

Access to attractive yield via asset or cashflow-backed loans.

## PORTFOLIO UPDATE

### Underlying Investments of the Next Edge RCM Private Yield Fund<sup>3</sup> as at March 31, 2025

Loan Investments	Term	Equity Participation
Oilfield Services	N/A	N/A
Oil and Gas 1	N/A	N/A
Hardware and IT Services	N/A	The Fund acquired 95% of the common shares as part of a security enforcement process on June 25, 2021.
Financial Services 1	N/A	Common share equity.
Telecommunications	N/A	The Fund is currently executing its rights on the identifiable collateral.
Oil and Gas 2	17	Call option after 5 years on repayment of royalty.

Source: R.C. Morris Capital Management Ltd.

## FUND COMMENTARY

The Next Edge RCM Private Yield Fund (the “Fund”) declined -46.41% (Class F Units) and -46.32% (Class D Units) in March. These losses relate to sizeable unrealized revisions to the carrying values of two of the remaining four positions comprising the majority of the value of the Fund. Further details are provided below.

As a refresher, the Next Edge RCM Private Yield Fund was launched as a stand-alone vehicle within the Next Edge Capital Corp. line-up in late 2017. In July 2021, a decision was made to close the Fund to new purchases and redemptions (Class A, B & F Units), allowing for an orderly liquidation of the Fund as positions matured and to distribute the proceeds on a pro rata basis to investors. As the Fund has been in a wind-down mode for multiple years now, the Fund’s Portfolio will continue to become more concentrated and subject to wider swings in performance.

### Oil and Gas – Recovery of Assets

This position remains as an enforcement and recovery effort on a guarantee, with litigation that has been ongoing for several years and expected to continue for at least another 12 months. The Fund holds security over a business and several units of industrial equipment but must resolve the litigation before these assets can be located, seized and sold. An update on the estimated remaining asset values and the timeline to achieve any recovery has been factored into an unrealized write-down in the value of the position.

### Oilfield Services – Common Equity and Debt

This position (formerly a debt position that was converted to equity via a workout) consists of a US-based company with its attendant heavy equipment. The company has undergone several management changes since the loan

was advanced and has struggled to compete after major customer contracts were lost during COVID. Financial results were sluggish through 2024, but utilization is now seeing a resurgence, as customer demand remains strong.

The company is actioning a multi-year plan under a new industry-veteran CEO, which should see operations

grow to the point where the Fund can approach the market to liquidate the position. Despite the unrealized loss on this investment, the team remains positive on the prospects for this company and is working hard with management and other stakeholders to bring about a successful exit. If the company executes on its proposed go forward plan, this position could see upward valuation revisions in the future.

## FUND PERFORMANCE<sup>1</sup>

### Class A

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD <sup>2</sup>
<b>2025</b>	-0.31%	-0.29%	-46.46%	-	-	-	-	-	-	-	-	-	<b>-46.77%*</b>
<b>2024</b>	-0.16%	-5.99%	-25.44%	-0.23%	-0.32%	-0.30%	-0.29%	-0.28%	-0.30%	-0.34%	-0.32%	-0.35%	<b>-31.90%</b>
<b>2023</b>	-0.14%	0.11%	0.00%	0.34%	-0.38%	-6.34%	-0.23%	1.82%	-0.25%	-3.46%	-2.94%	-8.20%	<b>-18.42%</b>
<b>2022</b>	0.00%	-1.05%	-0.13%	-0.06%	0.02%	0.06%	-0.07%	-0.18%	-0.35%	2.25%	0.14%	-0.83%	<b>-0.24%</b>
<b>2021</b>	1.92%	0.51%	0.11%	0.16%	0.31%	-0.32%	-0.50%	-3.75%	-0.09%	-0.33%	-0.10%	-0.33%	<b>-2.48%</b>
<b>2020</b>	0.24%	0.50%	0.21%	0.28%	0.22%	0.55%	0.89%	0.52%	0.00%	0.10%	0.18%	1.62%	<b>5.44%</b>
<b>2019</b>	1.75%	0.83%	1.42%	0.78%	0.87%	0.80%	1.19%	0.68%	1.22%	0.73%	0.12%	0.11%	<b>11.02%</b>
<b>2018</b>	0.70%	1.22%	0.54%	1.25%	0.81%	1.43%	1.58%	1.50%	1.45%	1.48%	0.93%	0.85%	<b>14.65%</b>
<b>2017</b>	-	-	-	-	-	-	-	-	-	-	-	0.66%	<b>0.66%*</b>

