring and will look to be exited by mid-2026. Both have substantial enterprise value and are growing; the best way to realize value in these two cases is to be patient and measured in exiting the companies. Prior revisions to the net carrying balances have been made to these files.
- Two loans are to the equipment and real estate and equipment companies alluded to earlier in this commentary, in which we just took substantial markdowns. Although we believe these loans are fairly valued, there could be some variability in these positions as new information comes about, as those portfolios continue to be wound down.

Substantially all of the positions between \$1 and \$10 million look to be recoverable, with a couple of positions that will need some work to achieve full recovery.

We acknowledge that the magnitude of this month’s loss is notable, and we are by no means trying to deflect the severity of the decline. However, we feel that it is important to view this month’s return within the broader context of what many investors are invested in to achieve returns and/or mitigate risk. We have provided various comparable risk and return statistics below for the Fund (“NEPD”) in addition to some indices including; **XSB**: iShares Canadian Short Term Bond Index ETF, **XIC**: iShares Core S&P/TSX Capped Composite Index ETF, and the **SPY**: SPDR S&P 500 ETF Trust.

This marks only the fourth monthly decline in the Fund's nearly 10-year history — a period during which it has delivered strong cumulative net returns and maintained a consistent income profile through various market cycles. Since inception in 2015, the Fund has generated a net annualized return of 6.83% to Class F1 investors, with muted volatility.

Other key comparable metrics that can be viewed from the charts below over nearly 10 years are as follows:

- The Fund has posted negative monthly performance in just **4 out of 119 months** (3.36%), versus **42** for XSB, **43** for XIC, and **37** for SPY.
- Its **annualized volatility of 2.72%** is only modestly higher than XSB's 2.08%, yet **the Fund has delivered materially higher returns** over both the 5-year period (4.95% versus 2.07%) and since inception (6.83% versus 1.84%).
- Even the Fund's worst monthly performance of -7.48% (Mar 2025) is better understood in context

— being both rare and event-driven — compared to the deeper and more frequent declines observed in XIC and SPY during periods of broad market stress (**XIC: -17.72%, SPY: -12.46%**, Mar 2020).

The Fund's long-term profile reflects a strategy focused on downside protection and consistent income, backed by asset-based credit exposure that has shown limited correlation to broader market sentiment. While future uncertainty remains around a small number of workout positions, the current NAV reflects our best available assessment of the Portfolio as of this time. Additional valuation adjustments may occur in future periods as outcomes are realized, but no further material write-downs are currently expected.

We continue to manage the remaining Portfolio with a focus on prudent realization and recovery of Unitholder capital. We appreciate your continued patience and support during this wind-down period. Should you have any questions, please feel free to reach out to us directly.

PERFORMANCE AND RISK SUMMARY OF THE NEXT EDGE PRIVATE DEBT FUND TO RELEVANT INDICES

Data is from June 1, 2015 to March 31, 2025

NEPD: Next Edge Private Debt Fund Class F1 Units
XSB: iShares Canadian Short Term Bond Index ETF
XIC: iShares Core S&P/TSX Capped Composite Index ETF
SPY: SPDR S&P 500 ETF Trust

Negative Months ^[1]		
	Percentage of Negative Months	Number of Negative Months
NEPD	3.36%	4
XSB	35.29%	42
XIC	36.13%	43
SPY	31.09%	37

Annualized Volatility ^[1]	
NEPD	2.72%
XSB	2.08%
XIC	12.96%
SPY	15.42%

Annualized Returns ^[1]				
	1-Yr	3-Yr	5 Yr	Since Inception
NEPD	-1.88%	3.64%	4.95%	6.83%
XSB	7.02%	3.65%	2.07%	1.84%
XIC	15.72%	7.67%	16.79%	8.54%
SPY	8.30%	8.98%	18.48%	12.38%

[1] All Data is Since inception of Next Edge Private Debt Fund (NEPD) from June 1, 2015 to March 31, 2025

Five Worst Drawdowns ^[1]			
NEPD	XSB	XIC	SPY
-7.48%	-6.06%	-22.46%	-23.93%
-1.62%	-1.49%	-14.53%	-19.43%
-0.06%	-0.64%	-13.10%	-13.52%
-0.01%	-0.61%	-11.43%	-8.48%
N/A	-0.49%	-4.49%	-6.77%

