



Next Edge Private Debt Fund

Profile as of January 31, 2024

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

ABOUT THE FUND

The Next Edge Private Debt Fund provides investors with an attractive yielding fixed-income alternative via exposure to a diversified pool of privately negotiated collateral-backed loans to businesses throughout North America. The loans and financing facilities are predominantly senior secured, 1st lien loans that fit within one of our primary financing solutions such as Factoring (receivables-based financing), Asset-Based Lending, Lender Finance, and Specialty Finance. The Fund's primary Credit Advisor is the Garrington Group of Companies ("Garrington"). Garrington has a significant presence in the North American small and medium-sized enterprise ("SME") lending business with roots dating back to 1999 and has deployed more than \$5.7 Billion^[a] of transactions historically.

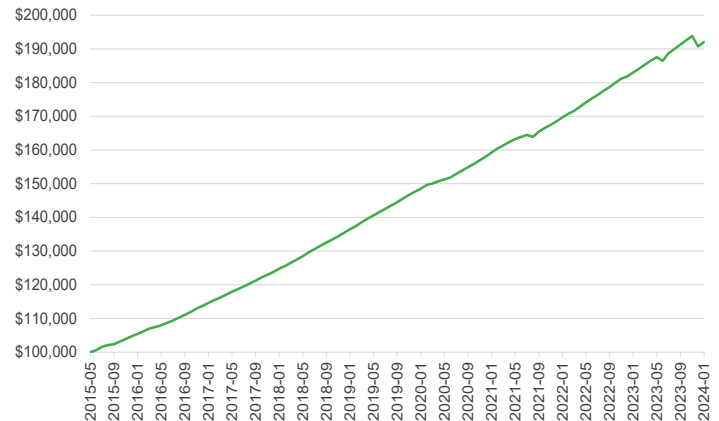
THE OPPORTUNITY

The Fund, via diversified exposure to privately negotiated and collateral-backed loans, has provided historically and aims to continue to achieve, consistent, attractive returns with a capital preservation focus while providing the potential for low volatility and low levels of correlation to most traditional asset classes. We believe the private lending market is very fragmented and offers a significant opportunity in the sub \$30MM loan size bracket, an area that tends to be under-served, regional in nature, and is dominated by competitors that offer fewer financing solutions than we can provide. As such, we continue to believe this is one of the best areas to invest in for superior risk-adjusted returns, when managed properly.

WHY INVEST IN THE NEXT EDGE PRIVATE DEBT FUND?

- ✓ Strong historical returns and cash flow characteristics relative to other fixed-income vehicles.
- ✓ Focus on capital preservation.
- ✓ Low historical correlation to traditional fixed income and equity markets.
- ✓ Low historical volatility relative to traditional fixed-income investments.
- ✓ Historical consistency of returns.
- ✓ Access to a broadly diversified pool of shorter dated privately negotiated loans.

GROWTH OF \$100,000



FUND PERFORMANCE

Class F1 ^{1,2}	
1 Month	0.69%
YTD*	0.69%
1 Year	4.93%
3 Year Annualized	6.43%
5 Year Annualized	7.07%
Annualized Since Inception	7.85%
Inception Date	June 2015
Monthly Distribution	\$0.0590

% OF POSITIVE AND NEGATIVE MONTHS as at January 31, 2024

Positive Months	97%
Negative Months	3%

ANNUALIZED VOLATILITY (CLASS F1¹) as at January 31, 2024

0.94%

\$ WEIGHTED LTV RATIO as at December 29, 2023

66.83%

\$ WEIGHTED TERM TO MATURITY IN DAYS^[b] as at December 29, 2023

291

FUND DETAILS

Manager	Next Edge Capital Corp.		
Fund Type	Mutual Fund Trust		
Launch Date	June 1, 2015		
Registered Plan Status	Eligible		
Min. Initial Investment	\$10,000; for Accredited Investors only		
Min. Subsequent Investment	\$5,000; for Accredited Investors only		
Redemptions	Monthly, with 90 days notice		
Effective Management Fee (Includes Servicing Fee)	Class A	1.50%	
	Class F1	0.50%	
Performance Fee	20% above 6% hurdle rate (with a catch-up)		
Valuation Pricing	Monthly		
Distributions	Monthly, at a variable rate tied to each month's realized gains/yield		
Strategy AUM	\$227M CAD (January 31, 2024)**		
Auditor	Deloitte LLP		
Registrar, Administrator and Valuation Agent	RBC Investor Services Trust		
Custodian	RBC Investor Services Trust		
Fund Codes (Interim - For Purchase)	Class A	NEC 448	
	Class F1	NEC 442	
Fund Codes (Final)	Class A	NEC 458	
	Class F1	NEC 452	

PORTFOLIO UPDATE AS AT DECEMBER 29, 2023

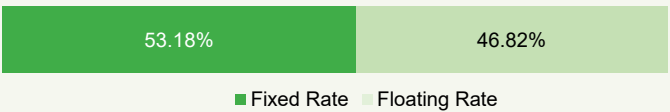
BREAKDOWN BY CATEGORY^[c]

Sub-type	Alloc %	# of Loans
Asset Based Loans	38.47%	30
Lender Finance	32.22%	14
Specialty Finance	19.44%	8
Factoring	8.31%	94
Lender Finance - Liquid Capital Factoring	1.56%	14
Total	100.00%	160

BREAKDOWN BY COUNTRY^[d]



FLOATING VERSUS FIXED RATE



HISTORICAL PERFORMANCE¹

Class F1

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD ²
2024	0.69%	-	-	-	-	-	-	-	-	-	-	-	0.69%*
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%*

** Strategy assets under management include the assets of the Next Edge Private Debt Fund and the Next Edge Private Debt Fund (USD).

IMPORTANT NOTES

1. The Next Edge Private Debt Fund (the 'Fund') returns are net of all fees and expenses associated with Class F1 Units charged from June 1, 2015 (trading start date). Returns for 2023 are unaudited. Therefore, performance statistics containing 2023 figures shown in this material are subject to final confirmation. The historical annualized rate of return as at January 31, 2024 for Class F1 Units are yr 1 yr 4.93%, 3 yr 6.43%, 5 yr 7.07%, 10 yr N/A, and CARR 7.85%.

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.

No securities regulatory authority has expressed an opinion about these securities and it is an offence to claim otherwise. These securities have not been and will not be registered under the United States Securities Act of 1933, as amended, or any state securities laws and may not be offered or sold in the United States or to U.S. persons except pursuant to an exemption from the registration requirements of those laws. The information provided herein is for information purposes only and does not constitute a solicitation, public offering, advice or recommendations to buy or sell interests in the Fund, the Portfolio, Units or any other Next Edge Product. Please refer to the Fund's Offering Memorandum for more information on the Fund as any information in this Report is qualified in its entirety by the disclosure therein.

^[a] Based in part upon working capital fundings provided by the predecessor firm to the Garrington Group of Companies Inc., Liquid Capital Corp., which was founded in 1999.

^[b] 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.

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

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

PAST PERFORMANCE IS NOT INDICATIVE OF FUTURE RESULTS

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