



NEXTEDGE  
CAPITAL

Next Edge Capital Corp.

## Next Edge Biotech and Life Sciences Opportunities Fund – Class F

FUND FACTS

November 3, 2020

This document contains key information you should know about Next Edge Biotech and Life Sciences Opportunities Fund. You can find more details in the Fund's simplified prospectus. Ask your representative for a copy, contact Next Edge Capital Corp. at 1-877-860-1080, [info@nextedgecapital.com](mailto:info@nextedgecapital.com) or visit [www.nextedgecapital.com](http://www.nextedgecapital.com).

**Before you invest in any fund, consider how the fund would work with your other investments and your tolerance for risk.**

This Fund is an alternative mutual fund. It may therefore invest in asset classes and/or use investment strategies that are not permitted for conventional mutual funds. The specific strategies that differentiate this Fund from conventional mutual funds may include: increased use of derivatives for hedging and non-hedging purposes; increased ability to sell securities short; and the ability to borrow cash to use for investment purposes. While these strategies may be used in accordance with the Fund's investment objectives and strategies, during certain market conditions they may accelerate the pace at which your investment decreases in value.

The manager is also informing investors of its proposal to conduct a merger of Next Edge Bio-Tech Plus Fund (the "Terminating Fund") into the fund (the "Merger"). The Terminating Fund is an existing mutual fund managed by the manager. If all necessary approvals are obtained, including regulatory approvals, it is expected that the Merger will be effective on or about December 18, 2020.

### Quick facts

<b>Fund code:</b>	NEC 217	<b>Fund manager:</b>	Next Edge Capital Corp.
<b>Date class started:</b>	November 3, 2020	<b>Portfolio manager:</b>	Next Edge Capital Corp.
<b>Total value of the Fund on November 3, 2020:</b>		<b>Distributions:</b>	Net income, annually, in December
<b>Not available/new fund</b>			Net realized capital gains, annually, in December
<b>Management expense ratio (MER): Not available/new fund</b>		<b>Minimum investment:</b>	\$5,000 initial / \$1,000 additional

### What does the Fund invest in?

The Fund seeks short and long-term capital appreciation by investing in small and mid-capitalization biotechnology and healthcare companies based in Canada and the United States. The Fund may use leverage. The leverage may be created through the use of cash borrowings, short sales or derivative contracts. The maximum permitted aggregate exposure of the Fund to cash borrowing, short selling and specified derivatives transactions is 300% of the Fund's net asset value.

The charts below give you a snapshot of the Fund's investments on November 3, 2020. The Fund's investments will change.

#### Top 10 Investments (November 3, 2020)

Since this fund is new, this information is not available.

#### Investment Mix (November 3, 2020)

Since this fund is new, this information is not available.

### How risky is it?

The value of the Fund can go down as well as up. You could lose money.

One way to gauge risk is to look at how much a fund's returns change over time. This is called "volatility."

In general, funds with higher volatility will have returns that change more over time. They typically have a greater chance of losing money and may have a greater chance of higher returns. Funds with lower volatility tend to have returns that change less over time. They typically have lower returns and may have a lower chance of losing money.

### Risk rating

Next Edge Capital Corp. has rated the volatility of this fund as **high**.

Because this is a new fund, the risk rating is only an estimate by Next Edge Capital Corp. Generally, the rating is based on how much the Fund's returns have changed from year to year. It doesn't tell you how volatile the Fund will be in the future. The rating can change over time. A fund with a low risk rating can still lose money.



For more information about the risk rating and specific risks that can affect the Fund's returns, see the "What are the Risks of Investing in a Mutual Fund" section of the Fund's simplified prospectus.

### No guarantees

Like most mutual funds, this fund doesn't have any guarantees. You may not get back the amount of money you invest.

## How has the Fund performed?

This section tells you how Class F Units of the Fund have performed since inception. Returns are after expenses have been deducted. These expenses reduce the Fund's returns.

### Year-by-year returns

Since Class F Units of the Fund have been available for distribution for less than a full calendar year under a simplified prospectus, performance information is not available.