Five Worst Monthly Performances ^[1]			
NEPD	XSB	XIC	SPY
Mar 2025: -7.48%	Mar 2022: -1.87%	Mar 2020: -17.72%	Mar 2020: -12.46%
Dec 2023: -1.62%	Aug 2022: -1.54%	Jun 2022: -8.72%	Sep 2022: -9.24%
Jun 2023: -0.06%	Oct 2021: -1.14%	Oct 2018: -6.39%	Dec 2018: -8.79%
Aug 2021: -0.01%	Jan 2022: -1.04%	Feb 2020: -5.77%	Apr 2022: -8.78%
Mar 2020: 0.32%	Apr 2022: -1.00%	Dec 2018: -5.29%	Jun 2022: -8.25%

[1] All Data is Since inception of Next Edge Private Debt Fund (NEPD) from June 1, 2015 to March 31, 2025

PORTFOLIO BREAKDOWN AS OF DECEMBER 31, 2024

Portfolio breakdown by category^[a]

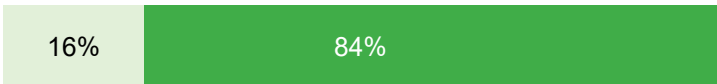
Sub-type:	Alloc %	# of Loans
ABL	35.46%	24
Lender Finance	33.91%	9
Specialty Finance	19.14%	7
Factoring	4.54%	73
Lender Finance - Franchisee Factoring	0.58%	6
Shares & Equity Kickers	6.38%	9
Total	100.00%	128

Loan Portfolio –
Breakdown by Country^[b]



of CA Provinces: 7 # of US States: 20

Loan Portfolio –
Security Position \$ Weighted Composition^[c]



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HISTORICAL PERFORMANCE¹

Class A1

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD ²
2025	0.36%	0.42%	-7.57%	-	-	-	-	-	-	-	-	-	-6.84%*
2024	0.60%	0.60%	0.61%	0.57%	0.52%	0.49%	0.46%	0.43%	0.40%	0.49%	0.41%	0.35%	6.09%
2023	0.55%	0.51%	0.58%	0.55%	0.52%	-0.15%	0.52%	0.58%	0.58%	0.59%	0.57%	-1.71%	3.74%
2022	0.62%	0.53%	0.40%	0.66%	0.63%	0.57%	0.52%	0.63%	0.49%	0.64%	0.58%	0.28%	6.74%
2021	0.69%	0.64%	0.51%	0.51%	0.43%	0.32%	0.28%	-0.10%	0.47%	0.56%	0.48%	0.55%	5.47%
2020	0.51%	0.65%	0.22%	0.35%	0.28%	0.26%	0.60%	0.58%	0.56%	0.56%	0.58%	0.62%	5.90%
2019	0.69%	0.59%	0.77%	0.66%	0.63%	0.59%	0.58%	0.62%	0.57%	0.68%	0.64%	0.54%	7.82%
2018	0.68%	0.55%	0.66%	0.62%	0.64%	0.79%	0.67%	0.63%	0.63%	0.59%	0.64%	0.65%	8.06%
2017	0.66%	0.60%	0.57%	0.63%	0.61%	0.53%	0.57%	0.57%	0.60%	0.69%	0.54%	0.53%	7.33%
2016	0.55%	0.59%	0.70%	0.31%	0.35%	0.56%	0.53%	0.69%	0.63%	0.67%	0.80%	0.60%	7.21%
2015	-	-	-	-	-	0.61%	0.75%	0.37%	0.38%	0.65%	0.69%	0.60%	4.13%*

Class F1

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD ²
2025	0.45%	0.51%	-7.48%	-	-	-	-	-	-	-	-	-	-6.59%*
2024	0.69%	0.69%	0.71%	0.66%	0.61%	0.58%	0.55%	0.51%	0.49%	0.58%	0.50%	0.44%	7.25%
2023	0.65%	0.60%	0.68%	0.64%	0.61%	-0.06%	0.61%	0.67%	0.67%	0.68%	0.67%	-1.62%	4.88%
2022	0.71%	0.62%	0.49%	0.75%	0.72%	0.66%	0.61%	0.72%	0.58%	0.73%	0.67%	0.37%	7.91%
2021	0.78%	0.73%	0.60%	0.60%	0.52%	0.41%	0.37%	-0.01%	0.56%	0.65%	0.57%	0.64%	6.63%
2020	0.61%	0.74%	0.32%	0.44%	0.37%	0.35%	0.69%	0.67%	0.65%	0.65%	0.67%	0.71%	7.06%
2019	0.79%	0.68%	0.86%	0.76%	0.72%	0.69%	0.67%	0.71%	0.66%	0.78%	0.73%	0.63%	9.02%
2018	0.80%	0.66%	0.78%	0.74%	0.76%	0.91%	0.77%	0.73%	0.72%	0.69%	0.73%	0.75%	9.41%
2017	0.77%	0.71%	0.68%	0.75%	0.74%	0.65%	0.68%	0.69%	0.72%	0.81%	0.66%	0.65%	8.83%
2016	0.66%	0.70%	0.81%	0.44%	0.44%	0.68%	0.64%	0.79%	0.74%	0.78%	0.91%	0.71%	8.62%
2015	-	-	-	-	-	0.61%	0.98%	0.49%	0.50%	0.77%	0.81%	0.72%	4.97%*

[a] Categorizations of loans and investments are internal, potentially subjective, and subject to change.