### Class F

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD <sup>2</sup>
<b>2025</b>	-0.22%	-0.20%	-46.41%	-	-	-	-	-	-	-	-	-	<b>-46.64%*</b>
<b>2024</b>	-0.07%	-5.91%	-25.37%	-0.14%	-0.23%	-0.22%	-0.20%	-0.19%	-0.21%	-0.25%	-0.23%	-0.26%	<b>-31.17%</b>
<b>2023</b>	-0.05%	0.20%	0.08%	0.43%	-0.30%	-6.26%	-0.14%	1.91%	-0.16%	-3.38%	-2.85%	-8.12%	<b>-17.59%</b>
<b>2022</b>	0.08%	-0.97%	-0.04%	0.03%	0.10%	0.15%	0.02%	-0.09%	-0.27%	2.34%	0.23%	-0.75%	<b>0.78%</b>
<b>2021</b>	2.01%	0.59%	0.19%	0.25%	0.40%	-0.24%	-0.41%	-3.67%	0.00%	-0.25%	-0.02%	-0.24%	<b>-1.46%</b>
<b>2020</b>	0.32%	0.59%	0.29%	0.37%	0.30%	0.64%	0.98%	0.61%	0.08%	0.19%	0.26%	1.71%	<b>6.50%</b>
<b>2019</b>	1.84%	0.92%	1.51%	0.87%	0.96%	0.89%	1.28%	0.76%	1.30%	0.82%	0.21%	0.20%	<b>12.17%</b>
<b>2018</b>	0.73%	1.32%	0.63%	1.34%	0.91%	1.52%	1.67%	1.58%	1.54%	1.57%	1.02%	0.93%	<b>15.80%</b>

### Class D

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD <sup>2</sup>
<b>2025</b>	-0.15%	-0.13%	-46.32%	-	-	-	-	-	-	-	-	-	<b>-46.47%*</b>
<b>2024</b>	-0.01%	-5.85%	-25.28%	-0.07%	-0.16%	-0.15%	-0.13%	-0.13%	-0.15%	-0.18%	-0.16%	-0.20%	<b>-30.59%</b>
<b>2023</b>	0.02%	0.27%	0.16%	0.49%	-0.23%	-6.15%	-0.07%	1.98%	-0.09%	-3.31%	-2.79%	-8.07%	<b>-16.85%</b>
<b>2022</b>	0.15%	-0.90%	0.03%	0.09%	0.17%	0.22%	0.09%	-0.02%	-0.20%	2.41%	0.30%	0.68%	<b>1.63%</b>
<b>2021</b>	2.08%	0.66%	0.26%	0.32%	0.48%	-0.16%	-0.34%	-3.61%	0.07%	-0.18%	0.05%	-0.17%	<b>-0.63%</b>
<b>2020</b>	0.40%	0.67%	0.37%	0.45%	0.38%	0.71%	1.07%	0.69%	0.16%	0.26%	0.34%	1.77%	<b>7.50%</b>
<b>2019</b>	1.91%	0.99%	1.58%	0.93%	1.03%	0.96%	1.36%	0.84%	1.38%	0.89%	0.29%	0.27%	<b>13.15%</b>
<b>2018</b>	-	-	-	-	-	-	-	-	1.62%	1.64%	1.09%	1.01%	<b>5.47%*</b>

## IMPORTANT NOTES

1. The Next Edge RCM Private Yield Fund (the 'Fund') returns are net of all fees and expenses associated with Class A Units charged from December 1, 2017 (trading start date). The Next Edge RCM Private Yield Fund (the 'Fund') returns are net of all fees and expenses associated with Class F Units charged from January 1, 2018 (trading start date.) The Next Edge RCM Private Yield Fund (the 'Fund') returns are net of all fees and expenses associated with Class D Units charged from August 1, 2018 (trading start date.) Returns for 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 RCM Private Yield Fund Class A Units as of March 31, 2025 are 1 yr -48.21%, 3 yr -33.17%, 5 yr -21.37%, 10 yr N/A, and CARR -12.22%; for Class F Units are 1 yr -47.66%, 3 yr -32.47%, 5 yr -20.56%, 10 yr N/A, and CARR -11.40%; and for Class D Units are 1 yr -47.18%, 3 yr -31.87%, 5 yr -19.86%, 10 yr N/A, and CARR -12.98%.

2. Distribution - adjusted return

3. Next Edge Capital Corp. is the manager and trustee of the Fund (the 'Manager'). The investment objective of the Fund is to provide opportunistic financing to private and public companies via highly-customized investments which are primarily in the form of secured debt in order to achieve above average risk-adjusted returns with minimal correlation to most traditional asset classes. The Fund intends to achieve its investment objective by initially investing all of its net assets in a portfolio of debt and debt-like investments which may be obtained either directly through investments held by the Fund and sourced and administered by R.C. Morris Capital Management Ltd. ("R.C. Morris") or through exposure via an investment in units of R.C. Morris & Company Special Opportunities Fund III Limited Partnership, RCM NE Private Debt Fund LP or certain other partnerships as may be established from time to time by R.C. Morris or its affiliates (each a "R.C. Morris Partnership", and collectively, the "R.C. Morris Partnerships").

\* 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.

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