### Best and worst 3-month returns

Since Class F Units of the Fund have been available for distribution for less than a full calendar year under a simplified prospectus, performance information is not available.

### Average return

Since the Class F Units of the Fund have been available for distribution for less than 12 consecutive months under a simplified prospectus, performance information is not available.

## Who is this fund for?

### Investors who:

- are investing for the medium and/or long term
- can tolerate medium to high risk
- want an opportunity for capital appreciation

## A word about tax

In general, you'll have to pay income tax on any money you make from your investment in the Fund. How much you pay depends on the tax laws where you live and whether or not you hold the Fund in a registered plan, such as a Registered Retirement Savings Plan or a Tax-Free Savings Account.

Keep in mind that if you hold your fund in a non-registered account fund distributions are included in your taxable income, whether you get them in cash or have them reinvested.

## How much does it cost?

The following tables show the fees and expenses you could pay to buy, own and sell Class F Units of the Fund. The fees and expenses – including any commissions – can vary among classes of a fund and among funds. Higher commissions can influence representatives to recommend one investment over another. Ask about other funds and investments that may be suitable for you at a lower cost.

### 1. Sales charges

There are no sales charges applicable to the Class F Units.

### 2. Fund expenses

You don't pay these expenses directly. They affect you because they reduce the returns of this class of the Fund.

The Fund's expenses are made up of the management fee, operating expenses and trading costs. The annual management fee for Class F Units of the Fund is 0.00% of the Fund's value. Because this fund is new, its operating expenses and trading costs are not yet available.

In certain circumstances the Fund will pay Next Edge Capital Corp. a performance fee if the percentage gain in the NAV per Unit of a Class of Units of the Fund over the preceding fiscal quarter or quarters since a performance fee was last payable, provided that the NAV per Unit of the Fund (including distributions) is greater than all previous values at the end of each previous fiscal quarter in which a performance fee was paid.

The performance fee will be equal to this excess return per Unit multiplied by the number of Units outstanding at the end of the quarter multiplied by 20%. For more details, please see the "Fees and Expenses Payable by the Fund" section of the Fund's simplified prospectus.

### More about the trailing commission

There is no trailing commission associated with the purchase of Class F Units.

### 3. Other fees

You may have to pay other fees when you buy, hold, sell or switch units of the Fund.

Fee	What you pay
Short-term trading fee	At the discretion of Next Edge Capital Corp., up to 3.00% of the value of units you sell or switch within 90 days of buying them. This fee goes to the Fund.
Switch fee	Your representative's firm may charge you up to 3.00% of the value of units you switch to another Next Edge fund.
Fee based arrangements	Class F securities require investors to participate in a fee-based arrangement with their representative's firm. Fees in connection with such arrangements are negotiated between you and your representative's firm.

**What if I change my mind?**

Under securities law in some provinces and territories, you have the right to:

- withdraw from an agreement to buy mutual funds within two business days after you receive a simplified prospectus or Fund Facts document, or
- cancel your purchase within 48 hours after you receive confirmation of the purchase.

In some provinces and territories, you also have the right to cancel a purchase, or in some jurisdictions, claim damages, if the simplified prospectus, annual information form, Fund Facts document or financial statements contain a misrepresentation. You must act within the limit set by the securities law in your province or territory.

For more information, see the securities law of your province or territory or ask a lawyer.

**For more information**

Contact Next Edge Capital Corp. or your representative for a copy of the Fund's simplified prospectus and other disclosure documents. These documents and the Fund Facts make up the Fund's legal documents.

Next Edge Capital Corp.  
1 Toronto Street, Suite 200  
Toronto, ON, M5C 2V6  
[www.nextedgcapital.com](http://www.nextedgcapital.com)

Phone: (416) 775-3600  
Toll Free: 1-877-860-1080  
Email: [info@nextedgcapital.com](mailto:info@nextedgcapital.com).

To learn more about investing in mutual funds, see the brochure Understanding mutual funds, which is available on the Canadian Securities Administrators website at [www.securities-administrators.ca](http://www.securities-administrators.ca).