[b] Based on geographic location of the head office of borrower/counterparty.

[c] Dollar-weighted by carrying value. Factoring facilities typically involve the direct purchase and custody of factored receivables and are considered 1st position for this calculation.

[d] Based on the legal maturity date of the loan. Loans are subject to be renewed/extended. Factoring facilities are typically by way of ongoing purchase and sale agreements for the factoring of receivables and may not have an explicit maturity date, but an estimated average period of 90 days has been used for the full collection of factored receivables and maturity time of factoring facilities.

IMPORTANT NOTES

1. The Next Edge Private Debt Fund (the 'Fund') returns are net of all fees and expenses associated with Class A1 Units, Class F1 Units, Class G Units, and Class H Units charged from June 1, 2015 (trading start date). The Next Edge Private Debt Fund (the 'Fund') returns are net of all fees and expenses associated with Class J Units charged from October 1, 2015 (trading start date). The Next Edge Private Debt Fund (the 'Fund') returns are net of all fees and expenses associated with Class A Units, and Class F Units charged from April 1, 2017 (trading start date). Returns for 2024 and 2025 are unaudited. Therefore, performance statistics containing 2024 and 2025 figures shown in this material are subject to final confirmation. The historical annualized rates of return for the Next Edge Private Debt Fund Class A1 Units as of March 31, 2025 are 1 yr -2.95%, 3 yr 2.52%, 5 yr 3.81%, 10 yr N/A, and CARR 5.58%; for Class F1 Units are 1 yr -1.88%, 3 yr 3.64%, 5 yr 4.95%, 10 yr N/A, and CARR 6.83%; for Class G Units are 1 yr -2.66%, 3 yr 2.82%, 5 yr 4.12%, 10 yr N/A, and CARR 5.94%; for Class H Units are 1 yr -1.32%, 3 yr 4.23%, 5 yr 5.54%, 10 yr N/A, and CARR 7.37%; for Class J Units are 1 yr -1.72%, 3 yr 3.82%, 5 yr 5.12%, 10 yr N/A, and CARR 6.95%; for Class A Units are 1 yr -2.97%, 3 yr 2.49%, 5 yr 3.78%, 10 yr N/A, and CARR 5.15%; for Class F Units are 1 yr -1.88%, 3 yr 3.70%, 5 yr 4.90%, 10 yr N/A, and CARR 6.15%.

2. Distribution - adjusted return

*Part Year

Capitalized terms not defined in this document are defined as set forth in the Offering Memorandum of the Fund (the 'OM'). There is no guarantee of trading performance and past or projected performance is not indicative of future results.

Next Edge Capital Corp. is the manager and trustee of the Fund (the 'Manager'). The investment objective of the Fund is to achieve consistent risk-adjusted returns with minimal volatility and low correlation to most traditional asset classes. The Fund intends to achieve its investment objective by investing all, or substantially all, of its net assets in the Next Edge Private Debt LP (the 'Partnership') through the Next Edge Commercial Trust (the 'Sub Trust'). To achieve its investment objective the Partnership will primarily allocate capital to a number of specialist loan originators and managers of credit pools ('Credit Advisors'), to take advantage of opportunities in the private debt markets. Strategies that may be used include trade finance, consumer finance, invoice factoring, supply chain financing, syndicated loans, regulatory capital, mezzanine debt, structured credit and asset-based lending. The Partnership will invest in both senior and subordinated debt subject to the advice and recommendations of their Credit Advisors with the intent of building a portfolio, either directly or indirectly, of private income generating securities. Note to Investment Professionals: The information in the Monthly Report is being provided to current investors in the Fund and is being provided to their registered dealers for informational purposes only.

This is not a sales literature and cannot be used as such. The Fund is not a trust company and does not carry on business as a trust company and, accordingly, the Fund is not registered under the trust company legislation of any jurisdiction. Units of the Fund are not 'deposits' within the meaning of the Canada Deposit Insurance Corporation Act (Canada) are not insured under provisions of that Act or any other legislation.

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